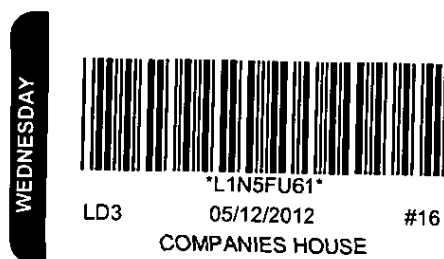


SFIA Educational Plans Limited

REPORT AND FINANCIAL STATEMENTS

31 July 2012



Company Registration No 03311941

SFIA Educational Plans Limited

OFFICERS AND PROFESSIONAL ADVISORS

DIRECTORS

Mrs B Roberts (Non-executive Chairman)
Mrs A E Feek Chief Executive
Mr A J Hastings (Non-executive)
Mr A H Monro (Non-executive)
Mr D Prince (Non-executive)
Mr A J Rees (Non-executive)

COMPANY SECRETARY

Mrs A E Feek

REGISTERED OFFICE AND PLACE OF BUSINESS

Unit A1, Tectonic Place
Holyport Road
Maidenhead
Berkshire
SL6 2YE

BANKERS

HSBC Bank Plc
Maidenhead Branch
35 High Street
Maidenhead
Berkshire
SL6 1JQ

LEGAL ADVISORS

Kidd Rapinet
33 Queen Street
Maidenhead
Berkshire
SL6 1NB

AUDITORS

Baker Tilly UK Audit LLP
Chartered Accountants
The Pinnacle
170 Midsummer Boulevard
Milton Keynes
MK9 1BP

INVESTMENT MANAGERS

Quilter
St Helens
1 Undershaft
London
EC3A 8BB

SFIA Educational Plans Limited

DIRECTORS' REPORT

The directors submit their report and the financial statements of SFIA Educational Plans Limited for the year ended 31 July 2012

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the administration of educational plans

The company entered into a business transfer agreement dated 24 April 1997 whereby the activity of administering School Fee Plans was transferred to SFIA Educational Plans Limited with effect from 1st April 1997 from the company's original shareholders, two registered charities S F I A Educational Trust and S F I A Educational Trust Limited, together with the future obligations and accumulated annuities to meet these obligations

The charities have not accepted any new receipts in respect of new School Fee Plans since 20 June 1996

In accordance with the basis of accounting detailed in the Accounting Policies on page 9 both the liabilities to pay future school fees and the matching asset, being the annuities purchased, have been excluded from both the Income and Expenditure Account and Balance Sheet on pages 6 & 8 respectively

RESULTS AND BUSINESS REVIEW

The results for the year are as stated on page 6 Income is reducing year on year as forecasted, but investment returns in the year have resulted in a surplus

DIRECTORS

The following have served as directors during the year

Mrs B Roberts * (Chairman)
Mrs A E Feek
Mr A J Hastings *
Mr A H Monro*
Mr D Prince*
Mr A J Rees *

No director had any interest in the share capital of the company

* These directors are also directors of S F I A Educational Trust Limited, the company's parent undertaking

FUTURE DEVELOPMENTS AND GOING CONCERN

No new plans have been entered into since 1 April 1997 As a result gross annuity receipts and School Fee Payments will continue to reduce into the future until such time as all of the School Fees Plans currently held have ended By the end of the next academic year, there will be less than ten school fees plans in operation and so it will no longer be economically justifiable for the company to continue trading and therefore the directors are of the opinion that the company should cease trading by 31 July 2014 and find alternative ways to administer these remaining plans The financial statements have therefore been prepared on a break up basis

RISK AND UNCERTAINTIES

Risk Management

The directors are responsible for the management of the risks faced by the company Key controls used by the company to identify and assess risks during the year include

- Formal agenda items for Directors' meetings
- Comprehensive long term planning and budgeting

SFIA Educational Plans Limited

DIRECTORS' REPORT

- Regular management accounting and reporting
- Established approval and authorisation lines of reporting
- Formal authorisation and approval levels

Through the above risk management process, together with a risk review carried out during the year, the Directors are satisfied that major risks are identified and as far as practicable adequately mitigated

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

The directors who were in office on the date of approval of these financial statements have confirmed, as far as they are aware, that there is no relevant audit information of which the auditors are unaware. Each of the directors have confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor

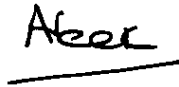
AUDITORS

Baker Tilly UK Audit LLP has indicated its willingness to continue in office

The directors have prepared this report in accordance with the provisions applicable to companies subject to the small companies regime

By order of the board

Mrs A E Feek
Company Secretary



22 November 2012

SFIA Educational Plans Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing those financial statements, the directors are required to

- a select suitable accounting policies and then apply them consistently,
- b make judgements and accounting estimates that are reasonable and prudent,
- c prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SFIA EDUCATIONAL PLANS LIMITED

We have audited the financial statements on pages 6 to 15. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As more fully explained in the Directors' Responsibilities Statement set out on page 4, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/private.cfm.

Opinion on the financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 July 2012 and of its deficit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice,
- have been prepared in accordance with the requirements of the Companies Act 2006.

Emphasis of matter – Basis of accounting and going concern

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosures made in the accounting policy detailed on page 9 of these financial statements concerning the company's ability to continue as a going concern and the preparation basis of the financial statements. Since the directors have concluded that it will no longer be economically justifiable for the company to continue trading beyond 31 July 2014, the financial statements have not been prepared on the going concern basis. No material adjustments arose as a result of ceasing to apply the going concern basis.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the Directors' were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Directors' report.

Glyn Francies
GLYN FRANCIES (Senior Statutory Auditor)

For and on behalf of BAKER TILLY UK AUDIT LLP, Statutory Auditor
Chartered Accountants

The Pinnacle
170 Midsummer Boulevard
Milton Keynes, MK9 1BP

Date 3.12.12

SFIA Educational Plans Limited
INCOME AND EXPENDITURE ACCOUNT
for the year ended 31 July 2012

	Notes	2012 £	2011 £
Gross receipts	1	1,749,462	3,297,413
School fee payments		(1,690,940)	(3,200,925)
Net receipts (Turnover)		<u>58,522</u>	<u>96,488</u>
Administrative expenses (including exceptional item of £134,000 (2011 nil))	3	(403,462)	(281,068)
Other operating income		29,424	30,021
OPERATING (DEFICIT)		<u>(315,516)</u>	<u>(154,559)</u>
Interest receivable and similar income	2	74,971	237,911
NET (DEFICIT)/SURPLUS	3	<u>(240,545)</u>	<u>83,352</u>
Charitable donation	10	-	(36,636)
(DEFICIT)/SURPLUS ON ORDINARY ACTIVITIES		<u>(240,545)</u>	<u>46,716</u>
Taxation	5	-	-
RETAINED (DEFICIT)/SURPLUS FOR THE YEAR	13	<u><u>(240,545)</u></u>	<u><u>46,716</u></u>

The operating (deficit)/surplus for the year arises from the company's continuing operations

The notes on pages 9 to 15 form part of these financial statements

SFIA Educational Plans Limited
STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
for the year ended 31 July 2012

	2012 £	2011 £
Retained (deficit)/surplus for the year	(240,545)	46,716
Unrealised surplus on revaluation of investments	58,372	333,409
Total recognised (losses)/gains relating to the year	<u>(182,173)</u>	<u>380,125</u>

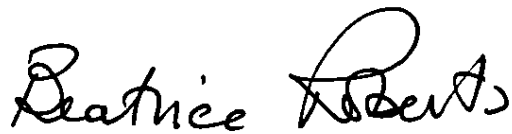
SFIA Educational Plans Limited
 BALANCE SHEET
 31 July 2012

	Notes	2012 £	2011 £
FIXED ASSETS			
Tangible assets	6	-	1,299
Investments	7	3,746,282	4,189,083
		<u>3,746,282</u>	<u>4,190,382</u>
CURRENT ASSETS			
Debtors	8	208,891	10,697
Cash at bank		160,844	148,735
		<u>369,735</u>	<u>159,432</u>
CREDITORS Amounts falling due within one year	9	(63,902)	(115,526)
NET CURRENT ASSETS		<u>305,833</u>	<u>43,906</u>
NET ASSETS		<u>4,052,115</u>	<u>4,234,288</u>
CAPITAL AND RESERVES			
Called up share capital	11	3,500,000	3,500,000
Revaluation reserve	12	704,774	789,347
Income and expenditure account	13	(152,659)	(55,059)
SHAREHOLDER'S FUNDS	14	<u>4,052,115</u>	<u>4,234,288</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime

The financial statements were approved by the board and authorised for issue on 22 November 2012 and signed on their behalf by

Director Beatrice Roberts



Director Anthony Hastings



The notes on pages 9 to 15 form part of these financial statements

SFIA Educational Plans Limited

ACCOUNTING POLICIES

31 July 2012

BASIS OF ACCOUNTING

- i) The financial statements are prepared under the historical cost convention as modified by the revaluation of investments. The financial statements are also prepared in accordance with applicable accounting standards.

The directors consider that the format of the income and expenditure account included in Part 15 of the Companies Act 2006 is not wholly appropriate for the company and have taken advantage of paragraph 396 of Chapter 4 and have presented an alternative format which greater reflects the special nature of the company's operations.

- ii) Capital sums previously received from parents in respect of obligations to pay future school fees and the subsequent purchases of annuities to discharge these obligations are not incorporated in either the income and expenditure account or balance sheet.
- iii) No new plans have been entered into since 1 April 1997. As a result gross annuity receipts and School Fee Payments will continue to reduce into the future until such time as all of the School Fees Plans currently held have ended. By the end of the next academic year, there will be less than ten school fee plans in operation and so it will no longer be economically justifiable for the company to continue trading and therefore the directors are of the opinion that the company should cease trading by 31 July 2014 and find alternative ways to administer these remaining plans. The financial statements have therefore been prepared on a break up basis. The financial statements do not include any provision for the future costs of terminating the business of the company except to the extent that such were committed at the balance sheet date. No material adjustments arose as a result of ceasing to apply the going concern basis.

TURNOVER

Turnover represents gross amounts receivable from annuities purchased less school fee payments made.

CASH FLOW STATEMENT

The company has taken advantage of the small company exemption from preparing a cash flow statement under the terms of FRS1.

TANGIBLE FIXED ASSETS

Tangible fixed assets are stated at cost less accumulated depreciation.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset over its estimated useful life on the following annual bases:

Computer equipment	33 1/3%	on cost
Fixtures and fittings	33 1/3%	on cost

INVESTMENTS

Quoted investments, unit trusts and annuities are stated at the mid-price market value quoted by the investment manager at the year end.

PENSION CONTRIBUTIONS

The company contributes to Individual Personal Pension Plans for senior employees. Contributions are charged to the income and expenditure account as incurred.

SFIA Educational Plans Limited

ACCOUNTING POLICIES

31 July 2012

OPERATING LEASES

Payments made under operating leases have been charged evenly to the income and expenditure account over the period of the lease

INVESTMENT INCOME

Interest earned on bank and investments is accounted for on a receipts basis

DEFERRED TAXATION

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis

A deferred tax asset is not recognised to the extent that the transfer of economic benefit in future is uncertain. It is the company's intention to gift aid any taxable profits to the parent charity and so a deferred tax asset is not recognised

SFIA Educational Plans Limited

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2012

1	GROSS RECEIPTS		
	Gross receipts represents the total amounts due within the year from annuities purchased		
2	INTEREST RECEIVABLE AND SIMILAR INCOME	2012	2011
		£	£
	Bank interest receivable	398	635
	Investment income	103,689	95,540
	(Loss)/gain on disposal of investments	(29,116)	141,736
		<u>74,971</u>	<u>237,911</u>
3	(DEFICIT)/SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION	2012	2011
		£	£
	(Deficit)/Surplus on ordinary activities before taxation is stated after charging		
	Depreciation of tangible fixed assets		
	Charge for the year – owned assets	1,299	2,052
	Operating lease rentals		
	- land and buildings	13,378	13,380
	Auditors' remuneration		
	- audit	16,800	23,400
	- non audit	8,640	14,100
	Exceptional item – pension costs	134,000	-
		<u>163,757</u>	<u>54,932</u>
	The exceptional item represents pension contributions on behalf of the 2 employees in lieu of the changes to the terms and conditions of their employment with effect from 1 August 2012		
4	EMPLOYEES	2012	2011
		No	No
	The average monthly number of persons (including directors) employed by the company during the year was		
	Office and management	2	2
		<u>2</u>	<u>2</u>
		2012	2011
		£	£
	Staff costs for above persons		
	Wages and salaries	92,730	101,970
	Social security costs	10,807	12,734
	Other pension costs	214,225	63,145
	Other employment costs	-	4,912
		<u>317,762</u>	<u>182,761</u>

SFIA Educational Plans Limited
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 July 2012

4	EMPLOYEES (CONTINUED)	2012 £	2011 £
	DIRECTORS' REMUNERATION		
	Remuneration for management services	50,407	59,166
	Pension contributions	112,980	29,550
		<u>163,387</u>	<u>88,716</u>
		<u><u>163,387</u></u>	<u><u>88,716</u></u>
	The number of directors to whom relevant benefits are accruing under money purchase pension schemes was 1 (2011 1)		
5	TAXATION	2012 £	2011 £
	Current tax		
	UK corporation tax on (deficit)/surplus	-	-
	Total current tax	<u>-</u>	<u>-</u>
		<u><u>-</u></u>	<u><u>-</u></u>
	Factors affecting tax charge for the period		
	The tax assessed for the period is higher than the standard rate of corporation tax (small companies 20%) as explained below		
	(Deficit)/surplus on ordinary activities before tax	(240,542)	46,716
	(Deficit)/surplus on ordinary activities multiplied by the standard rate of corporation tax (small companies 20%)(2011 20.67%)	(48,019)	9,810
	Effects of		
	Income not taxable for tax purposes	29,124	11,538
	Capital allowances in excess/(less than) of depreciation	260	(127)
	Unrelieved tax losses and other deductions arising in the period	18,635	(21,221)
	Current tax charge for the period	<u>-</u>	<u>-</u>
		<u><u>-</u></u>	<u><u>-</u></u>

The company has tax trading losses carried forward of £93,178 (2011 £nil) which have not been recognised as a deferred tax asset of £18,635 (2011 nil) as the company is not expecting to make taxable profits in the future against which to utilise these losses

SFIA Educational Plans Limited
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 July 2012

6 TANGIBLE FIXED ASSETS

	Computer equipment £	Fixtures & fittings £	Total £
Cost			
1 August 2011	14,058	9,036	23,094
Disposals	(7,907)	(3,525)	(11,432)
31 July 2012	6,151	5,511	11,662
Depreciation			
1 August 2011	12,759	9,036	21,795
Charge for year	1,299	-	1,299
Disposals	(7,907)	(3,525)	(11,432)
31 July 2012	6,151	5,511	11,662
Net book value			
31 July 2012	-	-	-
31 July 2011	1,299	-	1,299

7 INVESTMENTS

	2012 Market Value £	%	2012 Original Cost £	2011 Market Value £	%	2011 Original Cost £
Fixed Interest	2,062,215	55	1,767,263	1,725,670	41	1,538,659
UK Equity	1,367,614	37	1,015,092	1,614,280	39	1,157,352
Overseas Equity	266,253	7	208,953	271,773	6	208,922
Hedge Funds	-	-	-	219,961	5	143,247
Other Assets	-	-	-	90,409	2	84,564
Liquidity Reserve Account	50,000	1	50,000	200,000	5	200,000
Cash awaiting investment	200	-	200	66,990	2	66,990
31 July	3,746,282	100	3,041,508	4,189,083	100	3,399,734

	2012 £	2011 £
Market value at 1 August	4,189,083	3,737,815
Additions at cost	527,242	1,079,164
Disposals	(1,028,415)	(961,305)
Revaluation to market value	58,372	333,409
Market value at 31 July	3,746,282	4,189,083

SFIA Educational Plans Limited
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 July 2012

8	DEBTORS	2012 £	2011 £
	Loan to parent company	200,000	-
	Prepayments and accrued income	8,891	10,697
		<u>208,891</u>	<u>10,697</u>
9	CREDITORS Amounts falling due within one year	2012 £	2011 £
	Amounts held for clients	31,575	31,626
	Taxation and social security costs	2,850	2,638
	Accruals and deferred income	29,477	44,626
	Due to parent undertaking	-	36,636
		<u>63,902</u>	<u>115,526</u>
10	CHARITABLE DONATION	2012 £	2011 £
	Gift Aid	-	36,636
		<u>-</u>	<u>36,636</u>
	The company has not made a charitable donation to its shareholder, S F I A Educational Trust Limited (a registered charity), in the year (2011 £36,636)		
11	SHARE CAPITAL	2012 £	2011 £
	Allotted, issued and fully paid 3,500,000 ordinary shares of £1 each	3,500,000	3,500,000
		<u>3,500,000</u>	<u>3,500,000</u>
12	REVALUATION RESERVE	2012 £	2011 £
	1 August	789,347	512,895
	Revaluation of investments during the year to market value	58,372	333,409
	Transfer of realised (profits) to income and expenditure account (note 13)	(142,945)	(56,957)
	31 July	<u>704,774</u>	<u>789,347</u>

SFIA Educational Plans Limited
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 July 2012

13	INCOME AND EXPENDITURE ACCOUNT	2012	2011
		£	£
	1 August	(55,059)	(158,732)
	Retained (deficit)/surplus	(240,545)	46,716
	Transfer of realised profits from revaluation reserve (note 12)	142,945	56,957
	31 July	<u>(152,659)</u>	<u>(55,059)</u>
14	RECONCILIATION OF MOVEMENT IN FUNDS	2012	2011
		£	£
	1 August	4,234,288	3,854,163
	Retained (deficit)/surplus for the year	(240,545)	46,716
	Revaluation of investments during the year to market value	58,372	333,409
	31 July	<u>4,052,115</u>	<u>4,234,288</u>

15 COMMITMENTS UNDER OPERATING LEASES

At 31 July 2012 the company had annual commitments under non-cancellable operating leases as follows

	2012	2011
	£	£
Land and buildings		
expiring within 1 year	-	13,380
expiring within 1 to 2 years	9,600	-
	<u>9,600</u>	<u>13,380</u>

16 PARENT UNDERTAKING

The company is 100% owned by SFIA Educational Trust Limited, a Registered Charity and the company's ultimate parent undertaking SFIA Educational Trust Limited's principal business address is Tectonic Place, Holyport Road, Maidenhead, Berkshire SL6 2YE

There is no ultimate controlling party

17 PENSION COMMITMENTS

For two employees the company contributes to their individual Personal Pension Plans. The company paid total pension contributions of £214,225 (2011 £63,145) during the year. There were no amounts outstanding at the year end. The increase is due to the exceptional costs in the year, as explained in note 3 on page 11.

18 RELATED PARTY DISCLOSURES

The company has taken advantage of exemptions conferred by Financial Reporting Standard 8 not to disclose related party transactions with the parent undertaking, SFIA Educational Trust Ltd.