

Loreto Education Trust

(A Company Limited by Guarantee not having a Share Capital)

Directors Report and Financial Statements

For the year ended 31st August 2015

Loreto Education Trust
(A Company Limited by Guarantee not having a Share Capital)

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Loreto Education Trust

Directors' Report For the year ended 31st August 2015

Audited Financial Statements

The Directors present their report and the audited financial statements for the year ended 31st August 2015.

Principal Activity

The principal activity of the company is the advancement of education and to aid the development and implementation of the educational policy of the Institute of the Blessed Virgin Mary.

Principal Risks and Uncertainties

The directors are responsible for the company's system of internal controls and for reviewing its effectiveness. The internal control system is designed to manage, rather than eliminate the risk of failure to achieve the company's business objectives and can only provide reasonable and not absolute assurance against material misstatements or deficit. The directors are not aware of any specific risks or uncertainties which would have an impact on the company.

Directors

There were no changes to the Board during the year.

Review of Business and Future Developments

The Irish Province of the Institute of the Blessed Virgin Mary, also known as the Loreto Sisters, transferred the Patronage of certain schools to the Company on 1st January 2008. The trusteeship of the following schools was transferred from the Institute of the Blessed Virgin Mary to the Company.

Post Primary

Loreto Secondary School, Balbriggan, Co. Dublin.
Loreto High School, Beaufort, Rathfarnham, Dublin 14.
Loreto Secondary School, Bray, Co. Wicklow.
Loreto College, Cavan.
Loreto Secondary School, Clonmel, Co. Tipperary.
Loreto College, Crumlin Road, Dublin 12.
Loreto Abbey, Dalkey, Co. Dublin.
Loreto Secondary School, Fermoy, Co. Cork.
Loreto College, Foxrock, Dublin 18.
Loreto Secondary School, Kilkenny.
Loreto Secondary School Letterkenny, Co. Donegal.
Loreto College, Mullingar, Co. Westmeath.
Loreto Secondary School, St. Michaels, Navan, Co. Meath.
Loreto College, 53 St. Stephen's Green, Dublin 2.
Loreto College, Swords, Co. Dublin.
Loreto Secondary School, Spawell Road, Wexford.

Primary

St. Patrick's Loreto Primary School, Bray, Co. Wicklow.
Scoil Mhuire Ogh II, Crumlin Road, Dublin 12.
Loreto Primary School, Dalkey, Co. Dublin.
Loreto Primary School, Grange Road, Rathfarnham, Dublin 14.
Loreto Junior School, 53 St. Stephen's Green, Dulin 2.

Responsibility as co-trustees of the following schools was also transferred:-

Community

St. Aidan's Community School, Brookfield, Tallaght, Dublin 24.
Gorey Community School, Gorey, Co. Wexford.

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Loreto Community School, Milford, Co. Donegal.
Portmarnock Community School, Portmarnock, Co. Dublin.
Pobalscoil na Trionoide, Youghal, Co. Cork.

Results

The results for the year are set out in the Income and Expenditure account on page 4.

Proper Books of Account

The measures taken by the directors to ensure compliance with the requirements of Section 281 to 285 of the Companies Act 2014, regarding proper books of account are the implementation of necessary policies and procedures for recording transactions, the employment of competent accounting personnel with appropriate expertise and the provision of adequate resources to the financial function. The books of account of the company are maintained at Loreto Education Office, Foxrock, Dublin 18.

Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the surplus or deficit of the company for that year. In preparing these financial statements the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2014. 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.

Auditors

The auditors, O'Brien Harnett & Associates, Chartered Accountants and Registered Auditors, have indicated their willingness to continue in office in accordance with the provisions of Section 380(2) of the Companies Act 2014.

On behalf of the Board

Edward Fynes

Director

Sr. Marie Céline Clegg I.B.V.M.

Director

9th November 2015

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Independent Auditors' Report to the Members of Loreto Education Trust

We have audited the financial statements of Loreto Education Trust for the year ended 31st August 2015 which comprise the Income and Expenditure, the Balance Sheet, the Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is Irish Law and accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland (Generally Accepted Accounting Practice in Ireland).

This report, including the opinions, is made solely for the Company's members as a body in accordance with Section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the Company's members those matters that we are required to state to them in the audit report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility for anyone other than the Company or the Company's members as a body for our audit work, for the report, or for the opinions we have formed.

Respective responsibilities of directors and Auditors

As explained more fully in the Director's Responsibilities Statement, set out on page 2, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and otherwise comply with the Companies Act 2014. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors including the "APB Ethical Standard - Provisions Available for Small Entities (Revised)", in relation to the circumstances set out in note 2 to the financial statements.

Scope of the audit of the Financial Statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on the Financial Statements

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the Company as at 31st August 2015, and its results for the year then ended; and
- have been properly prepared in accordance with the relevant financial reporting framework and, in particular, with the requirements of the Companies Act 2014.

Matters by which we are required to report by the Companies Act 2014

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion the accounting records of the Company were sufficient to permit the financial statements to be readily and properly audited.
- The financial statements are in agreement with the books of account.
- In our opinion the information given in the Directors' report 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 provisions in the Companies Act 2014, which require us to report to you if, in our opinion the disclosures of the Directors' remuneration and transactions specified by law are not made.

Andrew Kevitt FCA
For and on behalf of O'Brien Harnett & Associates,
Chartered Accountants and Statutory Audit Firm,
25 January 2016

97 Haddington Road,
Ballsbridge,
Dublin 4.

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Income and Expenditure Account
For the year ended 31st August 2015

	Note	2015	2014
		€	€
Income		587,534	572,737
Administrative expenses		<u>(487,555)</u>	<u>(469,627)</u>
Operating surplus	5	99,979	103,110
Capital Appreciation		<u>233,538</u>	<u>654,490</u>
Overall Surplus for year		<u><u>333,517</u></u>	<u><u>757,600</u></u>

The Loreto Education Trust had no recognised gains or losses in the two financial periods other than those dealt with in the Income and Expenditure account.

The Financial Statements were approved by the directors and signed on their behalf by:

Edward Fynes

Director

Sr. Marie Celine Clegg I.B.V.M.

Director

9th November 2015

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Balance Sheet
as at 31st August 2015

	Notes	€	2015 €	€	2014 €
Fixed Assets					
Tangible assets	6		6,544		8,988
Investments	7		5,058,705		4,825,167
			<u>5,065,249</u>		<u>4,834,155</u>
Current Assets					
Stocks	8	2,240		2,613	
Debtors		395		3,572	
Cash at bank and in hand		943,070		879,391	
		<u>945,705</u>		<u>885,576</u>	
Creditors: amounts falling due within one year	9	<u>(24,652)</u>		<u>(66,946)</u>	
Net Current Assets			921,053		818,630
Creditors: amounts falling due after more than one year	10		<u>(3,136,674)</u>		<u>(3,136,674)</u>
Net Assets			<u>2,849,628</u>		<u>2,516,111</u>
Reserves					
Capital Contribution			702,834		702,834
Accumulated funds	11		2,146,794		1,813,277
			<u>2,849,628</u>		<u>2,516,111</u>

The financial statements were approved by the directors and signed on its behalf by:

Edward Fynes

Director

Sr. Marie Celine Clegg I.B.V.M.

Director

9th November 2015

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Cash Flow Statement
for the year ended 31st August 2015

	Notes	2015 €	2014 €
Net cash Inflow from operating activities	12	63,679	139,323
Acquisition of fixed assets		-	(4,380)
Net cash at 1st September 2014		879,391	744,448
Net cash at 31st August 2015		<u>943,070</u>	<u>879,391</u>

The financial statements were approved by the directors and signed on its behalf by:

Edward Fynes

Director

Sr. Marie Celine Clegg I.B.V.M.

Director

9th November 2015

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Notes to the Financial Statements
For the year ended 31st August 2015

1. Accounting Policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention.

1.2. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Office Equipment	-	10% Straight Line
Computer equipment	-	33.33% Straight Line

1.3. Investments

Investments are shown at the market value ruling at the year end date. All gains or losses on investments are reflected in the income and expenditure account. Income from other financial fixed asset investments, is recognised in the income and expenditure account in the year in which it is receivable.

1.4. Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction or at the contracted rate. The resulting monetary assets and liabilities are translated at the balance sheet rate or the contracted rate and the exchange differences are dealt with in the income and expenditure account.

1.5. Legacies and Donations

Legacies and donations are recognised when receivable or when the Loreto Education Trust becomes legally entitled to them. Receipts of property, investments or other gifts are included at market value.

1.6. Stock

Stock is stated at the lower of cost and net realisable value. Cost represents invoiced cost of purchase and transport charges.

1.7. Taxation

The company is registered as an exempt charitable company and consequently is not liable to corporation tax.

2. Provisions Available for Small Entities

In accordance with many other businesses of our size and nature we use our auditors to prepare and submit returns to the Revenue Commissioners, the Companies Registration Office and to assist in the preparation of the financial statements.

3. Basis of preparing the financial statements

The financial statements have been prepared on a going concern basis.

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Notes to the Financial Statements
For the year ended 31st August 2015

4. Employees

Number of employees

The average numbers of employees
(including the directors) during the year were:

	2015	2014
	Number	Number
Management	1	1
	<u>1</u>	<u>1</u>

Employment costs

	2015	2014
	€	€
Salary costs	99,863	105,712
Pension Costs	29,959	30,048
Social welfare costs	2,120	2,110
	<u>131,942</u>	<u>137,870</u>

5. Operating Surplus

	2015	2014
	€	€
Depreciation of tangible assets	<u>2,444</u>	<u>2,856</u>
Auditors' remuneration	<u>4,932</u>	<u>3,764</u>

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Notes to the Financial Statements
For the year ended 31st August 2015

6. Tangible assets

	Computer equipment	Office Equipment	Total
	€	€	€
Cost			
At 1st September 2014	6,262	17,369	23,631
Additions	-	-	-
At 31st August 2015	<u>6,262</u>	<u>17,369</u>	<u>23,631</u>
Depreciation			
At 1st September 2014	5,280	9,363	14,643
Charge for the year	982	1,462	2,444
At 31st August 2015	<u>6,262</u>	<u>10,825</u>	<u>17,087</u>
Net book value			
At 31st August 2015	<u>-</u>	<u>6,544</u>	<u>6,544</u>
At 31st August 2014	<u>982</u>	<u>8,006</u>	<u>8,988</u>

7. Financial Fixed Assets

	2015	2014
	€	€
Opening Market Value	4,825,167	4,170,677
Inflows	2,000,000	-
Outflows	(2,000,000)	-
Capital Appreciation	233,538	654,490
Closing Market Value	<u>5,058,705</u>	<u>4,825,167</u>

8. Stocks

	2015	2014
	€	€
Stock	<u>2,240</u>	<u>2,613</u>

9. Creditors: amounts falling due within one year

	2015	2014
	€	€
Accruals	<u>24,652</u>	<u>66,946</u>

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10. Creditors: amounts falling due after more than one year	2015 €	2014 €
Ammounts due to the Institute of the Blessed Virgin Mary	3,136,674	3,136,674
	<u> </u>	<u> </u>
11. Accumulated Fund	2015 €	2014 €
Balance at 1st September 2014	1,813,277	1,055,677
Overall Surplus	333,517	757,600
	<u> </u>	<u> </u>
Balance at 31st August 2015	2,146,794	1,813,277
	<u> </u>	<u> </u>
12. Reconciliation of operating surplus to net cash inflow from operating activities	2015 €	2014 €
Operating Surplus	99,979	103,110
Depreciation	2,444	2,856
Decrease in Stocks	373	5,106
Decrease/(Increase) in Debtors	3,177	(3,572)
(Decrease) / Increase in Creditors	(42,294)	31,823
	<u> </u>	<u> </u>
Net cash Inflow from operating activities	63,679	139,323
	<u> </u>	<u> </u>
13. Approval of financial statements		
The financial statements were approved and authorised for issue by the Board of Directors on the 9th November 2015.		