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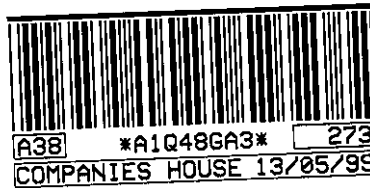
THE TITUS TRUST

Company Registration Number: 3473879

Charity Commission Reference Number: 1066751

REPORT AND ACCOUNTS

31st October 1998



THE TITUS TRUST

10, Deepdale, Wimbledon, London SW19 5EZ

ACCOUNTS FOR THE PERIOD ENDED 31ST OCTOBER 1998

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THE TITUS TRUST

TRUSTEES REPORT FOR THE PERIOD ENDED 31ST OCTOBER 1998

Legal and Administrative Details

The Trust was incorporated on 1st December 1997 as a company limited by guarantee and is registered as a charity with the Charity Commission. The liability of the Trustees in the event of the Trust being wound up is limited to a sum not exceeding £10.

Statement of the Trustees' Responsibilities

Company law requires the Trustees to prepare Accounts for each financial period which give a true and fair view of the state of affairs of the Trust and of the surplus or deficit for that period. In preparing those Accounts, the Trustees are required to:

select suitable accounting policies and then apply them consistently;

make judgements and estimates that are reasonable and prudent;

state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the Accounts.

prepare the Accounts on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Trust and to enable them to ensure that the Accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Principal Activity

The Trust exists to further the work of the Gospel in Independent Schools in England and Wales.

The objectives of the Trust are currently achieved by providing Scripture Union with the funds under a franchise agreement to pay the salaries and associated expenses of their Independent Schools Staff Team and by administering five holiday camps.

Trustees

The following have acted as Trustees throughout the period from the date of incorporation:

Mr. Michael Bewes

Mrs. Rachel Dowdy

Revd. David Fletcher

Mr. Simon Pilcher

Mr. Andrew Dalton

Revd. David Eaton (Secretary)

Mr. Giles Rawlinson (Chairman)

Mr. David Wilkinson

Company Secretary

Revd. David Eaton

THE TITUS TRUST

TRUSTEES REPORT FOR THE PERIOD ENDED 31ST OCTOBER 1998 (Continued)

Solicitors

Monro Pennefather & Co., 8 Great James Street, London WC1N 3DA.

Auditors

Griffin Stone, Moscrop & Co., Chartered Accountants and Registered Auditors, 41 Welbeck Street, London W1M 8HD.

Bankers

National Westminster Bank p.l.c.
89 Mount Pleasant Road
Tunbridge Wells
TN1 1PX

Investment Managers

Mercury Asset Management p.l.c.
33 King William Street
London
EC4R 9AS

Registered Office

10 Deepdale
Wimbledon
London
SW19 5EZ

Associated Charity

Scripture Union
207-209 Queensway
Bletchley, Bucks
MK2 2EB

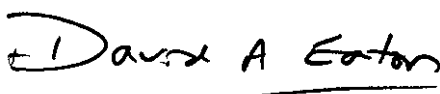
Financial Report

The results for the eleven month period are shown on page 3. The Titus Trust took over the activities of the Iwerne Trust on 1st December 1997, and on that date the Iwerne Trust gifted its assets of £363,985 (as shown in note 2) to The Titus Trust.

Auditors

A resolution to re-appoint the auditors, Griffin Stone, Moscrop & Co., will be proposed at the Annual General Meeting

By Order of the Trustees and signed on 23rd March 1999 by



The Revd. David Eaton
Secretary

THE TITUS TRUSTSTATEMENT OF FINANCIAL ACTIVITIESFOR THE ELEVEN MONTH PERIOD ENDED 31ST OCTOBER 1998

	<u>Notes</u>	
Income and Expenditure		
Incoming Resources		
Donations	2	696,073
Holiday Camp Income	3	205,200
Investment Income	4	15,468
		<hr/>
Total Incoming Resources		916,741
		<hr/>
Resources Expended		
Direct Charitable Expenditure		
Holiday Camp Expenditure	5	561,250
Management and Administration	6	33,192
		<hr/>
Total Resources Expended	7	594,442
		<hr/>
Income for the period		322,299
Other Recognised Gains and Losses		
Gains on Investments		
Realised		9,733
Unrealised		17,656
		<hr/>
Net Movement of Funds and Balance carried forward, 31st October 1998		£ 349,688
		<hr/> <hr/>

Total Recognised Gains and Losses

Apart from the above there are no other recognised gains and losses for the above period.

The attached Notes form an integral part of these Accounts and should be read in conjunction therewith.


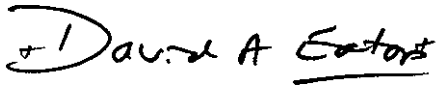
THE TITUS TRUST

BALANCE SHEET

31ST OCTOBER 1998

	<u>Notes</u>	
<u>Fixed Assets</u>		
Tangible Assets	8	18,164
Investments	9	219,560
		<hr/>
		237,724
<u>Current Assets</u>		
Debtors	10	32,920
Cash at Banks and in Hand		120,967
		<hr/>
		153,887
<u>Deduct: Creditors falling due within one year</u>	11	41,621
		<hr/>
<u>Net Current Liabilities</u>		112,266
		<hr/>
<u>Total Assets less Current Liabilities</u>		349,990
<u>Deduct: Creditors falling due after more than one year</u>	12	302
		<hr/>
		£ 349,688
		<hr/> <hr/>
<u>Funds</u>		
Unrestricted Fund		349,688
		<hr/>
		£ 349,688
		<hr/> <hr/>

Approved by the Trustees on 23rd March 1999 and signed on its behalf by:-

+ 	+)	
G. A. RAWLINSON)	CHAIRMAN
)	
)	
+ )	
THE REV. D. EATON)	TREASURER

The attached Notes form an integral part of these Accounts and should be read in conjunction therewith.

THE TITUS TRUSTNOTES TO THE ACCOUNTS - 31ST OCTOBER 19981. Accounting Policies(a) Basis of Preparation

The Accounts have been prepared in accordance with the provisions of the Companies Act 1985, the Statement of Recommended Practice Accounting by Charities, and applicable Accounting Standards. Where necessary the headings laid down in the Companies Act have been adopted to meet the special circumstances of the Trust. The Trust qualifies as a small company under the Companies Act 1985 and the trustees have taken advantage of the exemption under Financial Reporting Standard No.1 not to prepare a cash flow statement.

(b) Covenanted Gifts

Gifts received under deed of covenant are credited to Incoming Resources, together with the appropriate tax recoverable, in the year to which they relate. Amounts in respect of future periods are carried forward and included in the Balance Sheet in Creditors.

(c) Investments

Investments are stated at market value. Realised and unrealised investment gains and losses are taken to the Statement of Financial Activities.

(d) Investment Income and Interest Receivable

Income from investments and deposit interest are included in the Statement of Financial Activities when becoming receivable. Investment income is included gross of recoverable taxation.

(e) Donations

Donations received are credited to Incoming Resources on receipt by the Trust.

(f) Tangible Fixed Assets and Depreciation

Depreciation is provided at the following rates in order to write off the costs of the tangible fixed assets over their expected useful lives:

Equipment	20% - 33 $\frac{1}{3}$ % on cost or reducing balance.
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2. Donations

	<u>Total Funds</u>
Gifts	322,088
Net assets gifted to the Trust from The Iwerne Trust on 1st December 1997	363,985
	<hr/>
	£ 696,073
	<hr/> <hr/>

THE TITUS TRUSTNOTES TO THE ACCOUNTS - 31ST OCTOBER 1998 (Continued)3. Holiday Camp Income

	<u>Total Funds</u>
Fees	179,602
Other Income	25,598
	<hr/>
	£ 205,200
	<hr/> <hr/>

4. Investment Income

Charinco Dividends	6,319
Charishare Dividends	4,351
Bank Deposit Interest	4,798
	<hr/>
	£ 15,468
	<hr/> <hr/>

5. Holiday Camp Expenditure

Staff Costs	209,586
Other Staff Costs	28,095
Rent and Water	134,137
Food	51,534
Activities	26,738
Other Direct Costs	34,545
Office Support	16,331
Other Office Support	16,671
Camp Administration	35,854
Depreciation	7,759
	<hr/>
	£ 561,250
	<hr/> <hr/>

THE TITUS TRUSTNOTES TO THE ACCOUNTS - 31ST OCTOBER 1998 (Continued)

<u>6. Management and Administration</u>	<u>Total Funds</u>
Staff Costs	13,691
Office Costs	8,318
Publicity	3,830
Travel Costs	204
Audit Fees	4,744
Professional Fees	1,547
Depreciation	858
	<hr/>
	£ 33,192
	<hr/> <hr/>

<u>7. Total Resources Expended</u>	<u>Staff Costs</u>	<u>Depreciation</u>	<u>Other Costs</u>	<u>Total</u>
Direct Charitable Expenditure	209,586	7,759	343,905	561,250
Management and Administration	13,691	858	18,643	33,192
	<hr/>	<hr/>	<hr/>	<hr/>
	£ 223,277	8,617	362,548	594,442
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<u>Staff Costs</u>				
Wages and Salaries				192,039
Social Security Costs				15,069
Pension Costs				16,169
				<hr/>
				£ 223,277
				<hr/> <hr/>

The average number of full time employees, analysed by function, was:

	<u>Number</u>
Holiday Camps	10
Management and Administration	1
	<hr/>
	11
	<hr/> <hr/>

A number of Holiday Camp employees are technically employed by Scripture Union but are fully funded by the Trust. The Trust does not operate a pension scheme, the pension costs shown above represent payments to Scripture Union or to other occupational schemes. None of the Trustees received any remuneration or expenses during the period.

THE TITUS TRUSTNOTES TO THE ACCOUNTS - 31ST OCTOBER 1998 (Continued)

8. <u>Tangible Fixed Assets</u>	<u>Office Equipment</u>	<u>Camps Equipment</u>	<u>Total</u>
At Cost			
Transferred from The Iwerne Trust	2,871	23,519	26,390
Additions at Cost	-	8,999	8,999
Disposals at Cost	-	(630)	(630)
At 31st October 1998	<u>2,871</u>	<u>31,888</u>	<u>34,759</u>
Accumulated Depreciation			
Transferred from The Iwerne Trust	2,013	6,375	8,388
Charge for the period	858	7,759	8,617
Eliminated on Disposals	-	(410)	(410)
At 31st October 1998	<u>2,871</u>	<u>13,724</u>	<u>16,595</u>
Net Book Value, At 31st October 1998	<u>£ -</u>	<u>18,164</u>	<u>18,164</u>

9. Investments

United Kingdom Quoted Investments	
Transferred from The Iwerne Trust	257,171
Disposals at opening market value	(55,267)
Change in market values	17,656
	<u> </u>
Market Value at 31st October 1998	£ 219,560
	<u> </u>
Historical cost at 31st October 1998	£ 142,013
	<u> </u>

The quoted investments are held in Charishare and Charinco distribution units.

10. Debtors

Staff Loans	3,686
Income Tax Recoverable	22,113
Other Debtors	5,996
Accrued Income	1,125
	<u> </u>
	£ 32,920
	<u> </u>

THE TITUS TRUSTNOTES TO THE ACCOUNTS - 31ST OCTOBER 1998 (Continued)11. Creditors falling due within one year

Amounts owed to Scripture Union	29,225
Deeds of Covenant	303
Social Security and Other Taxes	206
Other Creditors and Loans	11,887

£ 41,621

12. Creditors falling due after more than one year

Deeds of Covenant	£ 302
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AUDITOR'S REPORTTO THE TRUSTEES OF THE TITUS TRUST

We have audited the Accounts on pages 3 to 9 which have been prepared under the accounting policies set out on page 6.

Respective responsibilities of the Trustees and Auditors

As described on page 1 the Trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the Accounts. It is our responsibility to form an independent opinion, based on our audit on those Accounts and to report our opinion to you.

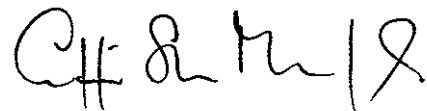
Basis of Opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practice Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the Accounts. It also includes an assessment of the significant estimates and judgements made by the Trustees in the preparation of the Accounts, and whether the accounting policies are appropriate to the Trust's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Accounts are free from material mis-statement whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the Accounts.

Opinion

In our opinion the Accounts give a true and fair view of the state of the Trust's affairs at 31st October 1998 and of the Incoming and Outgoing Resources for the period then ended, and have been properly prepared in accordance with the Companies Act 1985.



GRIFFIN STONE, MOSCROP & CO.
CHARTERED ACCOUNTANTS
AND REGISTERED AUDITORS

41, Welbeck Street,
LONDON W1M 8HD.

26th March 1999