

**TRINITY COLLEGE, CAMBRIDGE**

**ANNUAL REPORT OF THE TRUSTEES  
AND ACCOUNTS FOR THE YEAR ENDED**

**30 JUNE 2011**

**TRINITY COLLEGE, CAMBRIDGE  
ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2011**

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**TRINITY COLLEGE, CAMBRIDGE**  
**ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2011**

**TRUSTEES AND PRINCIPAL ADVISERS**

**Trustees, Members of College Council**

Lord Rees of Ludlow, Master  
Professor Michael Proctor, Vice-Master  
Professor Grae Worster, Senior Tutor  
Mr Rory Landman, Senior Bursar  
Dr Rod Pullen, Junior Bursar  
Dr Peter Sarris (until 7<sup>th</sup> February 2011)  
Dr Imre Leader (until 7<sup>th</sup> February 2011)  
Dr Sachiko Kusukawa (until 7<sup>th</sup> February 2011)  
Dr Hugh Hunt  
Professor John Lister  
Ms Joanna Miles  
Professor Alan Windle  
Dr Marian Holness (resigned 8 July 2011)  
Professor Daniel Wolpert  
Professor John Hinch (w.e.f. 7<sup>th</sup> February 2011)  
Dr Glen Rangwala (w.e.f. 7<sup>th</sup> February 2011)  
Professor Angela Leighton (w.e.f. 7<sup>th</sup> February 2011)  
Dr Richard Serjeantson (w.e.f. 17<sup>th</sup> October 2011)  
Dr Chris Morley, Secretary to College Council

**Bankers**

Barclays Bank plc  
Barclays Commercial Bank  
PO Box 885  
Mortlock House  
Histon  
Cambridge, CB24 9DE.

**Property Advisers**

Bidwells LLP  
Bidwell House  
Trumpington Road  
Cambridge, CB2 9LD

Savills LLP  
9 Fletcher Gate  
Nottingham, NG1 7QQ

**Auditors**

PricewaterhouseCoopers LLP  
7 More London  
Riverside  
London, SE1 2RT

**Registered Address**

Trinity College  
Trinity Street  
Cambridge  
CB2 1TQ

**Custodians**

The Northern Trust Company  
50 Bank Street  
London, E14 5NT

**Solicitors**

Mills & Reeve  
112 Hills Road  
Cambridge, CB2 1PH

**Investment Consultants**

Cambridge Associates  
80 Victoria Street  
4<sup>th</sup> Floor  
Cardinal Place  
London, SW1E 5JL

Historic name according to the Royal Charter dated 19<sup>th</sup> December, 1546:  
**TRINITY COLLEGE WITHIN THE TOWN AND UNIVERSITY OF CAMBRIDGE OF KING HENRY  
THE EIGHTH'S FOUNDATION**

Registered Charity No: 1137604

# TRINITY COLLEGE, CAMBRIDGE

## ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2011

The board of Trustees, the College Council, presents its statutory report and accounts for the year ended 30 June 2011.

### **Structure, Governance and Management**

Trinity College, Cambridge, was founded in 1546 by King Henry VIII. In October 2010, the College had 183 Fellows (academic staff involved in teaching, research and administration) and 1,021 junior members in residence (671 undergraduates, 350 graduates).

The current Statutes of the College were made under the Universities of Oxford and Cambridge Act 1923 by an Order in Council dated 30 April 1926. Subsequent alterations have been made on various dates by the procedure set out in the Statutes and in accordance with Section 7 of the 1923 Act.

In accordance with the Statutes, the College is administered by the College Council. Members of the Council are charity trustees under the Charities Act 2006. The Master, plus thirteen Fellows, four ex officio, serve as members of the College Council. The charity trustees receive no payment as such. The Council has Standing Orders governing its meetings, including one on conflicts of interest. The Council sets down rules, regulations and procedures governing most aspects of College life.

The Council is (with limited exceptions) subject to review by a College Meeting, namely a meeting of the Master and Fellows. There are at least two College Meetings each year, the Accounts Meeting following the audit and the Annual College Meeting at which members of the Council are elected (three each year, to serve for three years). Newly elected members of the Council who will as Fellows already be familiar with the College's Statutes and Ordinances, receive a briefing on the duties of Trustees and are required to register any interests under the College's conflicts of interest policy. Special College Meetings may be summoned by a procedure specified in the Statutes.

The principal officers of the College include the Master (who is appointed by the Crown on nomination by the College), the Vice-Master (who is elected by the Fellows), the Senior Tutor, and the Senior and Junior Bursars (all three appointed by the Council) – these are all members of the Council ex officio. Other officers include the other Tutors, the Deans of College and Chapel, the Librarian, the Lecturers, the Steward and the Chaplains.

There are a number of committees in the College, some standing, some appointed by the Council for a particular purpose. Members of committees are appointed by the Council, and membership of standing committees is reviewed annually. The committees make recommendations to the Council, and decisions are taken by the Council.

There is a Liaison Committee, including several representatives elected by the junior members of the College and some Fellows appointed by the Council, whose remit is to discuss and make recommendations about matters of concern to junior members. The Liaison Committee's minutes are received by the Council.

The Staff Consultation Committee, chaired by the Master, is where elected representatives of College Staff meet with the Junior Bursar and Head of Personnel to discuss matters of interest to staff collectively. It reports as appropriate to other College bodies.

Financial and operational risks are the responsibility of the Senior and Junior Bursars respectively and are reviewed by relevant College Committees who report to College Council.

### **Objectives and Activities**

The object of Trinity College is advancement for the public benefit of education, religion, learning and research, primarily by the maintenance and development of a College in the University and City of Cambridge.

The College provides, in conjunction with the University of Cambridge of which it is part, education for undergraduate and graduate students which is recognised internationally as being of the highest standard.

Bursaries and studentships are provided, when needed, to both undergraduate and graduate members of the College of limited means.

## TRINITY COLLEGE, CAMBRIDGE ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2011

The College admits as members those students and academics who have the highest potential to benefit from the educational and research facilities that the College provides as a constituent College in Cambridge University and who therefore must satisfy high academic requirements for entry. The College has no geographical or religious barriers to entry - members come from a very wide range of backgrounds – and there are no age restrictions, save that the College does not normally admit students under the age of 18 at entry.

As a constituent College in Cambridge University, dependent on the success of the University if the College's object is to be achieved, the College makes grants to other Colleges, Trusts and institutions in the University with objects similar to its own. The College makes grants to the Isaac Newton Trust, established by the College in 1988, which in turn supports Departments, bodies and individuals in the wider University. The Isaac Newton Trust is an independent charity which shares some common trustees. The College also under its Statute XLVI from time to time makes donations to charities in and around the City of Cambridge, and to appropriate bodies in areas where it owns property.

In order to assist undergraduates entitled to Student Support, the College provides through a scheme operated in common with the University, other Colleges and the Isaac Newton Trust, bursary support for those of limited financial means

The great majority of the academic staff are Fellows of the College, elected in the various ways prescribed by the College's Statutes. As well as Teaching Staff, the Fellowship also includes Research Fellows (Junior and Senior), certain senior administrative officers, some Professors in the University, and persons who have retired after long service in one or more of these roles.

The Council has given due regard to the guidance on public benefit published by the Charity Commission, and to its two key principles, that there must be identifiable benefit and that the benefit must be to the public or a section of the public. The Council is satisfied that the object and activities of the College fully meet the public benefit requirements.

### **Achievements and Performance**

The College admitted 191 undergraduate students in October 2010 for regular study from all backgrounds across the wide range of subjects studied in the University. A further 12 students were admitted for one year on various exchange or visitor programmes. As usual, many students (50) returned after graduation for further study, and the College admitted a further 78 graduates of other Universities, rather more than in previous years, to read for Master's and/or Doctor's degrees in various subjects. Ten students continued to a PhD after completing a Master's degree. During the year junior members achieved 37 Master's degrees and 53 PhDs.

The College ranked first in both the Baxter Tables and the Tompkins Table, which measure the relative academic performances of undergraduates in the various colleges. Considering the most recent three years of data, the College is assessed to be significantly above the average in Classics, Maths, Medical Sciences, Natural Sciences and Politics, Psychology and Sociology.

The College elected eight Junior Research Fellows in October 2010, in an open competition, and during the year it elected two outstanding academics to become Senior Research Fellows in October 2011, along with four Professors in the University and three new Teaching Fellows. The College's Teaching Staff are research-active and many distinctions are earned each year as reported in the College's Annual Record. The Fellowship currently includes 34 who are Fellows of the Royal Society and 22 who are Fellows of the British Academy.

## TRINITY COLLEGE, CAMBRIDGE

### ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2011

The year under review saw the successful completion of a substantial kitchen refurbishment, initiation of renovation works in the Chapel and Porters' Lodge (both completed by October 2011) and the preparation for some major works on New Court to be started in the Long Vacation 2012. The Bursary and College Office have been merged and the Porters' Lodge restructured to reflect increasing use by the College of modern IT based systems, with savings in staff in both cases.

#### Financial Review

The financial position of the College remains strong. As well as its direct activities, the College has been able to make substantial grants totalling £5.0m out of its resources to support wider Collegiate Cambridge. However, the College is not immune from wider economic pressures, and pressure on rents is likely to restrain the College's income for a number of years. The charge for rates on empty properties at £454k (2010 £278k) is an increasingly serious drag on the College's resources.

In order to cushion any downturn, the College seeks to maintain reserves at up to twice recurrent expenditure in its General Funds and one year's income in the Amalgamated Trusts Fund. Reserves have not yet reached these levels, however none of the College's funds is in material deficit.

The maintenance of the College's fabric and infrastructure is a constant draw on the College's resource with significant variations from year to year. Maintenance, repairs and improvements totalled £7.6m (2010 £8.6m).

The investment objective of the College is to maximise its long term real income growth. This is intended to be achieved mainly through investing in property and equities. The annual performance when measured in terms of valuation has a weak correlation with this long term objective, since in the short term asset prices are affected not just by income growth, but by ephemeral factors such as changing discount rates, liquidity, and exuberance (rational or otherwise). Although the current valuation of the College's assets rose by 11.6% in the year to £838.3m, the College's investment income was flat.

This is the first year in which the College's Accounts have been presented in the Charities SORP format. This presents some challenges in interpretation. The Statement of Financial Activities shows net incoming resources of £11.9m. However, as well as the usual items of income and expenditure, this amount includes items such as realised capital gains and benefactions and donations which Council do not regard as expendable. Endowment Funds represent permanent capital and the income allocated to them needs to be retained to fund the maintenance of the investment assets and to guard against capital depletion. Restricted Funds, and the income arising, can be used only for specific purposes for which they were originally given to the College. Therefore for operational purposes the key indicator is the net incoming resources for the College's General and Designated Funds. Allowing for donations and including a VAT refund of £0.7m relating to prior years, this shows a surplus for the year of £1.8m.

**TRINITY COLLEGE, CAMBRIDGE**  
**ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2011**

**STATEMENT OF RESPONSIBILITIES**

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments 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 financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 1993, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the College Council on 21<sup>st</sup> November 2011

Professor Michael Proctor, Vice-Master

Mr Rory Landman, Senior Bursar

# TRINITY COLLEGE, CAMBRIDGE

## ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2011

### INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF TRINITY COLLEGE, CAMBRIDGE

We have audited the financial statements of Trinity College, Cambridge ("the College") for the year ended 30 June 2011 which comprise Consolidated Statement of Financial Activities, the Consolidated and College Balance Sheets, the Consolidated Cash Flow Statement and the related notes. 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).

#### Respective responsibilities of trustees and auditors

As explained more fully in the Trustees' Responsibilities Statement set out on page 6, the Trustees are responsible for the preparation of financial statements which give a true and fair view.

We have been appointed as auditors under section 43 of the Charities Act 1993 and report in accordance with regulations made under section 44 of that Act. 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 Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the Parent Charity's Trustees as a body in accordance with Regulation 30 of The Charities (Accounts and Reports) Regulations 2008 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

#### 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 group's and Parent Charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and nonfinancial information in the annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

#### Opinion on financial statements

In our opinion:

- the financial statements give a true and fair view of the state of the group's and the Parent Charity's affairs as at 30 June 2011, and of the group's incoming resources and application of resources and group's cash flows, for the year then ended;
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- the financial statements have been prepared in accordance with the requirements of the Charities Act 1993;
- the financial statements comply with section 3 of Statute G, III, of the University of Cambridge Statutes; and
- the payment due from the College to the University of Cambridge under Statute G, II of the University of Cambridge is as advised in the provisional assessment by the University of Cambridge.



**TRINITY COLLEGE, CAMBRIDGE  
ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2011**

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities Act 1993 requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept by the Parent Charity; or
- the Parent Charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

**Other matter**

The financial statements for the year ended 30 June 2010, forming the corresponding figures of the financial statements for the year ended 30 June 2011, are unaudited.

PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
7 More London  
Riverside  
London  
SE1 2RT

PricewaterhouseCoopers LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

**TRINITY COLLEGE**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011**

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 JUNE 2011**

Unaudited

	Note	Endowment Funds £000's	General Funds (Unrestricted) £000's	Designated Funds £000's	Restricted Funds £000's	2011 Total £000's	2010 Total £000's
<b>INCOMING RESOURCES</b>							
<i>Incoming resources from generated funds:</i>							
Benefactions and donations		-	360	47	1,277	1,684	1,455
Activities for generating funds	2	-	193	82	20	295	760
Investment Income	3	7,559	36,425	299	3,307	47,590	47,649
		<u>7,559</u>	<u>36,978</u>	<u>428</u>	<u>4,604</u>	<u>49,569</u>	<u>49,864</u>
<i>Incoming resources from charitable activities</i>	4	-	7,689	-	90	7,779	9,482
<i>Other Incoming resources</i>		-	733	-	-	733	3
<b>TOTAL INCOMING RESOURCES</b>		<u>7,559</u>	<u>45,400</u>	<u>428</u>	<u>4,694</u>	<u>58,081</u>	<u>59,349</u>
<b>RESOURCES EXPENDED</b>							
<i>Costs of generating funds:</i>							
Fundraising costs		-	488	-	-	488	423
Loan Interest		-	3,517	-	-	3,517	3,495
Investment management costs	5	-	5,154	-	169	5,323	8,950
		<u>-</u>	<u>9,159</u>	<u>-</u>	<u>169</u>	<u>9,328</u>	<u>12,868</u>
<i>Cost of charitable activities</i>	6	-	32,386	758	1,587	34,731	32,287
<i>Governance costs</i>		-	317	-	-	317	371
<i>Other resources expended</i>	7	-	1,838	-	-	1,838	2,145
<b>TOTAL RESOURCES EXPENDED</b>		<u>-</u>	<u>43,700</u>	<u>758</u>	<u>1,756</u>	<u>46,214</u>	<u>47,671</u>
<b>NET INCOMING/(OUTGOING) RESOURCES BEFORE TRANSFERS</b>		<u>7,559</u>	<u>1,700</u>	<u>(330)</u>	<u>2,938</u>	<u>11,867</u>	<u>11,678</u>
Transfers between funds		-	(51)	871	(820)	-	-
<b>NET INCOMING/(OUTGOING) RESOURCES AFTER TRANSFERS</b>		<u>7,559</u>	<u>1,649</u>	<u>541</u>	<u>2,118</u>	<u>11,867</u>	<u>11,678</u>
<i>Other recognised gains &amp; losses:</i>							
Gains & Losses on Investment Assets		60,709	-	1,826	9,788	72,323	55,563
Actuarial gain/loss on defined benefit pension scheme		-	3,254	-	-	3,254	(635)
<b>NET MOVEMENTS IN FUNDS</b>		<u>68,268</u>	<u>4,903</u>	<u>2,367</u>	<u>11,906</u>	<u>87,444</u>	<u>66,606</u>
<b>Total funds brought forward</b>		<u>631,271</u>	<u>22,556</u>	<u>18,464</u>	<u>78,522</u>	<u>750,813</u>	<u>684,207</u>
<b>Total funds carried forward</b>		<u>699,539</u>	<u>27,459</u>	<u>20,831</u>	<u>90,428</u>	<u>838,257</u>	<u>750,813</u>

There are no recognised gains or losses other than those disclosed above. All of the above results derive from continuing operations.

**TRINITY COLLEGE**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011**

**CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2011**

	Note	2011 £000's	Unaudited 2010 £000's
<b>FIXED ASSETS</b>			
Investments	10	893,198	804,443
		<u>893,198</u>	<u>804,443</u>
<b>CURRENT ASSETS</b>			
Stock	11	2,162	2,293
Debtors: due after more than one year	12	3,136	7,677
Debtors due within one year	12	9,998	5,778
Cash at bank in hand		18,160	26,092
		<u>33,456</u>	<u>41,840</u>
<b>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	13	<u>(15,590)</u>	<u>(19,703)</u>
<b>NET CURRENT ASSETS</b>		<u>17,866</u>	<u>22,137</u>
<b>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</b>	14	(70,128)	(70,190)
<b>NET ASSETS EXCLUDING PENSION SCHEME LIABILITY</b>		<u>840,936</u>	<u>756,390</u>
<b>PENSION SCHEME LIABILITY</b>	16	(2,679)	(5,577)
<b>NET ASSETS INCLUDING PENSION SCHEME LIABILITY</b>		<u>838,257</u>	<u>750,813</u>
<i>Represented by:</i>			
Endowment funds	19	(699,539)	(631,271)
Restricted funds	19	(90,428)	(78,522)
Designated funds	19	(20,831)	(18,464)
General funds	19	(27,459)	(22,556)
		<u>(838,257)</u>	<u>(750,813)</u>

The notes on pages 13 to 24 are an integral part of these financial statements. The Financial Statements were approved by the College Council on 21st November 2011 and have been signed on their behalf by the Vice-Master and Senior Bursar.

**TRINITY COLLEGE**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011**

**COLLEGE BALANCE SHEET AS AT 30 JUNE 2011**

	Note	2011 £000's	Unaudited 2010 £000's
<b>FIXED ASSETS</b>			
Investments	10	889,071	768,763
		<u>889,071</u>	<u>768,763</u>
<b>CURRENT ASSETS</b>			
Stock	11	1,808	1,920
Debtors: due after more than one year	12	9,535	44,737
Debtors due within one year	12	5,515	5,813
Cash at bank in hand		16,608	26,092
		<u>33,466</u>	<u>78,561</u>
<b>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	13	<u>(13,244)</u>	(17,141)
<b>NET CURRENT ASSETS</b>		<u>20,222</u>	61,420
<b>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</b>	14	(70,000)	(70,000)
<b>NET ASSETS EXCLUDING PENSION SCHEME LIABILITY</b>		<u>839,293</u>	760,183
<b>PENSION SCHEME LIABILITY</b>	16	(2,679)	(5,577)
<b>NET ASSETS INCLUDING PENSION SCHEME LIABILITY</b>		<u>836,614</u>	754,606
<i>Represented by:</i>			
Endowment funds	20	(690,928)	(634,022)
Restricted funds	20	(94,353)	(78,522)
Designated funds	20	(20,787)	(18,369)
General funds	20	(30,546)	(23,693)
		<u>(836,614)</u>	<u>(754,606)</u>

The notes on pages 13 to 24 are an integral part of these financial statements. The Financial Statements were approved by the College Council on 21st November 2011 and have been signed on their behalf by the Vice-Master and Senior Bursar.

**TRINITY COLLEGE**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011**

**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2011**

	2011 £'000	Unaudited 2010 £'000
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net incoming/(outgoing) resources before other recognised gains & losses	11,867	11,678
Defined benefit scheme service cost adjustment	356	380
Decrease/(increase) in stocks	131	(14)
Decrease/(increase) in debtors	321	(5,743)
Increase/(decrease) in creditors	(4,175)	(4,781)
Investment income	(47,590)	(47,649)
Net cash outflow from operating activities	<u>(39,090)</u>	<u>(46,129)</u>
<b>RETURNS ON INVESTMENTS</b>		
Investment income	47,590	47,649
<b>CAPITAL EXPENDITURE AND FINANCIAL INVESTMENTS</b>		
Net purchase of fixed asset investments	(16,432)	(38,537)
<b>INCREASE/(DECREASE) IN CASH IN THE PERIOD</b>	<u>(7,932)</u>	<u>(37,017)</u>
Cash balance at the start of the year	<u>26,092</u>	<u>63,109</u>
Cash balance at end of the year	<u>18,160</u>	<u>26,092</u>

## TRINITY COLLEGE, CAMBRIDGE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

#### 1. STATEMENT OF ACCOUNTING POLICIES

##### **Basis of preparation**

These financial statements have been prepared in accordance with applicable United Kingdom Accounting standards and the Statement of Recommended Practice on Accounting by Charities (SORP 2005).

##### **Basis of accounting**

The financial statements have been prepared under the historical cost convention except for investments which are included at market value.

##### **Basis of consolidation**

The accounts show the results and state of affairs for Trinity College and its subsidiary undertakings (details of the subsidiary undertakings can be found in note 18). Subsidiaries are all entities over which the College has the power to control the financial and operating policies. Acquisitions made by the group are accounted for under the acquisition method of accounting. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are de-consolidated from the date that control ceases. Intra-group transactions and profits are eliminated fully on consolidation.

Results of affiliated clubs and societies are not consolidated as the College does not control the financial and operating policies of these undertakings with a view to gaining economic benefits from their activities. Grants made to clubs and societies are charged in the Statement of Financial Activities as expenditure for charitable purposes.

##### **Incoming resources**

Income is included in the statement of financial activities when the College is legally entitled to the income and the amount can be quantified with reasonable accuracy. Legacies and donations are accounted for when received.

Where income is received in advance, recognition is deferred and the amount included in creditors. Income is stated net of any VAT.

##### **Resources expended**

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources.

##### **Charitable exemption**

The College is a registered charity and claims exemption from income tax under Section 505 of the Income and Corporation Taxes Act 1988 and from capital gains tax under Section 256 of the Taxation of Chargeable Gains Act 1992.

##### **Fund accounting**

Funds held by the College are either:

**Endowment funds** - These are funds that cannot be spent. Income arising from investment of Endowment funds, apart from that proportion which is regarded as required for maintenance of capital, are classified as general income of the College and can be applied at the discretion of the College Council to any Collegiate purpose in accordance with the College Statutes.

**General funds** - These are funds that can be used at the discretion of the College Council.

**Designated funds** - These are funds that have been set aside by the College Council for specific purposes. They are a sub-set of General Funds and the purposes to which they are applied may be varied at the discretion of the College Council.

**Restricted Funds** - These are funds that can only be used for particular purposes, under a deed of trust or implied trust, to support various educational purposes of the College, including research, teaching and the student bursary scheme

## TRINITY COLLEGE, CAMBRIDGE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

#### **Pensions**

The College participates in two funded defined benefits schemes, for Fellows and staff. The assets of the schemes are held in separate trustee-administered funds. Pension costs are accounted for on the basis of charging the cost of providing pensions over the period during which the College benefits from the Fellows' or employees' service. In the case of the Trinity College Staff Pension Scheme this is the service and finance cost and for the Universities Superannuation Scheme (USS) it is on the basis of contributions due in the year.

The USS is a defined benefit scheme which is contracted out of the State Second Pension. The College is unable to identify its share of the underlying assets and liabilities of the scheme on a consistent and reasonable basis and therefore, as required by FRS17 "Retirement Benefits", accounts for the scheme as if it were a defined contribution scheme. As a result, the amount charged to the statement of financial activities represents the contributions payable to the scheme in respect of the accounting period.

#### **Operational tangible fixed assets**

##### *Land and buildings*

Land and buildings are stated at their original historical cost less depreciation. Due to their age the cost is not significant and no amounts have been included within these accounts.

As a result of the College's on-going maintenance programme, the difference between the original cost and the residual value, at historical cost, is such that any resulting depreciation charge is considered immaterial. To date all such expenditure is considered to have been maintenance in nature rather than enhancing the economic benefits of the asset and therefore no enhancement expenditure has been capitalised. Land is not depreciated.

##### *Fixtures, fittings and equipment*

Fixtures, fittings and equipment costing less than £100,000 per individual item are written off in the year of purchase.

#### **Heritage assets**

In accordance with FRS15 and FRS 30, heritage assets acquired before 1 July 2009 have not been capitalised, since reliable estimates of cost or value are not available on a basis that would justify the costs of establishing them. The threshold for capitalising heritage assets is 1% of total assets. Heritage assets are not depreciated since their long economic life and high residual value mean that any depreciation would not be material. Donated assets are accounted for at their valuation at the time of the donation.

#### **Investments**

Fixed asset investments are included in the balance sheet at market value, except for investments in subsidiary undertakings which are stated in the College's balance sheet at cost and eliminated on consolidation. Properties held for investment purposes are valued annually on the basis of estimated open market values on an existing use basis by third party valuers.

#### **Stocks**

Stocks are stated at the lower of cost and net realisable value.

#### **Debtors**

Debtors are shown net of bad and doubtful debts.

#### **Short term investments**

Bank deposits, which are not repayable on demand, are treated as short-term investments in accordance with FRS1 'Cash flow statements'.

**TRINITY COLLEGE**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011**

**2. ACTIVITIES FOR GENERATING FUNDS**

	Endowment Funds £'000	General Funds (Unrestricted) £'000	Designated Funds £'000	Restricted Funds £'000	2011 Total £'000	Unaudited 2010 Total £'000
Conferences		83			83	105
Other		110	82	20	212	655
		193	82	20	295	760

**3. INVESTMENT INCOME**

	Endowment Funds £'000	General Funds (Unrestricted) £'000	Designated Funds £'000	Restricted Funds £'000	2011 Total £'000	Unaudited 2010 Total £'000
Property	7,559	31,061		1,085	39,705	40,560
Equities		4,982	299	1,601	6,882	6,836
Fixed interest				610	610	
Bank interest		382		11	393	253
	7,559	36,425	299	3,307	47,590	47,649

**4. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES**

	Endowment Funds £'000	General Funds (Unrestricted) £'000	Designated Funds £'000	Restricted Funds £'000	2011 Total £'000	Unaudited 2010 Total £'000
College Fees		3,313			3,313	3,222
Residence and catering		4,376		90	4,466	6,260
		7,689		90	7,779	9,482

**COLLEGE FEES**

	2011 £'000	Unaudited 2010 £'000
Fee Income paid on behalf of undergraduates at the publicly-funded undergraduate rate (per capita fee £3,861 (2010 £3,744))	2,203	2,196
Privately-funded undergraduate fee income (per capita fee £4,479 (2010 £4,236))	547	521
Fee income received at the graduate fee rate (per capita fee £2,229 (2010 £2,184))	563	505
	3,313	3,222

**5. INVESTMENT MANAGEMENT COSTS**

	Endowment Funds £'000	General Funds (Unrestricted) £'000	Designated Funds £'000	Restricted Funds £'000	2011 Total £'000	Unaudited 2010 Total £'000
College costs		3,483		169	3,652	3,719
Subsidiaries costs		1,671			1,671	5,231
		5,154		169	5,323	8,950



**TRINITY COLLEGE**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011**

**6. COST OF CHARITABLE ACTIVITIES**

	Endowment Funds £'000	General Funds (Unrestricted) £'000	Designated Funds £'000	Restricted Funds £'000	2011 Total £'000	Unaudited 2010 Total £'000
Residence and catering		7,271			7,271	6,804
Teaching		9,942	157	90	10,189	9,040
Tutorial		3,297			3,297	3,086
Admissions		1,073			1,073	1,004
Research		3,889			3,889	4,203
Scholarships and awards		2,477		1,208	3,685	3,449
Donations		4,437	601	289	5,327	4,701
		<b>32,386</b>	<b>758</b>	<b>1,587</b>	<b>34,731</b>	<b>32,287</b>

*An analysis of the donations is as follows:*

	2011 Total £'000	Unaudited 2010 Total £'000
Isaac Newton Trust	2,800	2,800
Cambridge Overseas Trust	1,250	600
Cambridge Home / EU Scholarship Scheme	200	400
Cambridge Colleges Teaching	601	600
Cambridge University Admissions Office: Wider Participation Activities	110	220
Other	366	81
	<b>5,327</b>	<b>4,701</b>

**7. OTHER RESOURCES EXPENDED**

The University contribution is assessed by the University of Cambridge in accordance with the provisions of Statute GII of the University's Statutes and Ordinances. The amount payable by the College for the year ended 30 June 2011 is £1,838,000 (2010: £2,145,000). The amount for 2010 included a voluntary contribution of £300,000.

**8. NET INCOMING RESOURCES BEFORE TRANSFERS**

*This is shown after charging:*

	2011 Total £'000	Unaudited 2010 Total £'000
Auditors' remuneration: External audit	92	75
Maintenance, Repairs and Improvements	7,537	8,542

**TRINITY COLLEGE**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011**

**9. STAFF NUMBERS AND COSTS**

The average number of employees during the year was 477 (2010: 482 ). The costs associated with these employees are:

	2011	Unaudited 2010
	£'000	£'000
Emoluments	9,394	9,253
Social security costs	695	685
Pension costs -defined benefit scheme service cost	1,358	1,141
Pension costs - defined contribution scheme	352	335
	<b>11,799</b>	<b>11,414</b>

The number of College Fellows or staff whose remuneration, excluding pension contributions, exceeded £60,000 were as follows:

	2011	Unaudited 2010
	No	No
£60,000 - £69,999	6	6
£70,000 - £79,999	7	7
£80,000 - £89,000	3	3
£110,000 - £119,999	1	1

Retirement benefits are accruing to 15 (2010: 15 ) of the above individuals under a defined benefit pension scheme.

**10. INVESTMENTS**

	Consolidated 2011	Unaudited Consolidated 2010	College 2011	Unaudited College 2010
	£'000	£'000	£'000	£'000
Market value at 1 July	804,443	710,342	768,763	673,330
Additions	97,483	41,518	97,484	41,517
Disposals	(81,051)	(2,980)	(43,181)	(2,980)
Net investment gains/(losses)	72,323	55,563	66,005	56,896
Market value at 30 June	<b>893,198</b>	<b>804,443</b>	<b>889,071</b>	<b>768,763</b>

  

	Consolidated 2011	Unaudited Consolidated 2010	College 2011	Unaudited College 2010
	£'000	£'000	£'000	£'000
Represented by:				
Property	531,410	532,467	496,404	467,437
Equities	332,061	248,213	333,033	247,601
Unlisted investments	18,630	12,412	18,630	12,412
Fixed interest securities	9,794	9,786	9,794	9,786
Investments in subsidiary undertakings (See note 18)			29,962	29,962
Other	1,303	1,565	1,248	1,565
	<b>893,198</b>	<b>804,443</b>	<b>889,071</b>	<b>768,763</b>

Equities and fixed interest securities are valued at the closing price at the balance sheet date. Unlisted investments are valued based on information provided by the fund managers.

Properties have been valued at open market value by external valuers. All external valuers are members of the Royal Institution of Chartered Surveyors.

**11. STOCK**

	Consolidated 2011	Unaudited Consolidated 2010	College 2011	Unaudited College 2010
	£'000	£'000	£'000	£'000
Provisions	1,808	1,920	1,808	1,920
Crops and seeds	354	373		
	<b>2,162</b>	<b>2,293</b>	<b>1,808</b>	<b>1,920</b>

**TRINITY COLLEGE**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011**

**12. DEBTORS**

	Consolidated 2011 £'000	Unaudited Consolidated 2010 £'000	College 2011 £000's	Unaudited College 2010 £000's
<b>Amounts due after more than one year</b>				
Amounts owed by subsidiary undertakings			7,260	38,429
Other Debtors	3,136	7,677	2,275	6,308
	<u>3,136</u>	<u>7,677</u>	<u>9,535</u>	<u>44,737</u>
<b>Amounts due within one year</b>				
Rents receivable	2,474	2,741	2,474	2,741
Prepayments and accrued income	11	108	310	108
Other debtors	7,231	2,661	2,399	2,655
Amounts owed by subsidiary undertakings			50	41
Trade debtors	282	268	282	268
	<u>9,998</u>	<u>5,778</u>	<u>5,515</u>	<u>5,813</u>
	<u><b>13,134</b></u>	<u><b>13,455</b></u>	<u><b>14,760</b></u>	<u><b>50,550</b></u>

**13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	Consolidated 2011 £'000	Unaudited Consolidated 2010 £'000	College 2011 £000's	Unaudited College 2010 £000's
Trade creditors	(73)	(39)	(73)	(39)
University contribution	(1,838)	(1,847)	(1,838)	(1,847)
Other taxes and social security	(1,763)	(1,416)	(1,763)	(1,416)
Other creditors	(3,014)	(5,377)	(1,137)	(5,377)
Accruals and deferred income	(8,901)	(11,024)	(8,901)	(8,462)
	<u>(15,589)</u>	<u>(19,703)</u>	<u>(13,712)</u>	<u>(17,141)</u>

**14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	Consolidated 2011 £'000	Unaudited Consolidated 2010 £'000	College 2011 £000's	Unaudited College 2010 £000's
Bank loan	(70,000)	(70,000)	(70,000)	(70,000)
Accruals and deferred income	(128)	(190)		
	<u>(70,128)</u>	<u>(70,190)</u>	<u>(70,000)</u>	<u>(70,000)</u>

**15. MATURITY OF BANK LOANS**

**Consolidated and College**

	2011 £000's	Unaudited 2010 £000's
In more than five years	(70,000)	(70,000)
	<u>(70,000)</u>	<u>(70,000)</u>

The bank loan is split into three tranches of £35m - Fixed interest rate 4.9704%, £20m - Fixed interest rate 4.9604% and £15m - Fixed interest rate 5.0704% providing a weighted average Fixed interest rate of 4.989%. The loan is repayable on 29 June 2047.

**TRINITY COLLEGE**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011**

**16. PENSIONS**

**Consolidated and College**

**Trinity College Staff Pension Scheme**

The scheme is a defined benefit final salary pension scheme.

The principal actuarial assumptions at the balance sheet date (expressed as weighted averages) were as follows:

	2011	Unaudited 2010
	%	%
Discount rate	5.5	5.4
Expected long-term rate on Scheme assets	6.9	6.8
Salary inflation assumption	4.6	4.4
Price inflation assumption	3.6	3.4
Pension increases (inflation linked)		
Pension increases (capped inflation linked)	3.6	3.4

**Mortality**

The average life expectancy in years of a pensioner retiring at age 65 on the balance sheet date is as follows:

	2011	Unaudited 2010
Male	20.6	20.6
Female	23.0	23.0

The average life expectancy in years of a pensioner retiring at age 65, twenty years after the balance sheet date is as follows:

	2011	Unaudited 2010
Male	22.1	22.1
Female	24.4	24.4

The amounts recognised in the balance sheet as at 30 June 2011 are as follows:

	2011	Unaudited 2010
Market value of Scheme assets	33,593	28,007
Present value of Scheme liabilities	(36,272)	(33,584)
Surplus/(deficit) in the Scheme	<u>(2,679)</u>	<u>(5,577)</u>

Analysis of the amount charged to the consolidated statement of financial activities:

	2011	Unaudited 2010
	£000's	£000's
Current service cost	1,358	1,141
	<u>1,358</u>	<u>1,141</u>
Interest on pension scheme liabilities	1,806	1,688
Expected return on pension scheme assets	(1,895)	(1,485)
Total	<u>(89)</u>	<u>203</u>

# TRINITY COLLEGE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 16. PENSIONS (CONTINUED)

Changes in the present value of the scheme liabilities for the year ended 30 June 2011 are as follows:

	2011	Unaudited 2010
	£000's	£000's
Present value of Scheme liabilities at beginning of period	33,584	27,984
Service cost including employee contributions	1,650	1,428
Interest cost	1,806	1,688
Actuarial losses/(gains)	154	3,447
Benefits paid	(922)	(963)
Present value of Scheme liabilities at end of period	<u>36,272</u>	<u>33,584</u>

Changes in the fair value of scheme assets for the year ended 30 June 2011 are as follows:

	2011	Unaudited 2010
	£000's	£000's
Present value of Scheme Assets at beginning of period	28,007	23,422
Service cost including employee contributions	292	287
Expected Return	1,895	1,485
Contributions paid by the College	913	964
Actuarial losses/(gains)	3,408	2,812
Benefits paid	(922)	(963)
Present value of Scheme Assets at end of period	<u>33,593</u>	<u>28,007</u>

Movement in the surplus/(deficit) during the year ended 30 June 2011 are as follows:

	2011	Unaudited 2010
	£000's	£000's
Surplus/(deficit) in Scheme at beginning of year	(5,577)	(4,562)
Service Cost (Employer Only)	(1,358)	(1,141)
Contributions paid by the College	913	964
Finance Cost	89	(203)
Actuarial gain/(loss)	3,254	(635)
Surplus/(deficit) in Scheme at the end of year	<u>(2,679)</u>	<u>(5,577)</u>

The agreed contributions to be paid by the College for the forthcoming year are 24 % of Contribution Pay, subject to review at future actuarial valuations. These rates exclude PHI.

The major categories of Scheme assets as a percentage of total Scheme assets for the year ending 30 June 2011 are as follows:

	Unaudited	
	%	%
Equities	76	73
Bonds	11	13
Property	6	8
Cash	7	6
	<u>100</u>	<u>100</u>

The expected long term rate of return on the Scheme assets has been calculated based upon their major asset categories shown in the above table as follows:

	2011	Unaudited 2010
	%	%
Equities	7.6	7.6
Bonds	5.5	5.3
Property	6.8	6.8
Cash	0.5	0.5
	<u>20.4</u>	<u>20.2</u>

**TRINITY COLLEGE**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011**

**16. PENSIONS (CONTINUED)**

The cumulative amount of actuarial gains recognised in the Consolidated Statement of Financial Activities at 30 June 2011 is £2,619,000 (2010: £635,000 loss).

Amounts for the current and previous two periods are as follows:

	2011 £000's	Unaudited 2010 £000's	Unaudited 2009 £000's
Present value of Scheme liabilities	(36,272)	(33,584)	(27,984)
Market value of Scheme assets	33,593	28,007	23,422
Surplus/(deficit)	<u>(2,679)</u>	<u>(5,577)</u>	<u>(4,562)</u>
Actual return less expected return on Scheme assets	3,408	2,812	n/a
Experience gain/(loss) arising on Scheme liabilities	(133)	(117)	n/a
Changes in assumptions underlying the present value of Scheme liabilities	(21)	(3,330)	n/a

**Universities Superannuation Scheme**

In addition the College contributed £352,000 (2010 £335,000) to the Universities Superannuation Scheme, which is accounted for as a defined contribution scheme.

The College participates in the Universities Superannuation Scheme (USS), a defined benefit scheme which is contracted out of the State Second Pension. The assets of the scheme are held in a separate fund administered by the trustee, Universities Superannuation Scheme Limited.

The appointment of directors to the board of the trustee is determined by the trustee company's Articles of Association. Four of the directors are appointed by Universities UK; three are appointed by the University and College Union, of whom at least one must be a USS pensioner member; one is appointed by the Higher Education Funding Councils; and a minimum of two and a maximum of four are co-opted directors appointed by the board. Under the scheme trust deed and rules, the employer contribution rate is determined by the trustee, acting on actuarial advice.

Because of the mutual nature of the scheme, the scheme's assets are not hypothecated to individual Institutions and a scheme-wide contribution rate is set. The College is therefore exposed to actuarial risks associated with other Institutions' employees and is unable to identify its share of the underlying assets and liabilities of the scheme on a consistent and reasonable basis and therefore, as required by FRS 17 "Retirement benefits", accounts for the scheme as if it were a defined contribution scheme. As a result, the amount charged to the consolidated statement of financial activities represents the contributions payable to the scheme in respect of the accounting period.

## TRINITY COLLEGE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

The latest triennial actuarial valuation of the scheme was at 31 March 2008. This was the first valuation for USS under the new scheme-specific funding regime introduced by the Pensions Act 2004, which requires schemes to adopt a statutory funding objective, which is to have sufficient and appropriate assets to cover their technical provisions. The actuary also carries out regular reviews of the funding levels. In particular, he carries out a review of the funding level each year between triennial valuations and details of his estimate of the funding level at 31 March 2011 are also included in this note.

At the valuation date, the value of the assets of the scheme was £28,842.6 million and the value of the scheme's technical provisions was £28,135.3 million indicating a surplus of £707.3 million. The assets therefore were sufficient to cover 103% of the benefits which had accrued to members after allowing for expected future increases in earnings.

The scheme-wide contribution rate required for future service benefits alone at the date of the valuation was 16% of pensionable salaries and the trustee company, on the advice of the actuary, increased the College contribution rate to 16% of pensionable salaries from 1 October 2009.

Since 31 March 2008 global investment markets have continued to fluctuate and as at 31 March 2011 the market's assessment of inflation has increased slightly. The government has also announced a change to the inflation measure used in determining the "Official Pension Index" from the Retail Prices Index to the Consumer Prices Index. The actuary has taken this all into account in his funding level estimates at 31 March 2011 by reducing the assumption for pension increases from 3.3% pa to 2.9% pa. The Actuary has estimated that the funding level as at 31 March 2011 under the scheme specific funding regime had fallen from 103% to 98% (a deficit of circa £700 million). Over the past 12 months, the funding level is estimated to have improved from 91%, as at 31 March 2010 to 98% at 31st March 2011. This estimate is based on the funding level at 31 March 2008, adjusted to reflect the fund's actual investment performance over the three years and changes in market conditions (market conditions affect both the valuation rate of interest and also the inflation assumption which in turn impacts on the salary and pension increase assumptions).

With effect from 1 October 2011, new joiners to the scheme will join the new revalued benefits section rather than the existing final salary section. This change will have an impact, expected to be positive, on the future funding levels.

USS is a "last man standing" scheme so that in the event of the insolvency of any of the participating employers in the USS, the amount of any pension funding shortfall (which cannot otherwise be recovered) in respect of that employer will be spread across the remaining participating employers and reflected in the next actuarial valuation of the scheme.

The next formal triennial actuarial valuation is at 31 March 2011 and will incorporate allowance for scheme benefit changes and any changes the trustee makes to the underlying actuarial assumptions. The contribution rate will be reviewed as part of each valuation and may be reviewed more frequently.

At 31 March 2011, USS had over 142,000 active members and the College had 89 active members participating in the scheme.

In addition three members of the College were members of the Church of England Pension Scheme. The scheme is a multi employer defined benefit scheme with approximately 10,000 members.

# TRINITY COLLEGE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 17. RELATED PARTY TRANSACTIONS

During the year no fees or expenses were paid to Fellows in respect of their duties as Trustees. (2010: nil)

Payments to Trustees (including benefits in kind and pension contributions), made under the authority of and in accordance with the Statutes of the College, in respect of teaching, research and administrative duties amounted to £622,000 (2010: £612,000).

Owing to the nature of the College's operations and the composition of its College Council it is possible that transactions will take place with organisations in which a member of the College Council may have an interest. All such transactions are conducted under normal commercial terms and in accordance with the College's normal procedures including those on conflicts of interest.

During the year the College made a donation of £2,800,000 (2010: £2,800,000) to the Isaac Newton Trust, a related party due to some common trustees. In addition the College charged the Isaac Newton Trust £124,000 (2010: £117,000) for administrative services. At the year end the trust owed the College £118,000 (2010: £116,000).

During the year the College advanced monies to certain of its subsidiaries and received gift aid and interest from its subsidiaries. The amount recorded as income by the College and the amount outstanding at the year end were :

	2011	2011	2011	Unaudited 2010	Unaudited 2010	Unaudited 2010
	Deed of Covenant £000's	Interest £000's	Amount owed to College £000's	Deed of Covenant £000's	Interest £000's	Amount owed to College £000's
Broomfield Forest Limited				50		
Trinity (B) Limited						
Trinity College (CSP) Limited	1,632	266	7,226	236	307	4,613
Trinity (D) Limited	1527			895		125
Trinity (F) Limited			5			
Trinity College (N) Limited	881	125		422	1,977	33,528
Trindev Limited		1	50		1	41
Walton Farms Limited	84	1	29	25	3	163

### 18. SUBSIDIARY COMPANIES

The College's investments include the following subsidiaries, all of which are included in the consolidated financial statements:

	Country of registration and operation	Class of share	Proportion held	Nature of business
Broomfield Forest Limited	England	Ordinary	100%	Forestry
Trinity (B) Limited	England	Ordinary	100%	Land development
Trinity College (CSP) Limited	England	Ordinary	100%	Property
Trinity (D) Limited	England	Ordinary	100%	Property
Trinity (F) Limited	England	Ordinary	100%	Land development
Trinity College (N) Limited	England	Ordinary	100%	Property
Trindev Limited	England	Ordinary	100%	Property
Walton Farms Limited	England	Ordinary	100%	Farming

All of the above companies have a year end of 30 June.



**TRINITY COLLEGE**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011**

**19. RESERVES CONSOLIDATED**

	Unaudited						
	Balance at 1 July 2010 £'000	Donations £'000	Other Incoming Resources £'000	Resources Expended £'000	Transfers	Other (Gains) / Losses £'000	Balance at 30 June 2011 £'000
Endowment	(631,271)	-	(7,559)	-		(60,709)	(699,539)
Restricted	(78,522)	(1,277)	(3,417)	1,756	820	(9,788)	(90,428)
Designated	(18,464)	(47)	(381)	758	(871)	(1,826)	(20,831)
General	(22,556)	(360)	(45,040)	43,700	51	(3,254)	(27,459)
	<b>(750,813)</b>	<b>(1,684)</b>	<b>(56,397)</b>	<b>46,214</b>	<b>(0)</b>	<b>(75,577)</b>	<b>(838,257)</b>

**20. RESERVES COLLEGE**

	Unaudited						
	Balance at 1 July 2010 £'000	Donations £'000	Other Incoming Resources £'000	Resources Expended £'000	Transfers	Other (Gains) / Losses £'000	Balance at 30 June 2011 £'000
Endowment	(634,022)	-	(6,334)	-		(50,572)	(690,928)
Restricted	(78,522)	(1,301)	(3,500)	1,757	820	(13,607)	(94,353)
Designated	(18,369)	(23)	(299)	601	(871)	(1,826)	(20,787)
General	(23,693)	(360)	(45,476)	42,186	51	(3,254)	(30,546)
	<b>(754,606)</b>	<b>(1,684)</b>	<b>(55,609)</b>	<b>44,544</b>	<b>(0)</b>	<b>(69,259)</b>	<b>(836,614)</b>