



ST CATHERINE'S COLLEGE

FINANCIAL STATEMENTS

YEAR ENDED 31 JULY 2016

St Catherine's College

Annual Report and Financial Statements

Year ended 31 July 2016

St Catherine's College
Annual Report and Financial Statements
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MEMBERS OF THE GOVERNING BODY

The Members of the Governing Body are the College's charity trustees under charity law. The members of the Governing Body who served in office as Governors during the year or subsequently are detailed below.

		(1)	(2)	(3)	(4)	(5)
Professor R W Ainsworth		•	•	•	•	
Professor R J Parish						
Dr F E Dinshaw		•	•			
Professor P D Battle						
Professor A G Rosser						
Professor J S Foord				•		
Dr R A Leese						
Professor L L Fawcett de Posada						
Professor S C Cooper						
Mr J C Smith						
Professor P A Handford						
Professor R I Todd					•	
Professor M Lackenby		•	•			
Dr M E Mulholland						
Professor G Lowe						
Professor R M Berry						
Professor A I Handa				•		
Mr J L Bennett		•			•	
Professor D J Womersley		•				
Ms C E Chappell				•	•	
Professor D R H Gillespie						
Professor P P Edwards						
Professor P S Grant						•
Dr J N Pila						
Professor B B Van Es				•		
Professor T Pizzari						
Professor B W Byrne			•	•		
Professor R M Bailey					•	
Professor G Scerif		•				•
Professor C Reisinger				•		
Professor K E Shepherd-Barr						

Professor A J Bunker		•				
Professor A L Smith						
Professor A Muench						
Professor U C T Oppermann						
Professor A Goriely						
Dr D Robertson						
Professor P T Ireland						
Professor P Hamalainen						
Dr B A F Bollig						
Professor E P J Stride						
Mr P S Davies			•			
Professor H de Wet				•		
Professor P E Koralus						
Professor A J Dickinson		•				
Professor I P J Shipsey						
Dr F R McConnell				•		
Professor L Tunbridge						
Professor A C de O Nobre						
Professor S A Whiteson						
Dr A Power						
Dr J M Goodman						

During the year the activities of the Governing Body were carried out through five principal committees. The current membership of these committees is shown above for each Fellow.

- (1) Finance Committee
- (2) Investment Subcommittee (reports to Finance)
- (3) Academic Policy Committee
- (4) Student Liaison Committee
- (5) Remuneration Committee

The Remuneration Committee includes, in addition to the Fellows indicated above, two external members, Mr A W Henfrey and Mr S Clark. Mr Henfrey is also a member of the Investment Subcommittee.

COLLEGE SENIOR STAFF

The senior staff of the College to whom day to day management is delegated are as follows.

Master	<i>Professor R W Ainsworth</i>
Senior Tutor	<i>Dr B Van Es</i>
Dean	<i>Dr R Bailey</i>
Finance Bursar	<i>Dr F E Dinshaw</i>
Home Bursar	<i>Mr J L Bennett</i>

COLLEGE ADVISORS

Broker

JP Morgan
25 Bank Street
Canary Wharf
London E14 5JP

Custodian

Northern Trust
50 Bank Street
London E14 5NT

Auditor

Critchleys LLP
Greyfriars Court
Paradise Square
Oxford OX1 1BE

Bankers

Lloyds TSB
The Atrium
Davidson House
Forbury Square
Reading RG1 3EU

College address

St Catherine's College, Manor Rd, Oxford OX1 3UJ

Website www.stcatz.ox.ac.uk

The Members of the Governing Body present their Annual Report for the year ended 31 July 2016 under the Charities Act 2011 together with the audited financial statements for the year.

REFERENCE AND ADMINISTRATIVE INFORMATION

St Catherine's College in the University of Oxford, which is known as St Catherine's College, ("the College") is an eleemosynary chartered charitable corporation aggregate. It was founded under a royal charter granted on 1 October 1963.

The College registered with the Charities Commission on 15 September 2011 (registered number 1143817).

The names of all Members of the Governing Body at the date of this report and of those in office during the year, together with details of the senior staff and advisers of the College, are given on pages 2 to 4.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing documents

The College is governed by its Charter dated 1 October 1963 and Statutes last amended June 2004.

Governing Body

The Governing Body is constituted and regulated in accordance with the College Statutes, the terms of which are enforceable ultimately by the Visitor, who is HRH Prince Philip, Duke of Edinburgh. The Governing Body is self-appointing and consists of The Master, Bursars, Academic Registrar, Development Director, Official Tutorial fellows (Class A), Professorial Fellows and some other Fellows. New members of the Governing Body are elected on the basis of a recommendation to Governing Body of the Fellowships Committee.

The Governing Body determines the continuing strategic direction of the College and regulates its administration and the management of its finances and assets. It meets regularly under the chairmanship of the Master and is advised by five principal committees.

Recruitment and training of Members of the Governing Body

New Fellows, including those who are ex officio members of the Governing Body, are recruited in open competition following established conventions for advertisement. They are inducted into the workings and procedures of the College, including Governing Body policy, by the Master and College Officers. Members of the Governing Body are briefed on good practice for trustees and made aware of current issues and regulatory requirements in the sector.

Representatives of junior members are present at meetings of the Governing Body and of certain College Committees.

Remuneration of Members of the Governing Body and Senior College Staff

Members of the Governing Body who are primarily Fellows are teaching and research employees of the College or University and receive no remuneration or benefits from their trusteeship of the College. Those trustees that are also employees of the College receive remuneration for their work as employees of the College which is based on the advice of the College's Remuneration Committee, members of which are Fellows not in receipt of remuneration from the College and externals. Remuneration is set in line with that awarded to the University's academic staff or with the median prevailing rates for similar posts in Oxford.

Organisational management

The members of the Governing Body meet 10 times a year. The work of developing their policies and monitoring the implementation of these is carried out by five principal Committees:

- The Finance Committee has oversight over all matters of financial strategy including the generation and expenditure of capital and income, the investment of the endowment and the monitoring of risk.
- The Investment Subcommittee assists the Finance Committee to formulate investment policy and is responsible for its implementation.
- The Academic Policy Committee has oversight over all aspects of the academic strategy and educational activity of the College.
- The Student Liaison Committee has oversight over all matters affecting students directly, ranging from academic matters through to the domestic arrangements of the College.
- The Remuneration Committee is responsible for recommending to Finance Committee and Governing Body levels of remuneration for all members of the Governing Body, for keeping them under review, and for ensuring that any conflicts of interest that may arise are acknowledged and appropriately addressed.

The day-to-day running of the College is delegated to the Master and senior College Officers, The Master chairs all meetings of the principal committees with the exception of Remuneration Committee.

Group structure and relationships

The College administers a number of special trusts, as detailed in Notes 19 and 20 to the financial statements. The College has two wholly owned non-charitable subsidiaries: St Catherine's College Management Ltd and St Catherine's College Development Ltd whose annual profits are donated to the College under the Gift Aid Scheme. The subsidiaries' aims, objectives and achievements are covered in the relevant sections of this report.

The College is part of the collegiate structure of the University of Oxford. Material interdependencies between the University and the College arise as a consequence of this relationship.

OBJECTIVES AND ACTIVITIES

Charitable Objects and Aims

The College's Charitable Objects are to advance learning, education and research in the arts and sciences and to provide for men and women who shall be members of the University a College wherein they may work for degrees in the University or may carry out postgraduate or other special studies.

The Governing Body has considered the Charity Commission's guidance on public benefit and in keeping with its objects, the College's aims for the public benefit are:

- to advance learning, education and research in the arts and sciences
- to provide for men and women who shall be members of the University a College wherein they may work for degrees in the University or may carry out postgraduate or other special studies

The aims of the College's subsidiaries are to help finance the achievement of the College's aims as above.

The College is one of the constituent colleges of the University of Oxford chiefly admitting undergraduate and postgraduate students. Such students must be members of a college in order to study for degrees at the University of Oxford, and many Faculty posts in the University are joint appointments between a college and the University. The College therefore carries out its education and research activities jointly with the University.

The College supplements the education provision provided jointly with the University with further tutorial teaching provided by college-only appointed teachers, its own library and IT facilities, and welfare, domestic, social, cultural and recreational facilities to enable each of its students to realise their academic and personal potential to its fullest extent.

The College also supplements the research activities it promotes jointly with the University through joint appointments by providing College Research Fellowships, providing funding in support of research, providing facilities for visiting researchers and for national and international conferences, and a social environment for interaction between researchers. Additionally, the College supports outreach activities designed to promote aspiration among United Kingdom school-leavers to engage in University study.

The College provides various forms of financial assistance to both undergraduate and postgraduate students through prizes, scholarships and grants, and to alleviate cases of hardship.

The College admits undergraduates; postgraduates are admitted jointly with the University. The College admits undergraduate students from the EU and elsewhere without any restriction except the satisfaction of stated academic criteria. Tuition fees for Home and EU students are regulated and financed on a national basis, and for other students in conformity to University-wide agreements. The College charges its students for accommodation and food; students are eligible for Student Loans under the national scheme, and for Oxford Bursaries and Moritz-Heyman Scholarships on a means-tested basis to cover these and related core maintenance costs.

Non-EU undergraduates and postgraduates need also to satisfy the College in advance of being enrolled on a course that they have sufficient funding to cover the University

and College fees for Year 1 of their course, and declare their willingness to meet all University and College fees and living costs for the duration of their course.

The private benefit accruing to the Master, Fellows and other employees of the College by means of salaries and employment-related benefits is objectively reasonable. Where the recipients of benefits are members of the Governing Body, and therefore are trustees, the Governing Body has directed that all forms of benefits and remuneration are determined by a Remuneration Committee including a Chair and majority of suitably qualified individuals who are not members of the Governing Body or not eligible to receive such remuneration or benefits.

The College does not consider that any detriment or harm arises from carrying out the College's aims.

The College remains committed to the aim of providing public benefit in accordance with its founding principles.

The principal committees monitor and report to Governing Body on the achievement of the college's aims and its academic, financial, pastoral, and cultural performance.

Activities and objectives of the College

The College's activities are focused on furthering its stated objects and aims for the public benefit by fulfilling its educational purposes with respect to both teaching and research having regard to both the obligations and rights that ensue from its incorporation within the Collegiate University and its status as a registered charity.

ACHIEVEMENTS AND PERFORMANCE

Academic: Junior Members

In the Final Honours School examinations of 2016 46 candidates were awarded a first, 77 a II(i), 5a II(ii) and 1 a III. This placed the College 10th in the Norrington Table contributing to an average Norrington position of 9th over the last three years. For the largest college in the University this is a very creditable achievement. In the First Public Exams of 2016 47 students of the College were awarded distinctions. There were some notable results from individual students. In Biological Sciences Susannah Gold gained the Gibbs Prize for Second Best Performance in FHS, ranked 2nd out of 109. Holly Sadler in the same school was 5th. In Chemistry Wilfred Diment achieved a Gibbs prize, coming 4th out of 165 in FHS Part I. Nicole Evans gained the Part II Thesis Prize in Inorganic Chemistry 2016. In Engineering Science Theo Windebank won the Gibbs Prize for Best Team Design Project and Owen Morgan the Janson Prize for Best Project in Electronic Communications. In Experimental Psychology Amelia Sellers was ranked 3rd out of 46 in FHS Part I. In Fine Art, Virginia Russolo received the Dunn School Art Award and Olivia Rowland was awarded the Red Mansion Prize. In Law Jasper Gold received the prize for Copyright, Trade Marks and Allied Rights and Adrian Lee achieved the White & Case Company Prize. In Maths & Computer Science, Carol Mak was recognized for Best Computer Science Project and, in Physics Samue,l Khodursky received a Gibbs Prize for Group Project Presentation. In First Public Exams Oliver Mattison won a Gibbs Prize in Biological Sciences, ranked 2nd out of 114 and Faraaz

Khan in Biomedical Science won a Gibbs Prize for Performance in Prelims. In Chemistry, Daniya Aynetdinova won the Bruker Prize, ranked 2nd out of 181. Rose Shakerchi was awarded a Gibbs Prize in English and Maya Shahor one in Human Sciences. Alex Benn won the Criminal Law prize and Jonathan Drake received a commendation in Medical Sociology. Alissa Hummer won a departmental prize, coming 2nd out of 85 in Molecular & Cellular Biochemistry.

During the year 141 new undergraduates and 234 new graduates were admitted. 24 candidates from 12 different Faculties and Departments were granted leave to supplicate for the DPhil. A further 110 graduates were successful in other graduate examinations. 21 of these were awarded distinctions. The results of 30 MBA students are still awaited. Undergraduate applications numbered 794 in December 2015, compared with 823 in 2014.

Academic: Senior Members

Notable achievements of Fellows during the year include the following: Professor Nigel Hitchin, Honorary Fellow, and former Leathersellers' Tutorial Fellow in Mathematics won the Shaw International Prize in Mathematics "for his fundamental, far-reaching and elegant contributions to geometry, representation theory and theoretical physics, which have had wide impact and are of lasting importance". Professor Bill David, Fellow by Special Election, was elected Fellow of the Royal Society. Professor Sudhir Anand, Emeritus Fellow, has been elected a Member of the US National Academy of Medicine, part of the US National Academy of Sciences. Professor Ceri Peach, Emeritus Fellow, was awarded the degree of D.Litt. Professor Eleanor Stride (Fellow by Special Election) was included in the Women's Engineering Society's top 50 women in Engineering, whilst Red Magazine included her in their Women of the Year.

The college mourned the deaths of three Fellows in 2015-16: Mr Derek Davies, Founding Fellow and Tutor in Law; Professor Robert Mabro, Fellow by Special Election, the Founding Director of the Oxford Energy Seminar and founder of the Oxford Institute for Energy Studies; Professor Ahmed Zewail, Honorary Fellow and winner of the 1999 Nobel Prize for Chemistry.

Alumni

Notable achievements among the alumni include the following: Professor David Mabberley (1967, Botany) was made a Member of the Order of Australia (AM) in the 2016 Australia Day Honours List, in recognition of his significant contribution to Botanical Science. Vivienne Cox (1977, Chemistry) was awarded the CBE in the 2016 New Year Honours List, for services to the UK Economy and Sustainability. Mark Simpson (2008, Music), virtuoso clarinettist, composer and former BBC Young Musician and BBC Proms/Guardian Young Composer of the Year, has written his first opera, *Pleasure*, which premiered been nominated for The Times Breakthrough Award. At the Rio 2016 Olympic Games Andrew Triggs Hodge MBE (2004, Geography and the Environment), triple Olympic Gold Medallist and quadruple World Champion, took a gold medal in men's coxed eights, whilst Zoe De Toledo (2010, Experimental Psychology), capped her fourth season as coxswain of the senior women's eight by guiding them to a silver medal. Mari Rabie (2010, Applied Statistics and Rhodes Scholar) finished eleventh in the Triathlon for the Republic of South Africa.

Fund Raising

Donations and legacies for the year amounted to £2,902K (2014: £5,545K) including 60.7% from legacies.

Fabric

Work on the fabric of the buildings has included a continuing programme of improvements to conserve energy and enhance fire alarm systems on the residential stair-cases and disabled access in several areas, including a new bridge to the Music House. A programme of refurbishing pantry provision on student staircases is in train. The kitchen servery area has been completely modernised and a programme of boiler renewals initiated.

FINANCIAL REVIEW

The accounts are presented in the format prescribed by Statute XV of the University in conformity with UK Charity Statement of Recommended Practice. The operating results for the year are satisfactory. In assessing the results for the year the Governing Body differentiates between core recurring operations which are predictable, such as the transfer of total return from capital funds at a sustainable annual level, and those which are likely to evidence a significant degree of volatility year on year, such as donations and legacies. If the sustainable spending transfers are included but donations excluded, then the net operating surplus for the year is £1,381K (2014: £1,295K).

Reserves policy

The College's reserves policy is to maintain sufficient free reserves to enable it to meet its short-term financial obligations in the event of an unexpected revenue shortfall and to allow the College to be managed efficiently and to provide a buffer that would ensure uninterrupted services.

Total funds of the College and its subsidiaries at the year-end amounted to £94.5m (2015: £85.7m). This includes endowment capital of £73.3m and unspent restricted income funds totalling £0.4m. Free reserves at the year-end amounted to £2,124K (2015: £133K), representing retained unrestricted income reserves excluding an amount of £19.7m for the book value of tangible fixed assets less associated funding arrangements.

Free reserves at the year-end were lower than the policy target for free reserves of £3m that the Governing Body has set as a target. However, it recognises that there is a balance to be struck between the desirability of achieving this target and the necessity for capital investment in the fabric of the buildings, so that the future level of free reserves will fluctuate in response to the pace of that capital investment.

Risk Management

The College has continuing processes which operate throughout the financial year for identifying, evaluating and managing the principal risks and uncertainties faced by the College and its subsidiaries in undertaking their activities. When it is not able to address risk issues using internal resources, the College takes advice from experts external to the College with specialist knowledge. Policies and procedures within the College are reviewed

by the relevant College Committee, chaired by the Master or one of the Bursars. Financial risks are assessed by the Finance Committee and investment risks are monitored by the Investment Sub-Committee. In addition, the Domestic Bursar and domestic staff heads meet regularly to review health and safety issues. Training courses and other forms of career development are available, when requested, to members of staff to enhance their skills in risk-related areas.

The Governing Body, who have ultimate responsibility for managing any risks faced by the College, have reviewed the processes in place for managing risk and the principal identified risks to which the College and its subsidiary are exposed and have concluded that robust systems are in place to manage these risks. The principal risks and uncertainties faced by the College and its subsidiary that have been identified are categorised as follows:

- Governance risks – e.g. inappropriate organisational structure, difficulties recruiting trustees with relevant skills, conflicts of interest;
- Operational risks- e.g. service quality and development, contract pricing, employment issues; health and safety issues; fraud and misappropriation;
- Financial risks- e.g. accuracy and timeliness of financial information, adequacy of reserves and cash flow, diversity of income sources, investment management;
- External risks- e.g. public perception and adverse publicity, demographic changes, government policy; and
- Compliance with law and regulation- e.g. breach of trust law, employment law, and regulatory requirements of particular activities such as fund-raising.

Strategies for managing the risks identified by the College as described above include, for example:

- Establishing the appropriate committees responsible for formulating recommendations to Governing Body;
- Providing appropriate training to all members of staff and at the induction of new Fellows;
- Ensuring accountability of College Officers to the appropriate committee and for the committees in turn to be accountable to the Governing Body;
- Developing and implementing key policies across the main areas of activity of the College, including, for example, admissions policy, health & safety policy, and information security policy;
- Ensuring the appropriate insurance policies are in place and reviewed regularly.

The College identifies the risks it faces, the potential impact of each risk, the likelihood of recurrence, the severity of impact, and the steps taken to mitigate each particular risk in its

Risk Register, which is regularly reviewed by the Finance Committee and approved by Governing Body.

Investment policy, objectives and performance

The College's investment objectives are to balance the needs of current and future beneficiaries by:

- maintaining (at least) the value of the investments in real terms;
- producing a consistent and sustainable amount to support expenditure; and
- delivering these objectives within acceptable levels of risk.

To meet these objectives the College's investments as a whole are managed on a total return basis to a benchmark of UK CPI+4% and maintaining diversification across a range of asset classes in order to produce an appropriate balance between risk and return. In line with this approach, the College statutes empower the College to invest permanent endowments to maximise the related total return and to make available for expenditure each year an appropriate proportion of the unapplied total return.

The investment policy and strategy are set by the Governing Body as advised by the Investment Committee from time to time and performance is regularly monitored by the Investment Committee. At the year end, the College's long term investments, combining the securities and property investments, totalled £73.3m. The overall total investment return was 9.5% over the year which compared to the benchmark return of 4.6%.

The carrying value of the preserved permanent capital and the amount of any unapplied total return available for expenditure was taken as the open market values of these funds as at 1 August 2002 together with the original gift value of all subsequent endowment received.

On the total return basis of investing, it is the Governing Body's policy to extract as income 3% of the value of the relevant investments. However, to smooth and moderate the amounts withdrawn this 3% is calculated on the average of the year end values in each of the last three years. Due to increasing investment values over the previous three years, the effective amounts withdrawn are currently less than the nominal 3% stated in this policy.

The equivalent of 2.1% of the opening value of the securities and property investments was extracted as income on the total return basis in the year. The Governing Body will keep the level of income withdrawn under review to balance the needs and interests of current and future beneficiaries of the College's activities.

Future plans

The College's future plans as agreed by the Governing Body are:

- to continue to strive by all possible means for excellence in teaching, learning and research within the framework of an Oxford college.
- to provide up to date and best in class facilities for staff, students and conference delegates.
- to raise further endowment to secure a sufficient degree of College autonomy against a background of considerable financial uncertainty in higher education. The College will continue to raise money for its core purposes: student support, teaching, the development of its facilities, and the general endowment to sustain its activities.
- to ensure that risks are clarified in order to minimise the impact of unexpected or undesirable consequences so that the College continues to enhance its ability to provide a first-class education.

Statement of accounting and reporting responsibilities

The Governing Body is responsible for preparing the Report of the Governing Body and the financial statements in accordance with applicable law and regulations.

Charity law requires the Governing Body to prepare financial statements for each financial year. Under that law the Governing Body have prepared the financial statements in accordance United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 102: The Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102).

Under charity law the Governing Body 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 College and of its net income or expenditure for that period. In preparing these financial statements, the Governing Body is required to:

- select the most suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards, including FRS 102, have been followed, subject to any material departures disclosed and explained in the financial statements;

- state whether a Statement of Recommended Practice (SORP) applies and has been followed, subject to any material departures which are explained in the financial statements.
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the College will continue to operate.

The Governing Body is responsible for keeping proper accounting records that are sufficient to show and explain the College's transactions and disclose with reasonable accuracy at any time the financial position of the College and enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the College and ensuring their proper application under charity law and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Governing Body on 2 November 2016 and signed on its behalf by:

Roger Ainsworth

Master

ST CATHERINE'S COLLEGE

Report of the Auditor to the Members of the Governing Body of St Catherine's College

We have audited the financial statements of St Catherine's College for the year ended 31 July 2016 which comprise the Statement of Accounting Policies, the Consolidated Statement of Financial Activities, the Consolidated and College Balance Sheets, the Consolidated Cash Flow Statement and the related notes numbered 1 to 31. 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 College's Governing Body in accordance with section 154 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the Governing Body 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 College and its Governing Body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Governing Body and auditor

As explained more fully in the Statement of Accounting and Reporting Responsibilities, the Governing Body is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 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.

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 charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Governing Body; and the overall presentation of the financial statements. We read all the information in the Report of the Governing Body 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 charity's affairs as at 31 July 2016 and of the group's incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 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 2011 requires us to report to you if, in our opinion:

- the information given in the Report of the Governing Body is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept by the parent charity; or
- the 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.

Critchleys LLP

Statutory Auditor

Oxford

Date:

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

1. Scope of the financial statements

The financial statements present the Consolidated Statement of Financial Activities (SOFA), the Consolidated and College Balance Sheets and the Consolidated Cash Flow Statement comprising the consolidation of the College and with its wholly owned subsidiaries, St Catherine's College Management Ltd and St Catherine's College Development Ltd. No separate SOFA has been presented for the College alone as permitted by paragraph 397 of the Charities SORP 2005. The results of the subsidiaries as included in the consolidated income, expenditure and results of the College are disclosed in note 12.

2. Basis of accounting

The financial statements have been prepared under the Charities Act 2011 and in accordance with the Statement of Recommended Practice on Accounting and Reporting by Charities issued in 2005 ("the Charities SORP"), with the exception of the presentation of the transfer of Total Return Applied to income, detailed below, and in accordance with applicable accounting standards. The financial statements are drawn up on the historical cost basis of accounting as modified by the revaluation of investment properties and other investments.

Under the Charities SORP, the transfer from Endowment under total return accounting is required to be shown under Net Incoming Resources before Transfers. The Trustees consider that, under total return accounting, this represents a form of income on which college budgets are based, and that it is preferable, in order to present a 'true and fair' picture of the financial affairs of the college, to include this transfer as Total Return Applied as Income' in the income section of the SOFA. This has no net effect on the total incoming resources, nor on the net movement of funds. There are no disclosures required by the SORP that have not been provided.

This change in accounting policy has been introduced in these financial statements. No prior year adjustment is required as there is no change to the prior year balance sheet or to the total funds in the SOFA.

3. Incoming resources from fee income, HEFCE support and other charges for services

Fees receivable, HEFCE support and charges for services and use of the premises, including contributions received from restricted funds, are accounted for in the period in which the related service is provided.

4. Incoming resources from donations and legacies

Voluntary income is accounted for in the period in which it is received.

Voluntary income received for the general purpose of the College is credited to unrestricted funds.

Voluntary income which is subject to specific wishes of the donor is credited to the relevant restricted fund or, where the donation, grant or legacy is required to be held as capital, to the endowment funds. Where donations are received otherwise than in cash, they are valued at the market value of the underlying assets received at the date of receipt.

5. Investment income

Interest on bank balances and fixed interest securities is accounted for in the period to which the interest relates.

Dividend income and similar distributions are accounted for in the period in which they become receivable.

Income from investment properties is accounted for in the period to which the rental income relates.

6. Expenditure

Expenditure is accounted for on an accruals basis. Indirect expenditure is apportioned to expenditure categories based on the estimated amount attributable to that activity in the year, either by reference to staff time or the use made of the underlying assets, as appropriate. Irrecoverable VAT is included with the item of expenditure to which it relates.

Grants awarded are expensed as soon as they become legal or operational commitments.

Governance costs comprise the costs of complying with constitutional and statutory requirements.

Intra-group sales and charges between the College and its subsidiaries are excluded from trading income and expenditure.

7. Tangible fixed assets

The cost of major renovation projects which increase the service potential of buildings is capitalised and depreciated over applicable periods. Expenditure on equipment costing more than £1K is capitalised and carried in the balance sheet at historical cost.

Other expenditure on equipment incurred in the normal day-to-day running of the College and its subsidiaries is charged to the Statement of Financial Activities as incurred.

8. Depreciation

Depreciation is provided to write off the cost of all relevant tangible fixed assets, less their estimated residual value, in equal annual instalments over their expected useful economic lives as follows:

Freehold properties, including major extensions	30 years
Building improvements	20 - 30 years
Equipment	4 - 10 years

Freehold land is not depreciated. The cost of maintenance is charged in the Statement of Financial Activities in the period in which it is incurred.

9. Investments

Investment properties are valued as individual investments at their market values as at the balance sheet date. Purchases and sales of investment properties are recognised on exchange of contracts.

Listed investments are valued at their mid-market values as at the balance sheet date. Investments such as hedge funds and private equity funds which have no readily identifiable market value are included at the most recent valuations from their respective managers.

Gains and losses arising on the investments are credited or charged to the Statement of Financial Activities and are allocated to the appropriate Fund according to the "ownership" of the underlying assets.

10. Stocks

Stocks are valued at the lower of cost and net realisable value, cost being the purchase price on a first in, first out basis.

11. Foreign currencies

Transactions denominated in foreign currencies during the year are translated at prevailing rates of exchange at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates applying at the Balance Sheet date or, where there are related forward foreign exchange contracts, at the contract rates. The resulting exchange differences are taken to the Statement of Financial Activities.

12. Total Return investment accounting

The College statutes authorise the College to adopt a 'total return' basis for the investment of its permanent endowment. The College can invest its permanent endowments without regard to the capital/income distinctions of trust law and with discretion to apply any part of the accumulated total return on the investment as income for spending each year. Until this power is exercised, the total return is accumulated as a capital supplement to the preserved ('frozen') value of the permanent endowment.

The Governing Body has decided that it is in the best interests of the College to account for its invested expendable endowment capital in the same way, though there is no legal restriction on the power to spend such capital.

For the carrying value of the preserved ('frozen') permanent capital, the Governors have taken its open market value as at 2003-04, together with the original gift value of all subsequent endowments received.

13. Fund accounting

The total funds of the College and its subsidiaries are allocated to unrestricted, restricted or endowment funds based on the origins of the funds and the terms set by the donors. Endowment funds are further sub-divided into permanent and expendable.

Unrestricted funds can be used in furtherance of the objects of the College at the discretion of the Governing Body. The Governing Body may decide that part of the unrestricted funds shall be used in future for a specific purpose and this will be accounted for by transfers to appropriate designated funds.

Restricted funds comprise gifts, legacies and grants where the donors have earmarked funds for specific purposes. They consist of either gifts where the donor has specified that both the capital and any income arising must be used for the purposes given or the income on gifts where the donor has required that the capital be maintained and the income used for specific purposes.

Permanent endowment funds arise where donors specify that the funds should be retained as capital for the permanent benefit of the College. Any income arising from the capital will be accounted for as unrestricted funds unless the donor has placed restricted the use of that income, in which case it will be accounted for as a restricted fund.

Expendable endowment funds are similar to permanent endowment in that they have been given, or the College has determined based on the circumstances that they have been given, for the long term benefit of the College. However, the Governing Body may at its discretion determine to spend all or part of the capital.

14. Pension costs

The costs of retirement benefits provided to employees of the College through two multi-employer defined pension schemes are accounted for as if these were defined contribution schemes in accordance with the requirements of FRS 17. The College's contributions to these schemes are charged in the period in which the salaries to which the contributions relate are payable.

St Catherine's College
Consolidated Statement of Financial Activities
For the year ended 31 July 2016

	Notes	Unrestricted Funds £'000	Restricted Funds £'000	Endowed Funds £'000	2016 Total £'000	2015 Total £'000
INCOME AND ENDOWMENTS FROM:						
Charitable activities:	1					
Teaching, research and residential		8,482	-	-	8,482	7,879
Other Trading Income	3	1,247	-	-	1,247	1,157
Donations and legacies	2	1	132	2,769	2,902	5,546
Investments						
Investment income	4	1	-	352	353	385
Total return allocated to income	13	1,389	-	(1,389)	-	-
Other income		36	-	-	36	22
Total income		11,156	132	1,732	13,020	14,989
EXPENDITURE ON:						
Charitable activities:	5					
Teaching, research and residential		8,529	505	-	9,034	8,717
Generating funds:						
Fundraising		297	-	-	297	311
Trading expenditure		725	-	-	725	632
Investment management costs		-	-	75	75	63
Total Expenditure		9,551	505	75	10,131	9,723
Net Income/(Expenditure) before gains		1,605	(373)	1,657	2,889	5,266
Net gains/(losses) on investments	10, 11	-	-	5,905	5,905	10,126
Net Income/(Expenditure)		1,605	(373)	7,562	8,794	15,392
Transfers between funds	17	(375)	375	-	-	-
Other recognised gains/losses						
Gains/(losses) on revaluation of fixed assets		-	-	-	-	-
Net movement in funds for the year		1,230	2	7,562	8,794	15,392
Fund balances brought forward	17	19,607	382	65,759	85,748	70,356
Funds carried forward at 31 July		20,837	384	73,321	94,542	85,748

St Catherine's College
Consolidated and College Balance Sheets
As at 31 July 2016

	Notes	2016 Group £'000	2015 Group £'000	2016 College £'000	2015 College £'000
FIXED ASSETS					
Tangible assets	9	19,698	20,485	19,698	20,485
Property investments	10	1,023	705	1,023	705
Other Investments	11	72,298	65,054	72,298	65,054
Total Fixed Assets		93,019	86,244	93,019	86,244
CURRENT ASSETS					
Stocks		158	170	158	170
Debtors	14	654	1,307	676	1,262
Investments		-	-	-	-
Cash at bank and in hand		6,209	3,630	6,125	3,604
Total Current Assets		7,021	5,107	6,959	5,036
LIABILITIES					
Creditors: Amounts falling due within one year	15	2,002	1,880	1,940	1,809
NET CURRENT ASSETS/(LIABILITIES)		5,019	3,227	5,019	3,227
TOTAL ASSETS LESS CURRENT LIABILITIES		98,038	89,471	98,038	89,471
CREDITORS: falling due after more than one year	16	2,500	2,700	2,500	2,700
Provisions for liabilities and charges	17	-	-	-	-
NET ASSETS/(LIABILITIES) BEFORE PENSION ASSET OR LIABILITY		95,538	86,771	95,538	86,771
Defined benefit pension scheme liability	21	996	1,023	996	1,023
TOTAL NET ASSETS/(LIABILITIES)		94,542	85,748	94,542	85,748
FUNDS OF THE COLLEGE					
Endowment funds		73,321	65,759	73,321	65,759
Restricted funds		384	382	384	382
Unrestricted funds					
Designated funds		19,710	20,497	19,710	20,497
General funds		2,123	133	2,123	133
Pension reserve	21	(996)	(1,023)	(996)	(1,023)
		94,542	85,748	94,542	85,748

The financial statements were approved and authorised for issue by the Governing Body of St Catherine's College on 2 November 2016

Trustee:

Trustee:

St Catherine's College
Consolidated Statement of Cash Flows
For the year ended 31 July 2016

	Notes	2016 £'000	2015 £'000
Net cash provided by (used in) operating activities	26	1,915	(85)
Cash flows from investing activities			
Dividends, interest and rents from investments		353	385
Proceeds from the sale of property, plant and equipment		-	(787)
Purchase of property, plant and equipment		(573)	(2,749)
Proceeds from sale of investments		6,369	40,417
Purchase of investments		(8,026)	(45,049)
Net cash provided by (used in) investing activities		(1,877)	(7,783)
Cash flows from financing activities			
Repayments of borrowing		(200)	(200)
Cash inflows from new borrowing		-	-
Receipt of endowment		2,769	5,371
Net cash provided by (used in) financing activities		2,569	5,171
Change in cash and cash equivalents in the reporting period		2,607	(2,697)
Cash and cash equivalents at the beginning of the reporting period		3,630	3,630
Change in cash and cash equivalents due to exchange rate movements		-	-
Cash and cash equivalents at the end of the reporting period	24	6,209	3,630

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2016

1 INCOME FROM CHARITABLE ACTIVITIES

	2016	2015
	£'000	£'000
Teaching, Research and Residential		
Unrestricted funds		
Tuition fees - UK and EU students	2,087	2,049
Tuition fees - Overseas students	1,166	952
Other fees	897	771
Other HEFCE support	212	293
Other academic income	154	176
College residential income	3,966	3,638
	8,482	7,879
Total Teaching, Research and Residential	8,482	7,879

The above analysis includes £2,041k received from Oxford University from publicly accountable funds under the CFF Scheme (2015: £2,068k).

Under the terms of the undergraduate student support package offered by Oxford University to students from lower income households, the college share of the fees waived amounted to £42k (2015: £51k). These are not included in the fee income reported above.

2 DONATIONS AND LEGACIES

	2016	2015
	£'000	£'000
Donations and Legacies		
Unrestricted funds	1	1
Restricted funds	132	173
Endowed funds	2,769	5,371
	2,902	5,545

3 INCOME FROM OTHER TRADING ACTIVITIES

	2016	2015
	£'000	£'000
Subsidiary company trading income	1,247	1,157
Other trading income	-	-
	1,247	1,157

4 INVESTMENT INCOME

	2016	2015
	£'000	£'000
<i>Unrestricted funds</i>		
Other property income	-	-
Equity dividends	-	-
Income from fixed interest stocks	-	-
Interest on fixed term deposits and cash	-	-
Other investment income	-	-
Bank interest	1	34
Other interest	-	-
	1	34
<i>Endowed funds</i>		
Other property income	14	11
Equity dividends	-	-
Income from fixed interest stocks	-	-
Interest on fixed term deposits and cash	75	59
Other investment income	263	280
Bank interest	-	-
Other interest	-	-
	352	350
Total Investment income	353	384

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2016

5 ANALYSIS OF EXPENDITURE

	2016	2015
	£'000	£'000
Charitable expenditure		
Direct staff costs allocated to:		
Teaching, research and residential	3,637	3,916
Other direct costs allocated to:		
Teaching, research and residential	3,329	3,191
Support and governance costs allocated to:		
Teaching, research and residential	2,063	1,610
Total charitable expenditure	9,029	8,717
Expenditure on raising funds		
Direct staff costs allocated to:		
Fundraising	188	196
Trading expenditure	234	223
Investment management costs	-	-
Other direct costs allocated to:		
Fundraising	109	115
Trading expenditure	82	79
Investment management costs	-	-
Support and governance costs allocated to:		
Fundraising	-	-
Trading expenditure	409	330
Investment management costs	75	63
Total expenditure on generating funds	1,097	1,006
Total expenditure	10,126	9,723

The 2015 resources expended of £9489k represented £9021k from unrestricted funds, £405k from restricted funds and £63k from endowed funds.

The College is liable to be assessed for Contribution under the provisions of Statute XV of the University of Oxford. The Contribution Fund is used to make grants and loans to colleges on the basis of need. Contributions are calculated annually in accordance with regulations made by the Council of the University of Oxford.

The teaching and research costs include College Contribution payable of £27k (2015 - £33k).

	2016	2015
	Total	Total
	£'000	£'000
Included within the resources expended above are:		
Impairment charges	-	-
Stock recognised as an expense in the year	-	-
Operating lease payments	-	-
Foreign exchange losses	-	-

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2016

6 ANALYSIS OF SUPPORT AND GOVERNANCE COSTS

	Generating Funds £'000	Teaching and Research £'000	2016 Total £'000
Financial administration	-	393	393
Domestic administration	-	266	266
Human resources	-	66	66
IT	-	185	185
Depreciation	409	953	1,362
Loss/(profit) on fixed assets	-	-	-
Bank interest payable	-	181	181
Investment management	75	-	75
Other finance charges	-	-	-
Governance costs	-	19	19
	484	2,063	2,547

	Generating Funds £'000	Teaching and Research £'000	2015 Total £'000
Financial administration	-	252	252
Domestic administration	-	286	286
Human resources	-	55	55
IT	-	173	173
Depreciation	330	769	1,099
Loss/(profit) on fixed assets	-	-	-
Bank interest payable	-	185	185
Investment management	63	-	63
Other finance charges	-	-	-
Governance costs	-	15	15
	393	1,735	2,128

Financial and domestic administration and human resources costs are attributed according to the estimated staff time spent on each activity.
Depreciation costs and profit or loss on disposal of fixed assets are attributed according to the use made of the underlying assets.
IT costs are attributed according to time allocated to each activity.
Interest and other finance charges are attributed according to the purpose of the related financing.
Governance costs are allocated according to time spent in each area.

	2016 £'000	2015 £'000
Governance costs comprise:		
Auditor's remuneration - audit services	19	17
Auditor's remuneration - assurance services other than audit	-	-
Auditor's remuneration - tax advisory services	-	-
Auditor's remuneration - other services	-	-
Legal and other fees on constitutional matters	-	-
Other governance costs	-	-
	19	17

No amount has been included in governance costs for the direct employment costs or reimbursed expenses of the College Fellows on the basis that these payments relate to the Fellows involvement in the College's charitable activities. Details of the remuneration of the Fellows and their reimbursed expenses are included as a separate note within these financial statements.

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2016

7	GRANTS AND AWARDS	2016 £'000	2015 £'000
	During the year the College funded research awards and bursaries to students from its restricted and unrestricted fund as follows:		
	Unrestricted funds		
	Grants to individuals:		
	Scholarships, prizes and grants	9	9
	Bursaries and hardship awards	81	90
	Graduate Studentships	28	28
	Grants to other institutions	-	-
	Total unrestricted	118	127
	Restricted funds		
	Grants to individuals:		
	Scholarships, prizes and grants	434	312
	Bursaries and hardship awards	-	-
	Graduate Studentships	71	93
	Grants to other institutions	-	-
	Total restricted	505	405
	Total grants and awards	623	532

The figure included above represents the cost to the College of the Oxford Bursary scheme. Students of this college received £127k (2015: £132k). Some of those students also received fee waivers amounting to £42k (2015: £51k).

The above costs are included within the charitable expenditure on Teaching and Research.

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2016

8 STAFF COSTS

	2016 £'000	2015 £'000
The aggregate staff costs for the year were as follows.		
Salaries and wages	3,897	4,206
Social security costs	235	231
Pension costs:		
Defined benefit schemes	504	480
Defined contribution schemes	3	3
Other benefits	3	-
	4,642	4,920

The average number of employees of the College, excluding Trustees, on a full time equivalent basis was as follows.

	2016	2015
Tuition and research	29	31
College residential	90	89
Public worship	-	-
Heritage	-	-
Fundraising	5	4
Support	10	12
Total	134	136

The average number of employed College Trustees during the year was as follows.

	2016	2015
University Lecturers	23	22
CUF Lecturers	8	7
Other teaching and research	5	7
Other	15	16
Total	51	52

The following information relates to the employees of the College excluding the College Trustees. Details of the remuneration and reimbursed expenses of the College Trustees is included as a separate note in these financial statements.

There were no employees (excluding the College Trustees) during the year whose gross pay and benefits (excluding employer NI and pension contributions) exceeded £60,000.

The number of the above employees with retirement benefits accruing was as follows:

	2016	2015
In defined benefits schemes	87	83
In defined contribution schemes	30	32
The College contributions to defined contribution pension schemes totalled	504	480

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2016

9 TANGIBLE FIXED ASSETS

Group & College	Leasehold land and buildings £'000	Freehold land and buildings £'000	Plant and machinery £'000	Fixtures, fittings and equipment £'000	Total £'000
Cost					
At start of year	-	30,925	-	1,653	32,578
Additions	-	467	-	107	574
Disposals	-	-	-	-	-
At end of year	-	31,392	-	1,760	33,152
Depreciation and impairment					
At start of year	-	10,727	-	1,366	12,093
Depreciation charge for the year	-	1,289	-	72	1,361
Depreciation on disposals	-	-	-	-	-
Impairment	-	-	-	-	-
At end of year	-	12,016	-	1,438	13,454
Net book value					
At end of year	-	19,376	-	322	19,698
At start of year	-	20,198	-	287	20,485

The above includes:

£0k (2015:£0k) of plant and machinery held under finance leases.

£0k (2015:£0k) of fixtures and fittings held under finance leases.

The College has historic assets all of which are used in the course of the College's teaching and research activities. These comprise mainly listed buildings on the College site, together with their contents including some works of art. In some cases reliable historical cost information is not available for these assets and could not be obtained except at disproportionate expense. However, in the opinion of the Trustees the depreciated historical cost of these assets is now immaterial.

10 PROPERTY INVESTMENTS

Group & College	Agricultural £'000	Commercial £'000	Other £'000	2016 Total £'000	2015 Total £'000
Valuation at start of year	-	-	705	705	1,621
Additions and improvements at cost	-	-	280	280	3
Transfer to tangible fixed assets	-	-	-	-	(786)
Disposals	-	-	-	-	(157)
Revaluation gains/(losses) in the year	-	-	38	38	24
Valuation at end of year	-	-	1,023	1,023	705

The endowment properties which are all residential and include houses purchased under the College's joint equity scheme with staff. Properties are valued annually by reference to changes since the purchase date in the Nationwide House Price Index for the outer South East or where applicable according to the terms of the joint equity agreements.

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2016

11 OTHER INVESTMENTS

All investments are held at fair value.

	2016 £'000	2015 £'000
Group investments		
Valuation at start of year	65,054	49,380
New money invested	7,746	45,046
Amounts withdrawn	(6,369)	(39,474)
Reinvested income	-	-
Investment management fees	-	-
(Decrease)/increase in value of investments	5,867	10,102
Group investments at end of year	72,298	65,054
Investment in subsidiaries	-	-
College investments at end of year	72,298	65,054

Group investments comprise:	Held outside the UK £'000	Held in the UK £'000	2016 Total £'000	Held outside the UK £'000	Held in the UK £'000	2015 Total £'000
Equity investments	-	25,393	25,393	-	21,882	21,882
Global multi-asset funds	-	-	-	-	-	-
Property funds	-	8,554	8,554	-	7,240	7,240
Fixed interest stocks	-	-	-	-	-	-
Alternative and other investments	-	21,053	21,053	-	20,506	20,506
Fixed term deposits and cash	-	17,298	17,298	-	15,426	15,426
Total group investments	-	72,298	72,298	-	65,054	65,054

12 PARENT AND SUBSIDIARY UNDERTAKINGS

The College holds 100% of the issued share capital in St Catherine's College Management Limited, a company providing conference and other event services on the College premises, and 100% of the issued share capital in St Catherine's College Developments Limited, a company providing design and build construction services to the College.

The results and their assets and liabilities of the parent and subsidiaries at the year end were as follows.

	St Catz Management £'000	St Catz Development £'000
Income	1,242	247
Expenditure	(462)	(243)
Donation to College under gift aid	(780)	(4)
Result for the year	-	-
Total assets	188	296
Total liabilities	(188)	(296)
Net funds at the end of year	-	-

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2016

13 STATEMENT OF INVESTMENT TOTAL RETURN

The Trustees have adopted a duly authorised policy of total return accounting for the College investment returns with effect from 2007/08. The investment return to be applied as (income is calculated as 3% of the average of the year-end values of the relevant investments in each of the last 3 years. The preserved (frozen) value of the invested endowment capital represents its open market value in 2003/04 together with all subsequent endowments valued at date of gift.

	Trust for Investment £'000	Permanent Endowment Unapplied Total Return £'000	Total £'000	Expendable Endowment £'000	Total Endowments £'000
At the beginning of the year:					
Gift component of the permanent endowment	7,822		7,822		7,822
Unapplied total return		3,639	3,639		3,639
Expendable endowment				54,299	54,299
Total Endowments	7,822	3,639	11,461	54,299	65,759
Movements in the reporting period:					
Gift of endowment funds	729		729	2,040	2,769
Recoupment of trust for investment	-	-	-		-
Allocation from trust for investment	-	-	-		-
Investment return: total investment income		-	-	352	352
Investment return: realised and unrealised gains and losses		1,029	1,029	4,876	5,905
Less: Investment management costs		-	-	(75)	(75)
Other transfers	-	-	-	-	-
Total	729	1,029	1,758	7,193	8,951
Unapplied total return allocated to income in the reporting period		(293)	(293)	(1,097)	(1,390)
Expendable endowments transferred to income	-	(293)	(293)	(1,097)	(1,390)
Net movements in reporting period	729	736	1,465	6,096	7,561
At end of the reporting period:					
Gift component of the permanent endowment	8,551	-	8,551		8,551
Unapplied total return		4,375	4,375		4,375
Expendable endowment				60,395	60,395
Total Endowments	8,551	4,375	12,926	60,395	73,321

14 DEBTORS

	2016 Group £'000	2015 Group £'000	2016 College £'000	2015 College £'000
Amounts falling due within one year:				
Trade debtors	285	723	98	237
Amounts owed by College members	2	1	2	1
Amounts owed by Group undertakings	-	-	209	443
Loans repayable within one year	7	8	7	8
Prepayments and accrued income	349	575	349	573
Other debtors	11	-	11	-
Amounts falling due after more than one year:				
Loans	-	-	-	-
	654	1,307	676	1,262

15 CREDITORS: falling due within one year

	2016 Group £'000	2015 Group £'000	2016 College £'000	2015 College £'000
Bank loans	200	200	200	200
Trade creditors	558	654	496	583
Amounts owed to College Members	181	115	181	115
Amounts owed to Group undertakings	-	-	-	-
Taxation and social security	184	185	184	185
College contribution	27	33	27	33
Accruals and deferred income	604	370	604	370
Other creditors	248	323	248	323
	2,002	1,880	1,940	1,809

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2016

16 CREDITORS: falling due after more than one year

	2016 Group £'000	2015 Group £'000	2016 College £'000	2015 College £'000
Bank loans	2,500	2,700	2,500	2,700
Obligations under finance leases	-	-	-	-
Other creditors	-	-	-	-
	2,500	2,700	2,500	2,700

The above loan is a 25 year unsecured fixed rate loan, ending on 02/01/2030.

17 ANALYSIS OF MOVEMENTS ON FUNDS

	At 1 August 2015 £'000	Incoming resources £'000	Resources expended £'000	Transfers £'000	Gains/ (losses) £'000	At 31 July 2016 £'000
Endowment Funds - Permanent						
Scholarships & Prizes	5,193	474	-	(140)	466	5,993
Fellowships	5,075	159	-	(117)	456	5,573
Students	1,106	84	-	(33)	99	1,256
Buildings	86	11	-	(3)	8	102
Endowment Funds - Expendable						
General endowment	39,593	2,322	(75)	(1,014)	3,555	44,381
Research	8,625	-	-	(23)	775	9,377
Scholarships & Prizes	2,864	72	-	(21)	257	3,172
Fellowships	3,217	-	-	(38)	289	3,468
Total Endowment Funds - College	65,759	3,121	(75)	(1,389)	5,905	73,321
Endowment funds held by subsidiaries	-	-	-	-	-	-
Total Endowment Funds - Group	65,759	3,121	(75)	(1,389)	5,905	73,321
Restricted Funds						
Scholarships & prizes	106	74	(46)	-	-	134
Students	193	8	(37)	-	-	164
Research	83	50	(47)	-	-	86
Expenditure from endowment funds on specific purposes	-	-	(375)	375	-	-
Total Restricted Funds - College	382	132	(505)	375	-	384
Restricted funds held by subsidiaries	-	-	-	-	-	-
Total Restricted Funds - Group	382	132	(505)	375	-	384
Unrestricted Funds						
General reserve	133	9,766	(8,216)	440	-	2,123
Fixed Asset Designated Fund	20,485	-	(1,362)	574	-	19,697
Other academic reserve	12	1	-	-	-	13
Pension reserve	(1,023)	-	27	-	-	(996)
Total Unrestricted Funds - College	19,607	9,767	(9,551)	1,014	-	20,837
Unrestricted funds held by subsidiaries	-	-	-	-	-	-
Total Unrestricted Funds - Group	19,607	9,767	(9,551)	1,014	-	20,837
Total Funds	85,748	13,020	(10,131)	-	5,905	94,542

18 FUNDS OF THE COLLEGE DETAILS

The following is a summary of the origins and purposes of each of the Funds

Endowment Funds - Permanent:

Scholarships & prizes	A consolidation of gifts and donations where income, but not capital, can be used for scholarships and prizes.
Fellowships	A consolidation of gifts and donations where income, but not capital, can be used for Fellowships.
Students	A consolidation of gifts and donations where income, but not capital, can be used for student hardship.
Buildings	A consolidation of gifts and donations where income, but not capital, can be used for the buildings of the College.
Endowment Funds - Expendable:	
General endowment	A consolidation of gifts and donations where either income, or income and capital, can be used for the general purposes of the charity
Scholarships & Prizes	A consolidation of gifts and donations where either income, or income and capital, can be used for scholarships and prizes.
Research	A fund whose income and in certain circumstances capital may be used for research.
Fellowships	A consolidation of gifts and donations where either income, or income and capital, can be used for Fellowships.
Restricted Funds:	
Scholarships	A consolidation of gifts and donations where both income and capital can be used for scholarships.
Students	A consolidation of gifts and donations where both income and capital can be used for the benefit of students.
Research	A consolidation of gifts and donations where both income and capital can be used for research.
Designated Funds	
Fixed Asset Designated Fund	Unrestricted Funds which are represented by the fixed assets of the College and therefore not available for expenditure on the College's general purposes
Other academic reserve	Unrestricted Funds allocated by the Governing Body for designated academic purposes.
Pension reserve	Representing the liability for future pension contributions under defined benefit schemes.

The General Unrestricted Funds represent accumulated income from the College's activities and other sources that are available for the general purposes of the College

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19 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £'000	Restricted Funds £'000	Endowment Funds £'000	2016 Total £'000
Tangible fixed assets	19,698	-	-	19,698
Property investments	-	-	1,023	1,023
Other investments	(384)	384	72,298	72,298
Net current assets	5,019	-	-	5,019
Defined benefit pension scheme liability	(996)	-	-	(996)
Long term liabilities	(2,500)	-	-	(2,500)
	<u>20,837</u>	<u>384</u>	<u>73,321</u>	<u>94,542</u>

	Unrestricted Funds £'000	Restricted Funds £'000	Endowment Funds £'000	2015 Total £'000
Tangible fixed assets	20,485	-	-	20,485
Property investments	-	-	705	705
Other investments	(382)	382	65,054	65,054
Net current assets	3,227	-	-	3,227
Defined benefit pension scheme liability	(1,023)	-	-	(1,023)
Long term liabilities	(2,700)	-	-	(2,700)
	<u>19,607</u>	<u>382</u>	<u>65,759</u>	<u>85,748</u>

20 TRUSTEES' REMUNERATION

The trustees of the college comprise the governing body, primarily fellows who are teaching and research employees of the College and who sit on governing body by virtue of their employment.

No trustee receives any remuneration for acting as a trustee. However, those trustees who are also employees of the College receive salaries for their work as employees. Where possible, these salaries are paid on external scales and often are joint arrangements with the University of Oxford.

Trustees of the college fall into the following categories:

The Master
Official Tutorial Fellows
Official non-Tutorial Fellows
Professorial Fellows
Readers
Fellows by Special Election
Stipendiary Lecturers
Faculty Lecturers

Some trustees are eligible to participate in the College's joint equity scheme; others may be eligible for a housing allowance which is disclosed within the salary figures below. Four trustees live in houses owned jointly with the College. Two such houses were purchased during the year.

Some trustees receive additional allowances for additional work carried out as part time college officers. For example, Senior Tutor, Dean, Tutor for Admissions, Tutor for Graduates. These amounts are included within the remuneration figures below. The total remuneration and taxable benefits as shown below is £1,049k (2014-15 £1,042k). The total of pension contributions is £166k (2014-15 £157k).

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Remuneration paid to trustees

Range	Number of Trustees/Fellows	2016	Number of Trustees/Fellows	2015
		Gross remuneration, taxable benefits and pension contributions £		Gross remuneration, taxable benefits and pension contributions £
£0-£999	11	0	12	0
£2,000-£2,999	0	0	1	2,530
£4,000-£5,000	0	0	1	4,837
£6,000-£6,999	0	0	1	6,972
£7,000-£7,999	1	7,502	0	0
£9,000-£9,999	0	0	1	9,674
£10,000-£10,999	0	0	1	10,884
£11,000-£11,999	1	11,732	0	0
£12,000-£12,999	1	12,258	1	12,303
£13,000-£13,999	0	0	1	13,157
£15,000-£15,999	2	31,380	2	30,887
£16,000-£16,999	3	49,745	0	0
£17,000-£17,999	0	0	1	17,552
£18,000-£18,999	2	37,145	0	0
£19,000-£19,999	1	19,336	1	19,583
£20,000-£20,999	7	144,509	14	286,206
£21,000-£21,999	8	170,218	1	21,506
£23,000-£23,999	1	23,200	1	23,188
£28,000-£28,999	1	28,858	0	0
£30,000-£30,999	1	30,113	0	0
£42,000-£42,999	1	42,387	1	42,987
£44,000-£44,999	1	44,515	0	0
£45,000-£45,999	0	0	1	45,041
£46,000-£46,999	1	46,310	2	92,555
£48,000-£48,999	1	48,633	0	0
£50,000-£50,999	0	0	2	101,669
£51,000-£51,999	1	51,821	1	51,953
£52,000-£52,999	1	52,030	1	52,345
£53,000-£53,999	0	0	1	53,883
£54,000-£54,999	1	54,729	0	0
£61,000-£61,999	0	0	1	61,080
£62,000-£62,999	1	62,165	0	0
£63,000-£63,999	0	0	1	63,320
£64,000-£64,999	1	64,347	0	0
£70,000-£70,999	0	0	1	70,504
£73,000-£73,999	1	73,581	0	0
£104,000-£104,999	0	0	1	104,528
£109,000-£109,999	1	109,125	0	0
Total	51	1,215,639	52	1,199,144

Eleven trustees are not employees of the college and do not receive remuneration.

All trustees may eat at common table, as can all other employees who are entitled to meals while working.

See also note 27 Related Party Transactions

Key management remuneration

The total remuneration paid to key management was £325k (2015: £315k).

Key management are considered to be the senior staff listed on page 4 of the Report of the Governing Body.

21 PENSION SCHEMES

The College participates in the Universities Superannuation Scheme ("the USS") and the University of Oxford Staff Pension Scheme ("the OSPS") on behalf its staff. Both schemes are contributory defined benefit schemes (i.e. they provide benefits based on length of service and pensionable salary). The assets of USS and OSPS are each held in separate trustee-administered funds.

Both schemes are multi-employer schemes and the College is unable to identify its share of the underlying assets and liabilities of each scheme on a consistent and reasonable basis. Therefore, as required by FRS 102 the College accounts for the schemes as if they were defined contribution schemes.

Both schemes have put in place agreements for additional contributions to fund their past service deficits. In accordance with the provisions of FRS 102 the College has recognised a liability for the future contributions that it estimates will be payable as a result of these deficit funding agreements.

Universities Superannuation Scheme

The pension charge for the year includes £319k (2015 - £301k) in relation to the USS. This represents contributions of £306k payable to the USS as adjusted by the change in the deficit funding liability between the opening and closing balance sheet dates of £13k.

USS's actuarial valuation as at 31 March 2014 takes into account the revised benefit structure effective 1 April 2016 agreed both by the Joint Negotiating Committee and the Trustee in July 2015 following the Employers' consultation which concluded in June 2015. Key changes agreed include: for Final Salary section members, the benefits built up to 31 March 2016 will be calculated as at that date using pensionable salary and pensionable service immediately prior to that date and going forwards will be revalued in line with increases in official pensions (currently CPI); all members will accrue a pension of 1/75th and a cash lump sum of 3/75ths of salary each year of service in respect of salary up to a salary threshold, initially £55,000 p.a. with the threshold applying from 1 October 2016; member contributions will be 8% of salary; a defined contribution benefit for salary in excess of the salary threshold at the total level of 20% (8% employee, 12% employer) of salary in excess of the salary threshold; and optional additional contributions payable into the defined contribution section from 1 October 2016 of which the first 1% of salary is to be matched by employer contributions. Further details about the changes may be reviewed on USS' website, www.uss.co.uk. For the period up to 1 April 2016 the employer deficit contribution was 0.7% p.a. of salaries based on the assumptions made. After allowing for those changes, the actuary established a long term employer contribution rate of 18% p.a. of salaries for the period from 1 April 2016 to 31 March 2031. On the assumptions made and with the salary threshold and defined contribution section implemented this gives rise to deficit contributions of at least 2.1% p.a. of salaries. At 31 March 2016 USS reported that the funding deficit had increased to £10.0 bn (83% funded) from £8.2bn (86% funded) at 31 March 2015.

USS' actuary has assumed that the investment return is 5.2% in year 1, decreasing linearly to 4.7% over 20 years. USS' actuary has assumed that general pay growth will be CPI in year 1, CPI + 1% in year 2 and RPI + 1% p.a. thereafter. It is assumed that CPI is based on the RPI assumption (market derived price inflation of 3.6% p.a. less an inflation risk premium) less RPI/CPI gap of 0.8% p.a. As noted above the USS employer contribution rate is 18% of salaries from 1 April 2016. Prior to that date it is 16% of salaries. The total employer contributions include provisions for the cost of future accrual of defined benefits (DB) (net of member contributions to the DB section), deficit contributions, administrative expenses of 0.4% of salaries and from the implementation of the salary threshold the employer contribution towards defined contribution benefits including employer matching contributions and certain investment management costs relating to the DC section.

A provision of £507k has been made at 31 July 2016 (2015 - £536k) for the present value of the estimated future deficit funding element of the contributions payable under this agreement. In determining the level of this provision it has been assumed that the College will continue to have a constant level of employee participation in this scheme and that the relevant earnings of these employees will increase in line with the actuary's projected long-term salary rate increases.

A copy of the full actuarial valuation report and other further details on the scheme are available on the USS website www.uss.co.uk

Oxford Staff Pension Scheme

The pension charge for the year includes £214k (2015 - £178k) in relation to the OSPS. This represents contributions of £198k payable to the OSPS as adjusted by the change in the deficit funding liability between the opening and closing balance sheet dates of £16k.

OSPS' actuarial valuation as at 31 March 2013 identified a required long-term employer contribution rate of 20.1% of total pensionable salaries with a funding deficit of £173m. The University of Oxford, on behalf of all the employers participating in the scheme, has agreed with the trustees of OSPS to address this deficit by raising the employer contribution rate in increments of 0.5% of pensionable salary to 23.5%, with this increase being implemented over the three years to 1 August 2017. The actuary has certified that the additional contribution should eliminate the deficit by 30 June 2026. At 31 March 2015 the scheme reported a funding deficit of £213.4m (71% funded) compared to £134.8m (77% funded) as at 31 March 2014. The next triennial valuation is due with an effective date of 31 March 2016.

The OSPS employer contribution rate required for future service benefits alone at the date of the valuation was 20.1% of total pensionable salaries. It was agreed that employers increase their contribution rate by 0.5% each year to 1 August 2017 to 23.5%.

A provision of £489k has been made at 31 July 2016 (2015 - £487k) for the present value of the estimated future deficit funding element of the contributions payable under this agreement. In determining the level of this provision it has been assumed that the College will continue to have a constant level of employee participation in this scheme and that the relevant earnings of these employees will increase in line with the actuary's projected long-term salary rate increases.

A copy of the full actuarial valuation report and other further details on the scheme are available on the University of Oxford website <http://www.admin.ox.ac.uk/finance/epp/pensions/schemes/osps/>.

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Pension charge for the year

The pension charge recorded by the College during the accounting period was equal to the contributions payable after allowance for the deficit recovery plan as follows:

Scheme	2016	2015
	£000's	£000's
Universities Superannuation Scheme	319	301
University of Oxford Staff Pension Scheme	214	178
Other schemes – contributions	3	3
Total	536	482

22 TAXATION

The College is able to take advantage of the tax exemptions available to charities from taxation in respect of income and capital gains received to the extent that such income and gains are applied to exclusively charitable purposes. No liability to corporation tax arises in the College's subsidiary companies because the directors of this/these companies have indicated that they intend to make donations each year to the College equal to the taxable profits of the company under the Gift Aid scheme. Accordingly no provision for taxation has been included in the financial statements.

23 RECONCILIATION OF NET INCOMING RESOURCES TO NET CASH FLOW FROM OPERATIONS

	2016 Group £'000	2015 Group £'000
Net income/(expenditure)	8,794	15,392
Elimination of non-operating cash flows:		
Investment income	(353)	(385)
(Gains)/losses in investments	(5,905)	(10,126)
Endowment donations	(2,769)	(5,371)
Depreciation	1,362	1,099
(Surplus)/loss on sale of fixed assets	-	-
Decrease/(Increase) in stock	12	9
Decrease/(Increase) in debtors	652	(703)
(Decrease)/Increase in creditors	122	-
(Decrease)/Increase in provisions	-	-
(Decrease)/Increase in pension scheme liability	-	-
Net cash provided by (used in) operating activities	1,915	(85)

24 ANALYSIS OF CASH AND CASH EQUIVALENTS

	2016 £'000	2015 £'000
Cash at bank and in hand	6,209	3,630
Notice deposits (less than 3 months)	-	-
Bank overdrafts	-	-
Total cash and cash equivalents	6,209	3,630

25 FINANCIAL COMMITMENTS

At 31 July the College had annual commitments under non-cancellable operating leases as follows:

	2016 £'000	2015 £'000
Land and buildings		
expiring within one year	-	-
expiring between two and five years	-	-
expiring in over five years	-	-
	-	-
Other		
expiring within one year	-	-
expiring between two and five years	-	-
expiring in over five years	-	-
	-	-

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26 CAPITAL COMMITMENTS

The College had contracted commitments at 31 July for future capital projects totalling £454k (2015 - £220k).

27 RELATED PARTY TRANSACTIONS

The College is part of the collegiate University of Oxford. Material interdependencies between the University and of the College arise as a consequence of this relationship. For reporting purposes, the University and the other Colleges are not treated as related parties as defined in FRS 102.

Members of the Governing Body, who are the trustees of the College and related parties as defined by FRS 102, receive remuneration and facilities as employees of the College. Details of these payments and reimbursed expenses as trustees are disclosed separately in these financial statements.

There were no loans outstanding at 31 July.

The College has properties with the following net book values owned jointly with trustees under joint equity ownership agreements between the trustee and the College.

	2016 £'000	2015 £'000
Mr J L Bennett	153	152
Dr R Bailey	70	70
Dr L Tunbridge	91	0
Dr A Power	186	0

All joint equity properties are subject to sale on the departure of the trustee from the College.

28 CONTINGENT LIABILITIES

None

29 POST BALANCE SHEET EVENTS

A private placement of £25m unsecured debt for a term of 45 years has been issued on 14.10.16 at a rate 2.567%.

30 TRANSITION TO FRS 102

The College adopted FRS 102 at 31 July 2016. The date of transition is 1 August 2014. The net effect is set out below

Effect on the SoFA	Unrestricted Funds £'000	Restricted Funds £'000	Endowed Funds £'000	2015 Total £'000
Net Income/(Expenditure) as previously stated	1,209	-231	4,522	5,500
Pension liability increase	-234			-234
Net Income/(Expenditure) as previously restated	<u>975</u>	<u>-231</u>	<u>4,522</u>	<u>5,266</u>
			As at 1 August 2014 £'000	As at 31 July 2014 £'000
Net Funds (as previously stated)			71,146	86,771
Unrestricted				
Recognition of pension deficit			(789)	(1,023)
Total unrestricted			<u>-789</u>	<u>-1,023</u>
Net Funds (as restated)			<u>70,357</u>	<u>85,748</u>

The most significant change is the recognition of a liability in respect of the deficit reduction arrangements for multi employer pension defined benefit pension schemes that are accounted for as defined contribution schemes.