

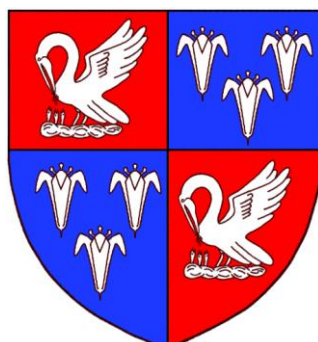


**Corpus Christi College  
Cambridge**

**RECOMMENDED CAMBRIDGE COLLEGE ACCOUNTS  
(RCCA)**

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**For the financial year ended  
30 June 2015**





**Page No**

1 - 2	<b>Governing Body / Trustees</b>
3	<b>Advisors</b>
	<b>Operating and Financial Review</b>
4	Aims & Objectives
5-8	Review of Activity - Financial Review and Results
8	Plans for the Future
9	Risk Management
10	Statement of Corporate Governance and Public Benefit
11	Responsibilities of the Governing Body and Internal Control
13 - 14	<b>Independent Auditors' Report</b>
15 – 18	<b>Statement of Principal Accounting Policies</b>
19	<b>Consolidated Income and Expenditure Account</b>
20	<b>Consolidated Statement of Total Recognised Gains and Losses</b>
21	<b>Consolidated Balance Sheet</b>
22	<b>Consolidated Cash Flow Statement</b>
23	<b>Notes to the Financial Statements</b>



Governing Body / Trustees

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Charity Registration Number 1137453  
Charity Exemption Number X6457  
VAT Number GB 214 2431 13

The College of Corpus Christi and the Blessed Virgin Mary in the University of Cambridge is a corporate body comprising the Master, the Fellows and the Scholars whose registered office is at Trumpington Street, Cambridge, CB2 1RH. The College is a registered charity and is subject to regulation by the Charity Commission for England and Wales. The charity trustees of the College are the members of the Governing Body, being its Official Fellows, appointed by the Governing Body in accordance with the Statutes of the College.

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**MEMBERS OF THE GOVERNING BODY AND TRUSTEES OF THE CHARITY**

Master  
Stuart Laing MA MPhil

CJB Brookes MA, PhD	Tutor for Advanced Students, College Lecturer in Mathematics, <i>Affiliated Lecturer in the Faculty of Mathematics</i>
RA McMahon MA, PhD	President, <i>Senior Lecturer in Engineering</i>
Professor CJ Howe MA, PhD, ScD, FLS	<i>Professor of Plant and Microbial Biochemistry</i>
R Davis PhD (Princeton), BMus (London), LRAM, LTCL	<i>Reader in Ethnomusicology</i>
Professor AG Smith BSc (Bristol) ,PhD	<i>Professor of Plant Biochemistry</i>
Professor PC Hewett MA, PhD (Edinburgh)	Food and Wine Steward, <i>Professor of Observational Cosmology and Astrophysics</i>
NE Simmonds MA, LL.M, PhD	Dean of College, <i>Professor in Jurisprudence</i>
Professor M Warner FRS, MA, PhD (London)	<i>Professor of Theoretical Physics</i>
PNR Zutshi PhD, FSA	GB Secretary, Graduate Tutor, <i>Keeper of the University Archives</i>
Professor JG Haslam MLitt, BSc (Econ), PhD (Birmingham), FBA (30.09.15)	<i>Professor of History of International Relations</i>
CM Kelly BA (Sydney), PhD, FSA	<i>Reader in Ancient History, Laurence Lecturer in Classics</i>
D Greaves MA, PhD	<i>Senior Lecturer in Computer Science</i>
Professor S Godsill MA, PhD	Tutor, <i>Professor of Statistical Signal Processing</i>
Professor EF Wilson MA, PhD	Tutor, <i>Professor of Contemporary French Literature and the Visual Arts</i>
HPC Robinson MA, PhD	<i>Senior Lecturer in Neuroscience</i>
Professor AC Harvey BA (York), MSc (LSE), FBA	<i>Professor of Econometrics</i>
DA Sneath BSc (Ulster), PhD	Graduate Tutor, <i>Reader in the Anthropology of Political Economy</i>
CFR de Hamel Dphil (Oxford), LittD (Hon, St John's, Minnesota, USA), LittD (Hon, Otago NZ), FSA	Donnelley Fellow Librarian
KA Seffen MA, PhD, CMath	<i>Reader in Engineering</i>
J Warren MA, MPhil, PhD	Tutor, Web Editor, <i>Reader in Ancient Philosophy</i>
EJ Winter MA	Development and Communications Director
S Cain MA, MPhil	College Teaching Officer in English
M Sutherland BSc, MSc, PhD	Admissions Tutor, Tutor, <i>Affiliated Lecturer in Physics</i>
P Cicuta Laurea (Milan), PhD	<i>Reader in Physics</i>
B Kushner BA, PhD	<i>Reader in Modern Japanese History</i>
J Buxton BA (Hons), DipTH	Dean of Chapel, Warden of Leckhampton
Marina Frasca-Spada Laurea (Rome) PhD	Senior Tutor, <i>Affiliated Lecturer in the Department of History and Philosophy of Science</i>
Shruti Kapila BA, MA, PhD	<i>Lecturer in History</i>
SL Ainger-Brown MA, FCMA, FCMI, CGMA	College Treasurer and Second Bursar



**Governing Body / Trustees**

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A Weisl-Shaw MA, MPhil, PhD (30.09.15)	College Teaching Officer and Research Fellow in Modern and Medieval Languages
P Bearcroft MA, MB, BChir, FRCP, FRCR	<i>Lecturer in Clinical Medicine</i>
J Carr BSc, PhD	Graduate Tutor, <i>Reader in Plant Sciences</i>
E Spary BA, MA, PhD	Tutor, <i>Reader in History</i>
J Hirst MA DPhil	Lecturer in Chemistry
T Land PhD (31.03.15)	Donnelley Research Fellow
A Rao BSc, MSc, PhD (30.09.14)	Research Fellow in Physics
P Amaral BSc, MSc, PhD (30.09.14)	Non-Stipendiary Research Fellow in Natural Sciences
J Betts BA, MPhil, MA, PhD (30.09.15)	Research Fellow in History
J Morgan MA(Oxon), PhD	Tutor, <i>Senior Lecturer in Law</i>
J Kaminski PhD (30.09.15)	Non-Stipendiary Research Fellow in Modern and Medieval Languages
P Rendahl PhD	<i>Lecturer in Economics</i>
B Pilgrim MChem, PhD	<i>Herchel Smith Postdoctoral Research Fellow in Chemistry</i>
K Collis BA, DPhil	Research Fellow in English
S Bohndiek PhD	Graduate Tutor, <i>Lecturer in Physics</i>
E St John Smith MPharmacol, PhD	Tutor, <i>Lecturer in Pharmacology</i>
AG Milne BA, MA, PhD	EB Secretary, <i>Judith E Wilson Lecturer in Drama &amp; Poetry, Faculty of English</i>
E Kazamia BA, MSc, PhD (30.09.15)	Non-Stipendiary Research Fellow Plant Sciences
T Harvey-Samuel MA	Bursar
A Rapport BA, PhD	<i>Lecturer in Politics &amp; International Studies</i>
A Davison BA, DPhil, MA, PhD	<i>Starbridge Lecturer in Theology &amp; Natural Sciences</i>
S Zadeh BA, MPhil, PhD	Stipendiary Research Fellow in Social Psychology
J Bradley BSc, MSc, PhD	William Cook Research Fellow & College Teaching Officer in Economics
R Adelstein BA, MA, PhD	Donnelley Research Fellow in Ethnomusicology
E Luger BA, MA, PhD	Microsoft Research Fellow
A Joannides BA, MA, PhD, MB	<i>Clinical Lecturer in Clinical Neurosurgery</i>
V Braithwaite BSc, PhD	Non-Stipendiary Research Fellow in Biological Sciences
J D Rhodes BA, MA, PhD	<i>Lecturer in Film, and Visual Media Studies</i>

The above lists Fellows of the College (in order of seniority and election to Fellowship) who are members of the Governing Body (see section 'College Governance'). During the year some Fellows left the fellowship, the dates of leaving fellowship are indicated after their name.

On appointment all Fellows are given copies of the Statutes and Ordinances of the College



## Contact Information- Principal Professional Advisors

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### Actuaries

Cartwright Group Ltd  
Suite 7, Second Floor  
The Hub, IQ Farnborough  
Hants GU14 7JP

### Auditors

Peters Elworthy & Moore LLP  
Salisbury House, Station Road  
Cambridge CB1 2LA

### Solicitors

Ashton KCJ  
Chequers House  
77-81 Newmarket Road  
Cambridge CB5 8EU

Mills & Reeve LLP  
Francis House  
112 Hills Road  
Cambridge CB2 1PH

Taylor Vinters LLP  
Merlin Place  
Milton Road  
Cambridge CB4 0DP

### Bankers

Barclays Bank plc (Corporate Banking)  
PO Box 885, Mortlock House  
Histon, Cambridge CB4 9DE

### Property Managers and Valuers

Bidwells LLP  
Trumpington Street  
Cambridge CB2 2LD

### Investment Advisors

Cambridge Associates Ltd  
80 Victoria Street, Cardinal Place  
London SW1E 5JL

### Investment Advisors/Managers

OrbiMed Advisors LLC  
601 Lexington Avenue, 54<sup>th</sup> Floor  
New York, NY10022

Martin Currie Investment Management Ltd  
Ingham and Wilkinson Building  
129 Front Street  
Hamilton HM12  
Bermuda

State Street Global Advisors Ltd  
20 Churchill Place  
Canary Wharf, London E14 5HJ

The Charities Property Fund  
c/o Cordea Savills LLP  
33 Margaret Street  
London W1G 0JD

BlueBay Asset Management plc  
77 Grosvenor Square  
London W1K 3JR

Miura Global Management LLC  
101 Park Avenue  
New York NY10178

Waverton Investment Management Ltd  
21 St James Square  
London SW1Y 4HB

Heronbridge Investment Management LLP  
1 Queen Street  
Bath  
BA1 1HE

Cantab Capital Partners  
City House, 126-130 Hills Road  
Cambridge CB2 1RE

Cambridge University Endowment Fund  
Treasury & Investments, Finance Division  
Greenwich House, Madingley Rise  
Madingley Road, Cambridge CB3 0TX



### Status

Founded in 1352, the College of Corpus Christi and the Blessed Virgin Mary in the University of Cambridge is the sixth oldest of the thirty-one colleges of Cambridge University. It is an autonomous, self-governing community of Fellows and scholars. The total community consists of the Master, 60 active Fellows (41 men and 19 women) and 469 junior members, of whom 268 are undergraduates (159 men and 109 women) and 204 are graduates (125 men and 79 women). Graduate students include those undertaking both full and part-time study. In addition, 95 full time equivalent members of staff (both full and part-time) support the College in achieving and upholding its aims and objectives. The College is a registered charity (registered number 1137453) and is subject to regulation by the Charity Commission for England and Wales. The College is a charity within the meaning of the Taxes Act 1988, s506(1). Further information about the College can be found at [www.corpus.cam.ac.uk](http://www.corpus.cam.ac.uk).

### Aims and Objectives of the College

The College is an institution of higher education. It continues to promote its statutory charitable objectives “to maintain and support a College within the University of Cambridge for the advancement of education, research, learning and religion”. The College remains an independent foundation while, at the same time, forming part of an internationally renowned collegiate university. The College endorses the University’s mission and core values and views the partnership between University and College as central to Cambridge’s future development. The College will continue to play an active role in University bodies and in formulating University policy.

The College has the following long term aims and objectives:

- A dedication and commitment to the pursuit of the highest standards and quality in teaching and research at undergraduate and graduate levels within a stimulating and supportive environment. It maintains the emphasis on the individual in academic and pastoral provision.
- To promote and foster excellence in academic research of the highest quality across a wide variety of disciplines.
- To support a community of Fellows, students and staff allowing the benefits of a large, internationally renowned university to be realised in a small-scale and close knit community.
- To encourage and nurture a community of active alumni contributing to the life and future of the College.
- To manage, enhance and continually develop its endowments and benefactions, historic buildings and grounds for the benefit of current and future generations.

In pursuit of its objectives, the College admits (as junior members) undergraduates and graduate students matriculated in the University of Cambridge. It provides financial and other support to those members that require it and supports teaching and research in the University. In order to support the funding of its activities, the College maintains and manages an endowment of assets including properties. Besides educational, financial and tutorial support, the College supplies accommodation, catering and other services to its members and others.

The College has regard to the Charity Commission’s guidance on public benefit and, inter alia, provides a number of free lectures, concerts and exhibitions for the benefit of the community both nationally and internationally. The College places particular emphasis on sharing its facilities with the local community, the College sports grounds are used by cricket and soccer clubs within the city and the College grounds at the heart of the city are open to the public for most of the year.



### Review of activity

Two hundred and sixty three undergraduates sat classed University examinations in 2015; 78% obtained grades in the First Class or upper division of the Second Class (or in the undivided Second Class). Eleven undergraduates were awarded University prizes. 48 postgraduate students successfully completed an MPhil or other one year graduate course, 45 completed clinical studies and 29 satisfied the requirements for a PhD.

67 undergraduates received means tested awards totaling £171k under the centrally administered Cambridge Bursary Scheme whose goal is to ensure that no UK or EU student should be deterred from applying to Cambridge due to financial considerations. A further £39k was disbursed by College Tutors in hardship funds; scholarships and prizes worth £12k were awarded by the Governing Body to reward excellence and achievement; £23k in grants were awarded for travel and vacation study. The Graduate Tutors made grants to postgraduates for research and maintenance. Research Associateships were granted to 12 post-doctoral students.

A number of endowed Fellowships have recently been created by generous benefactions which have further strengthened the College's teaching provision in certain key subjects, while also allowing early career academics a significant amount of time for research as part of the role. Teaching and Research Fellows were appointed in Economics (the first appointment under the William Cook Fellowship), Clinical Neuroscience and Modern and Medieval Languages. Research and Teaching appointments for the forthcoming year were also made for the Hong Kong Link Fellowship (in Law) and the Sultan Qaboos Fellowship (in Mathematics). Research Fellowships were awarded in Biological Science, Social Psychology, Ethnomusicology (the Donnelley Research Fellow) and Computer Science (the Microsoft Research Fellow).

The College continues to place significant emphasis on its wide ranging access and outreach effort. Through an intensive programme of Open Days, Masterclasses, Summer Schools, visits to schools, school visits to Corpus and Higher Education fairs a total of over 2,800 pupils had interaction with the College and its Fellowship in 2014-15. This level of activity was reflected in the December 2014 admissions round with the College receiving a record 459 applications for undergraduate admission. The College is very grateful to those alumni who have supported this effort.

### Strategic Plan and Campaign

The College has been investing to implement its strategic plan which was approved in 2014 and sets the framework for the College's development in respect of the Fellowship, student body, buildings and infrastructure over the coming decade. In order to ensure that this plan is fully financed the College will be launching a Fundraising Campaign in October 2015. The aim of the campaign is to raise £30 million for:

- Bursaries and student support
- Teaching and fellowships
- Access, outreach and widening participation
- Accommodation and facilities

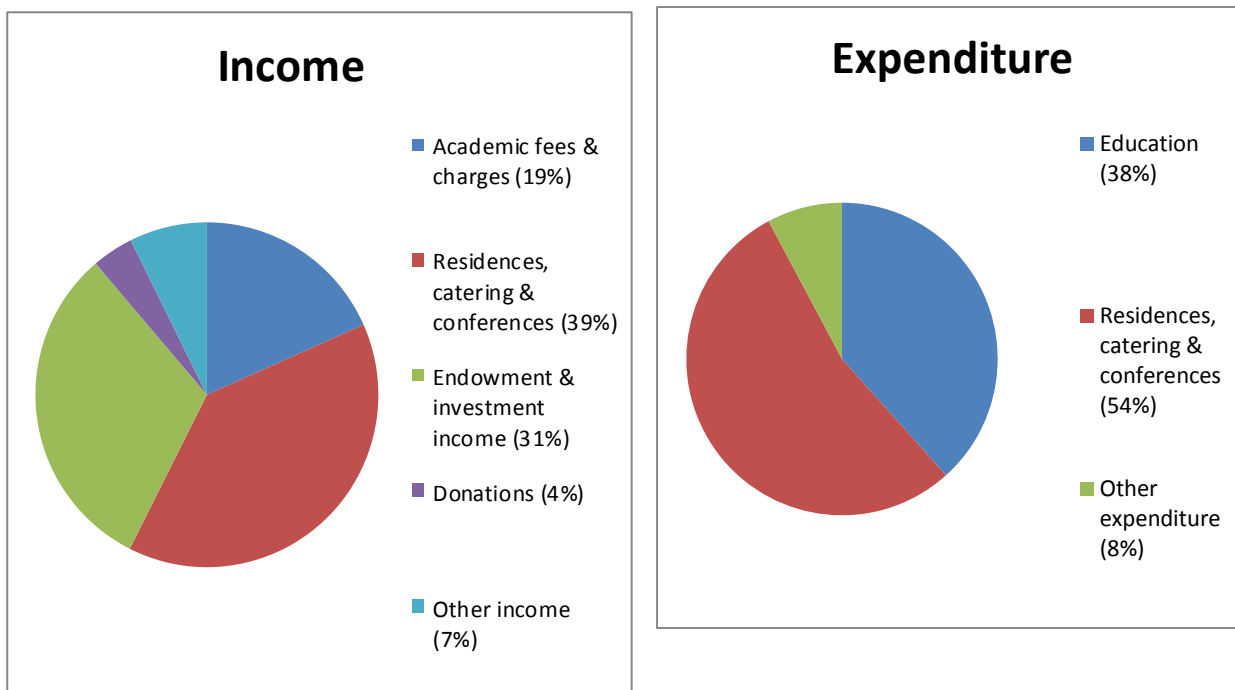
Over £11 million has already been raised from fundraising, and £5 million from the long-term loan discussed in the 2013-14 annual report and accounts.

Corpus' campaign will be launched at the same time as the University's campaign to raise £2 billion. Donations to Corpus, while staying within the College, will be counted as part of the University's campaign total.



**Financial Review – overview of the year**

The College was able to continue its recent pattern of improving financial performance in the year to June 30, 2015, recording a surplus of £928k, the fourth consecutive year a modest surplus has been recorded. The principal areas of income and expenditure and their respective proportions are illustrated below:



**Financial Results**

The strengthening trend in the College’s financial results is set out in the table below. This improved efficiency of operations is grounded in a rigorous three year budgetary process which has improved visibility on income streams, allowed greater control of expenditure patterns and incorporates planning for significant capital expenditure.

£m	2015	2014	2013	2012	2011	2010	2009
Income	10.3	10.1	9.1	8.2	7.7	7.0	7.6
Expenditure	9.4	9.3	8.4	8.0	7.9	7.8	9.2
Net Surplus/(Deficit)	0.9	0.8	0.7	0.2	(0.2)	(0.8)	(1.6)

**College Funding**

Corpus is funded from several sources including fees, accommodation and catering revenues from the student body, donations, investment and conference income. The College also has borrowings of £5.5m against net assets as at 30 June 2015 of £216.4m. It remains the College’s intention to run an extremely conservative balance sheet. The College’s operating income (i.e. income from academic fees and charges, conferences and catering) does not cover the College’s expenditure. The College is therefore reliant on income from donations and its endowment to ensure its continued financial stability.

**Academic Fees and Charges**

Academic fees consist of the College fee and grants to support teaching and research. The sources of funding are tuition fees payable by or on behalf of undergraduates and postgraduates. Fee income from these sources increased by 3.3% in the year under review to £1.9m, the increase is as a result of a small increase in student numbers.





### Conferences and catering

The College's conference and catering business enjoyed another record year. Revenue increased by 9.2% to £1.2m and a number of new clients across academic, charitable and corporate sectors were added. The College established a dedicated subsidiary, Corpus Conferences Ltd, in order to manage our non-academic activity.

### Donations, legacies and Benefactions

The College relies extensively on donations, legacies and benefactions to grow the capital value of its endowment and also to fund capital projects and educational activities (Fellowships, Bursaries and Access/Outreach programmes). In the year 2014-15 the College received £3.2m in aggregate donations and legacies. The College is profoundly grateful to all its donors for their extraordinary support. Donations (including the recovery of Gift Aid where applicable) are reported in the Income and Expenditure account, the Statement of Recognised Gains and Losses and, if received for the purpose of funding fixed assets, as deferred capital grants. Changes in accounting practices for Charities will take effect for the College's next financial year that will have the effect of passing all donations through the Income and Expenditure account.

### Endowment and Investment Performance

The capital value of the College's Endowment grew during the year under review by 8.5% from £87.3m to £94.8m. The return on investment for the year (i.e. total return less new donations) was 9.1%. This compares to our benchmark composite (compiled in association with Cambridge Associates) which returned 5.8%, the FTSE 100 which returned 0.7% and the ARC Balanced Asset Charity index which returned 5%. Our property investments continued to perform well (especially commercial property) and the performance of the Cambridge University Endowment Fund (in which we increased our investment over the year) was also a material contributor to the outperformance. Diversification remains our watchword as we head into more challenging waters with increased volatility seen in asset markets, especially since year end.

The College's Investment Committee (comprising seven internal and five external members) meets termly and monitors performance, asset allocation, risk and liquidity throughout the year.

The College reviewed its Spending Rule over the course of the year. A reduction in the annual drawdown to 3.75% from 4% for the five years commencing in June 2015 was agreed in anticipation of more challenging investment markets and likely lower returns. The averaging period for the calculation of the amount to be drawn was also increased from 3 years to 5 years (from twelve to twenty quarterly readings) so as to smooth future cashflows. The College has a minimum target of maintaining the real value of the Endowment while drawing down a sufficient amount to support its activity. It is exceptionally important for the College to continue to grow its resources so it can continue to provide education at the highest level, support research and maintain and improve its facilities.

### Capital Expenditure and Building works

The full refurbishment and extension of 88-90 Barton Road was completed ahead of time and on budget (£800k). This building now provides 14 bedrooms and one flat and is an extremely energy efficient site, benefiting from 16 solar PV panels on the roof. 19 Cranmer Road has also been similarly refurbished to provide 2 flats and 9 rooms at a cost of £225k in a project managed and almost entirely executed by the College's own Maintenance team which resulted in significant savings. The College also undertook the principle planning, design and tendering work for a reconstruction of the Leckhampton dining hall and kitchens. This project will be completed during the 2015/16 academic year. The modernisation of the kitchens was long overdue and dining capacity will be increased by 50% within a design which incorporates many of the features of the much loved existing dining hall. This new facility allows the College's infrastructure to keep pace with the growth of the graduate community and anticipate its further development.



The College also made significant investments in upgrading its information technology. This has provided improvements in student IT provision as well as administrative server and network infrastructure.

The College's operational properties are recorded within the tangible assets of the balance sheet. The maintenance of these beautiful buildings (most of which are Grade I or II listed) imposes a significant burden on the College's finances. An appropriate level of expenditure on the College's operational buildings is deemed to be 1.5% pa of the insurance replacement value. While this has broadly been maintained for the last three years, the College is still compensating for a significant period of under investment in the estate in the two prior decades.

The College has a wholly owned operating subsidiary, Corpus Developments Ltd which develops property on behalf of the College and makes Gift Aided donations to the College from its pre-tax profits. Corpus Developments' accounts are filed separately at Companies House and have been consolidated in the College accounts.

The College has a wholly owned subsidiary (which became operational from July 2015), Corpus Conferences Ltd which provides non educational conferences, events and functions on behalf of the College and makes Gift Aided donations to the College from its pre-tax profits. Corpus Conferences' accounts are filed separately at Companies House and have been consolidated in the College accounts.

### Future Capital projects

The College's main capital project for the forthcoming year is the reconstruction of Leckhampton dining hall and kitchens. We also intend to convert some commercial property in Botolph Court into four more student rooms over the year. This will enable the College to continue to grow cohort sizes broadly in line with the trajectory envisaged in the strategic plan approved last year.

The redesign of the Old House kitchen and the restoration of the fabric of the medieval dining hall (currently obscured by much ducting) is an expensive and complex project to which we next must turn. The detailed planning for this project will begin in earnest over the coming year. It is likely that we will combine this project with restoration of the ceiling of the Hall.

Professor Oliver Rackham, who sadly died in February 2015, very generously left the College his house and we will be converting this into Fellows' accommodation over the course of the coming year with the aim of having two Fellows' flats. This will be an extraordinarily valuable addition to the College's estate in an area of great scarcity. We also need to continue our programme of room refurbishment in Old House.

### Staff Costs, Employment policy, Pensions and Equal Opportunities

Employment costs comprised 38.3% of total costs in the year under review and are the College's largest category of overhead. Wage inflation continues to be modest but is less recumbent than in recent years. Overall employment costs (including pension contributions and National Insurance) are rising more steeply.

The College makes pension fund contributions on behalf of its employees to four schemes: two defined benefit schemes, the Cambridge Colleges Federated Pension Scheme (CCFPS) and the Universities Superannuation Scheme (USS) and two defined contribution schemes (Aviva and NEST).

The College's share of the CCFPS deficit was £810k vs £1,129k in the prior year. During the year the College completed a consultation on revisions to USS contributions and benefits. This will result in an increase in College contributions from April 2016 in order to address the significant deficit within USS. As of June 2016 the College's theoretical share of the USS deficit will also be shown on the College balance sheet as part of the changes in the presentation of Charities' accounts mentioned earlier. The College also consulted on changes to CCFPS in order to manage the transition to the Single State Pension.

The College has adopted the Living Wage. The Remuneration and Benefits Committee (which includes external members) is tasked with ensuring good governance and compliance with Charity Commission guidelines. The College is committed to the principle and practice of equal opportunities and aims to be an equal opportunities employer. The College employed four Apprentices at 30 June 2015



### Reserves Policy

The College's unrestricted funds and reserves amount to £185.8m and are represented in the balance sheet by the College's operational buildings, which are used for teaching and residential purposes and part of the College's investment assets. The restricted funds amount to £30.6m, represented by part of the investment portfolio.

### Environmental Policy

The College aims to manage its activities, buildings and estates to promote environmental sustainability, conserve natural resources and prevent environmental pollution and to bring about a continual improvement in its environmental performance. The College's efforts in respect of sustainable energy consumption were recognised by a gold award in the 2014/15 Green Impact awards, organised by the Environment and Energy department of the University (Corpus was one of only four Colleges to receive such an award). The College is committed to reducing its carbon emissions, water consumption and waste footprint.

### Risk Management and Assessment

The major risks to which the College is exposed are reviewed regularly by College Committees and these are reported to the Governing Body. Systems are in place and reviewed regularly in order to mitigate all identified risks. Relevant Committees and individuals in College are charged with responsibility for evaluating risks within their areas of responsibility and advising the Governing Body on the probability of occurrence, nature and likely severity of impact, together with the steps taken in mitigation. It must be recognised that the College is faced with numerous risks (extending from owning and operating historic operational buildings, IT, legislation and regulation, academic and pastoral care, investment performance and financial management), not all of which can be mitigated through insurance. The College Health and Safety Policy Statement is reviewed regularly, endorsed by the Governing Body and is displayed in College.

### Financial Outlook and Plans for the Future

It continues to be pleasing that the College is able to record a modest surplus while providing ever greater support through Bursaries, making strategic additions to its teaching capabilities via endowed Fellowships as well as undertaking significant investment in its estate. This financial sustainability underpins our intent to fulfil our objectives in perpetuity. While investment markets have provided excellent returns in recent years it is clear that an environment of greater volatility is at hand. As long term investors we are well placed to weather this but it requires a tempering of future return expectations. This is reflected in our downward revision to 3.75% of the annual drawdown amount for the Spending Rule. Furthermore cuts in Government spending on research grants will pressurize our resources, as will the withdrawal from October 2016 of the Isaac Newton Trust's support of the Cambridge Bursary Scheme. All these factors impel us to take a cautious near term outlook even as we seek to invest for the future.

We remain extremely dependent on the support of our donors who continue to show extraordinary generosity in supporting our aims across all areas of investment identified in this report.

The strategic plan approved in 2014 provides the framework for the goals of our Fundraising campaign.

While there are significant challenges ahead, the College approaches them with a dedicated and excellent team of staff, a stable financial base, increasingly efficient operations and a magnificent group of alumni and other supporters. These pillars give us confidence in our capacity to continue to fulfil our objectives.



### Statement of Corporate Governance

The Master and Fellows constitute the Governing Body of the College, to whose meetings are invited Junior Member representatives (for open business). The Fellows of the Governing Body are the Trustees of the charity and responsible for ensuring compliance with charity law. The Governing Body is constituted and regulated in accordance with the College Statutes and Ordinances which together also govern the activities of the College. The Governing Body is responsible for the strategic direction of the College, for its on-going administration, and for the management of its finances and assets. Meetings are held seven times a year under the chairmanship of the Master. The Governing Body acknowledges its responsibility to act with prudence and care to ensure the College complies with relevant laws and regulations. The Governing Body elects all Fellows of the College. There is a Register of Interest for all Trustees, which is updated annually. Declarations of interest are made at the start of each meeting.

The Executive Body supports the Governing Body. The Executive Body consists of 8 elected members and no more than 4 ex-officio members. It is responsible for the control and management of the College's affairs as delegated by the Governing Body. There are also a range of committees including: Audit, Development, Estates and Finance, Fellowship, Investment, Buildings, Remunerations and Benefits and Staff.

### Public Benefit Statement

In the founding charter and the College Statutes and Ordinances and as reconfirmed in a GB resolution in 2010, the College's charitable purposes are clearly articulated. These are the advancement of education, research, learning and religion for the public benefit by the provision, support and maintenance of the College in the University of Cambridge. The Governing Body is satisfied that the activities as described in these Reports and Accounts meet the public benefit requirements of a registered charity. The full public benefit statement has been lodged with the Charities Commission but can be summarised as follows:-

#### *Education*

The provision (with other Colleges of Cambridge and the University of Cambridge) of an education for undergraduate and graduate students is recognised internationally as being of the very highest standard. Education and teaching is provided in small groups which allows for strong pastoral, administrative and academic support through the tutorial and graduate mentoring systems. The College provides a residential community with social, cultural, musical, recreational and sporting facilities being available to all students. These facilities allow them the opportunity to realise their full academic and personal potential whilst studying at the College. Accommodation and catering is provided at reasonable rates. The College provides bursaries and studentships when needed to both undergraduate and graduate members of limited means. The general public are also able to attend various educational activities in the College.

#### *Research*

The College provides and advances research in a number of ways. It provides Research Fellowships to outstanding academics at an early stage of their careers, this enables them to develop and focus on their research in this formative period before undertaking a full academic post. It supports research work pursued by its Fellows through promoting interaction across disciplines, providing facilities and grants for national and international conferences, research trips and research materials. It encourages the publication of research by members of the College through papers, journals or other suitable means. Visiting Fellowships are available to encourage overseas academics to take a period of research leave from their institutions and work in Cambridge.

#### *Learning*

The College maintains the Taylor Library, an extensive up to date library (including special collections) for all members and where publications and journals can be accessed with a catalogue integrated into that of the University. It provides a valuable resource for students and Fellows of the College, alumni, members of other Colleges and the University of Cambridge, external scholars and researchers. The Parker Library, an important manuscript library of international significance, is open to scholars and researchers from Cambridge and globally. Frequent guided tours, public viewings and exhibitions are held in conjunction with the College Fellow Librarian, his team and the Cambridge Tourist Office.



## Corporate Governance and Public Benefit - For the year ended 30 June 2015

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The Fitzwilliam Museum has on exhibition the College's Lewis Collection which is on long term loan. Revd. Samuel Savage Lewis (1836-1891) left to the College a large collection of classical coins and other objects.

### *Religion*

The College Chapel is regularly open to visitors whatever their faith tradition or none, there is no geographical, age or religious restriction for those attending the Chapel in the College. The chapel is maintained and supported by the College as a place of religious worship. The Dean of Chapel holds regular services in which the College choir participates; these services are open to the general public and visitors. The College supports, through the Dean of Chapel and others, the emotional, mental and spiritual well-being of all members of the College Community. The College offers choral and organ scholarships and instrumental awards. The College maintains its historic connections and links with other churches and parishes through its involvement as Patron of several parishes. The College has established links with local cultural foundations and seeks to develop them further.

### **The College within the community**

The College makes a particular point of sharing and extending the use of its facilities with the local community and local organisations. The College sports ground and boathouse are used by rounders, cricket, soccer and rowing clubs in the city. The College grounds in the heart of the city are open to the public for most of the year. The College hosts local events and functions throughout the year and supports the Corpus Playroom (a small theatre space) whose daily operations are run by the ADC Theatre.

### **Responsibilities of the Governing Body and Internal Control**

The arrangements for governance of the College are set out in its Statutes. The Master as Head of House has statutory powers of governance and is also Chairman of the Governing Body. The Bursar is accountable to the Governing Body and has overall responsibility for the finances, operations and general administration of the College. The Senior Tutor, also accountable to the Governing Body, has overall responsibility for admissions, education and welfare of undergraduate students. The Tutor for Advanced Students has particular responsibility for graduate students. The Warden of Leckhampton has responsibility for Leckhampton, the College's graduate centre in West Cambridge.

Membership of the Governing Body during the financial year is included within this report.

The Governing Body is required to present audited financial statements for each financial year. They are prepared in accordance with the provisions of the Statutes of the College and the University of Cambridge and applicable United Kingdom Accounting Standards, including the Statement of Recommended Accounting for Further and Higher Education Institutions as interpreted by the University of Cambridge in their Recommended Cambridge College Accounts.

Members of the Governing Body are responsible for ensuring that there is an effective and sufficient system of internal controls and that financial records are accurately maintained. They are also responsible for safeguarding the assets of the College and hence for taking reasonable steps to prevent and detect fraud and other irregularities.

The Governing Body has satisfied itself and ensured that:

- Suitable accounting policies are selected and applied consistently
- Judgments and estimates are made that are reasonable and prudent
- Applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- The financial statements are prepared on the going concern basis and the Governing Body is satisfied the College has adequate resources to continue in operation for the foreseeable future



### **Corporate Governance and Public Benefit - For the year ended 30 June 2015**

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Members of the Governing Body endeavor to act with integrity at all times and are required to consider the College's best interests, without regard to their own private interests. Members of the Governing Body are required to use their best efforts to take appropriate steps to ensure that the ongoing affairs of the College are managed prudently, taking consideration to balance short-term needs, longer-term strategic objectives and governance.

The Governing Body is responsible for the maintenance and integrity of the corporate and financial information included on the Colleges website ([www.corpus.cam.ac.uk](http://www.corpus.cam.ac.uk)). Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

The College has a policy for managing conflicts of interest, maintaining a register of interests and seeking declarations of potential conflicts at the start of any meeting.



## Independent Auditors' Report to the Governing Body of Corpus Christi College For the year ended 30 June 2015

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We have audited the financial statements of Corpus Christi College for the year ended 30 June 2014 which comprise the consolidated income and expenditure account, the consolidated statement of total recognised gains and losses, the consolidated balance sheet, the consolidated cash flow statement and 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).

This report is made solely to the College's Governing Body, as a body, in accordance with College's Statutes and the Statutes of the University of Cambridge. Our audit work has been undertaken so that we might state to the College's Governing Body those matters we are required to state to them in an auditors' 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 the College's Governing Body as a body, for our audit work, for this report, or for the opinions we have formed.

### RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITORS

As explained more fully in the Trustees' Responsibilities Statement set out on page 10, 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 151 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 (APB's) Ethical Standards for Auditors.

### SCOPE OF THE AUDIT OF 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 trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Operating & Financial Review and the Corporate Governance & Public Benefit 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 College's affairs as at 30 June 2013 and of the group's income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011 and the Statutes of the University of Cambridge; and
- the contribution due from the College to the University has been correctly computed as advised in the provisional assessment by the University of Cambridge and in accordance with the provisions of Statute G, II, of the University of Cambridge.



**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 Trustee's Annual Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; 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.

**PETERS ELWORTHY & MOORE**

Chartered Accountants and Statutory Auditors

Salisbury House  
Station Road  
Cambridge  
CB1 2LA

Date: 24/11/2015

Peters Elworthy & Moore is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.





### **Basis of preparation**

The financial statements have been prepared in accordance with the provisions of the Statutes of the College and of the University of Cambridge and applicable UK Accounting Standards. In addition, the financial statements comply with the Statement of Recommended Practice: Accounting for Further and Higher Education (The SORP)

The income and expenditure account includes activity analysis in order to demonstrate that the College is satisfying its obligations to the University of Cambridge with regard to the use of public funds. The analysis required by the SORP is set out in Note 7.

### **Basis of accounting**

The financial statements have been prepared under the historical cost convention, modified in respect of the treatment of investments and certain operational properties which are included at valuation.

### **Bases of Consolidation**

The Consolidated Financial Statements include the College and its subsidiary undertaking, Corpus Developments Ltd. Intra-group transactions are eliminated on consolidation. A separate balance sheet and related notes for the College only are not included because Corpus Developments Ltd is a design and build company and therefore the balance sheet of the College would not be materially different to the one included in the accounts. Details of the subsidiary are set out in Note 27.

The Consolidated Financial Statements do not include the activities of student societies as these are separate bodies in which the College has no financial interest and over whose policy decisions it has no control.

### **Recognition of income**

#### **Academic fees**

Academic fees are recognised in the period to which they relate and include all fees chargeable to students or their sponsors. The costs of any fees waived or written off by the College are included as expenditure.

#### **Restricted grant income**

Grants received for restricted purposes are recognised as income to the extent that relevant expenditure has been incurred.

#### **Income from research grants**

Income from research grants, contracts and other services rendered is included to the extent of the completion of the contract or service concerned.

#### **Donations and benefactions**

Charitable donations are recognised on receipt or where there is certainty of future receipt and the value can be measured reliably. The accounting treatment of a donation depends on the nature and extent of restrictions specified by the donor. Donations with no substantial restrictions are recognised as income in the income and expenditure account. Donations which are to be retained for the future benefit of the College, and other donations with substantially restricted purposes, other than for the acquisition or construction of tangible fixed assets, are recognised in the statement of total recognised gains and losses as new endowments.

#### **Capital grants and donations**

Grants and donations are received for the purposes of funding the acquisition and construction of tangible fixed assets. In the case of depreciable assets these are credited to deferred capital grants when the related capital expenditure is incurred and released to income over the estimated useful life of the respective assets in line with the depreciation policy. Grants and donations of, or for the acquisition of, freehold land or heritage assets, which are non-depreciable assets, are credited to the income and expenditure account in the year of acquisition.



## Statement of Principal Accounting Policies - For the year ended 30 June 2015

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### Other income

Income is received from a range of activities including residences, catering conferences and other services rendered.

### Endowment and investment income

All investment income is credited to the income and expenditure account in the period in which it is earned. Income from restricted endowments not expended in accordance with the restrictions of the endowment is transferred from the income and expenditure account to restricted endowments.

### Total return

The College invests its endowment investment portfolio and allocates a proportion of the related earnings and capital appreciation to the income and expenditure account in accordance with the total return investment concept. The allocation to income is determined by a spending rule, currently 4%, which is designed to stabilize annual spending levels from the endowment. The income transferred to the income and expenditure account on this total return basis is calculated using a formula that uses the weighted average value of the College's investment portfolio over a three year period up to the commencement of the current accounting year. Total Return was adopted as a methodology and first reported in the financial statements ended June 2011.

### Gifts in kind

Properties, investments, and other fixed assets donated to the College are included as donation income at market value at the time of receipt.

### Pension schemes

The College contributes to a number of defined benefit pension schemes and accounts for the costs in relation to these schemes in accordance with FRS17 (Retirement Benefits). The College participates in the Universities Superannuation Scheme (USS), a defined benefit scheme which is contracted out of the State Second Pension (S2P). The assets of the scheme are held in a separate trustee-administered fund. 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 income and expenditure account represents the contributions payable to the scheme in respect of the accounting period.

The College also contributes to the Cambridge Colleges' Federated Pension Scheme (CCFPS), another defined benefit scheme. The assets of the scheme are measured at fair value, and the liabilities are measured on an actuarial basis using the projected unit method and discounted at an appropriate rate of return. The College's share of the surplus or deficit of the scheme is recognised as an asset or liability on the balance sheet. The current service costs, being the actuarially determined present value of the pension value of the pension benefits earned by employees in the current period, are included within staff costs. Investment income includes the net of the expected return on assets, being the actuarial forecast of total return on the assets of the scheme, and the interest cost being the notional interest cost arising from unwinding the discount on the scheme liabilities. All changes in the pension surplus or deficit due to changes in actuarial assumptions or differences between actuarial forecasts and actual out-turn are reported on the statement of total recognised gains and losses.

The College contributes to some defined contribution schemes in order to meet its regulatory requirement under automatic enrolment. The staging date notified by the Pensions Regulator for Corpus was April 2014.

### Foreign currency translation

Transactions denominated in foreign currencies are recorded at the rate of exchange ruling at the date of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at year end rates or, where there are forward foreign exchange contract, at contract rates. The resulting exchange differences are dealt with in the determination of the income and expenditure for the financial year.



## Tangible Fixed Assets

### Operational Freehold Land and Buildings

Land and Buildings held for operational purposes are stated at depreciated replacement cost as at 30 June 2003 with subsequent additions at cost. The valuation in June 2003 was carried out by Bidwells LLP, Chartered Surveyors.

Freehold buildings (including the cost of major renewals) are depreciated on a straight line basis over their expected useful economic life of 100 years.

Freehold land is not depreciated.

Where land and buildings are acquired with the aid of specific bequests or donations they are capitalised and depreciated as above. The related benefactions are credited to a deferred capital account and are released to the Income and Expenditure Account over the expected useful economic life of the related asset on a basis consistent with the depreciation policy.

Finance costs, which are directly attributable to the construction of buildings are not capitalised as part of the cost of those assets.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying amount of the fixed asset may not be recoverable.

Buildings under construction are valued at cost based on the value of architects' certificates and other direct costs incurred to 30<sup>th</sup> June. They are not depreciated until they are brought into use.

### Maintenance and Renewal of Premises

The college has a maintenance plan, which is reviewed on an annual basis. The cost of any routine maintenance costing less than £10,000 is charged to the Income and Expenditure account as it is incurred. The cost of major refurbishment and maintenance costing more than £10,000 is capitalised and depreciated over the useful economic life of the asset concerned.

The college may also set aside sums to meet future maintenance costs, these being disclosed within general reserves.

### Furniture, Fittings and Equipment

Furniture, fittings computer and general equipment costing less than £10,000 per individual item or group of related items is written off in the year of acquisition. All other assets are capitalised and depreciated over their expected useful life as follows:

Furniture and Fittings	10 years (10% per annum)
Motor Vehicles and General Equipment	5 years (20% per annum)
Computer Equipment	3 years (33% per annum)

### Heritage Assets

The College holds and conserves a number of collections, exhibits, artifacts and other assets of historical, artistic or scientific importance. In accordance with FRS 15 and FRS 30 (Heritage assets) heritage assets acquired before 1 July 1999 have not been capitalised since reliable estimates of cost or value are not available on a cost-benefit basis. Acquisitions since 1 July 1999 have been capitalised at cost or, in the case of donated assets, at expert valuation on receipt. Heritage assets are not depreciated since their long economic life and high residual value mean that any depreciation would not be material.

### Leased Assets

Rental costs under operating leases are charged to expenditure in equal amounts over the period of the leases.

### Investments

#### Securities

Investments are included in the balance sheet at market value.



### Investment properties

Investment properties are included in the balance sheet at open market value.

### Endowment Funds

Endowment funds are classified under three headings:

- Where the donor has specified that the fund is to be permanently invested to generate an income stream for the general purposes of the College, the fund is classified as an un-restricted permanent endowment.
- Where the donor has specified that the fund is to be permanently invested to generate an income stream to be applied for a restricted purpose, the fund is classified as a restricted permanent endowment.
- Where the donor has specified a particular objective other than the acquisition or construction of tangible fixed assets, and that the College must or may convert that donated sum into income, the fund is classified as a restricted expendable endowment.

### Stocks

Stocks are stated at the lower of cost and net realisable value after making provision for slow moving and obsolete items.

### Provisions

Provisions are recognised when the College has a present legal or constructive obligation as a result of a past event, and it is probable that a transfer of economic benefit will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

### Contingent Liabilities

The College participates in the Universities Superannuation Scheme (USS), with effect from 16 March 2007 USS positioned itself as a "last man standing" scheme so that in the event of an insolvency of any of the participating employers in USS, the amount of any pension funding shortfall (which cannot otherwise be recovered) in respect of that employer will be spread across the remaining participant employers

### Taxation

The College is a registered charity (number 1137453) and also a charity within the meaning of Section 506 (1) of the Taxes Act 1988. Accordingly, the College is exempt from taxation in respect of income or capital gains received within the categories covered by Section 505 of the Taxes Act 1988 or Section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that such income or gains are applied to exclusively charitable purposes.

The College receives no similar exemption in respect of Value Added Tax. The College is a partially exempt organisation for VAT purposes. With the approval of H M Revenue and Customs, it has adopted a methodology that enables it to recover part of the VAT on its expenses. Though recovered VAT exceeds the VAT previously recoverable under the old CVCP guidelines, input tax on purchases is, nevertheless, largely irrecoverable.

### Contribution under Statute G, II

The College is liable to be assessed for Contribution under the provisions of Statute G,II of the University of Cambridge. Contribution is used to fund grants to colleges from the Colleges Fund. The College may from time to time be eligible for such grants. The liability for the year is as advised to the College by the University based on an assessable amount derived from the value of the College's assets as at the end of the previous financial year.



**Consolidated Income and Expenditure Account  
For the year ended 30 June 2015**

		2015 £	2014 £
<b>Income</b>	Note		
Academic Fees and Charges	1	1,900,394	1,839,228
Residences, Catering and Conferences	2	4,049,522	3,802,662
Endowment and Investment Income	3	3,246,499	3,003,513
Donations	4	405,110	733,159
Release of Deferred Capital Grants	4	445,213	438,369
Other Income		314,139	280,641
<b>Total Income</b>		<u>10,360,877</u>	<u>10,097,572</u>
<b>Expenditure</b>			
Education	5	3,619,728	3,388,040
Residences, Catering and Conferences	6	5,081,370	4,866,448
Other Expenditure		737,908	1,086,304
<b>Total Expenditure</b>	7	<u>9,439,006</u>	<u>9,340,792</u>
<b>Surplus before Contribution under Statute G, II</b>		921,871	756,780
<b>Contribution under Statute G,II</b>		<u>(59,000)</u>	<u>(51,000)</u>
<b>Surplus after Contribution under Statute G, II</b>		862,871	705,780
<b>Surplus/(Deficit) for the year transferred to Accumulated Income in Endowment Funds</b>		(65,524)	(47,361)
<b>Surplus/(Deficit) for the year retained within General Reserves</b>		<u>928,395</u>	<u>753,141</u>

All items dealt with in arriving at the surplus/(deficit) for 2015 and 2014 relate to continuing operations.

**Note of Historical Cost Surpluses and Deficits**

The difference between the results as disclosed in the Income and Expenditure Account and the result on an unmodified cost basis is not material.

The notes on pages 23 to 41 form part of these accounts.



**Consolidated Statement of Total Recognised Gains and Losses  
For the year ended 30 June 2015**

	Note	Restricted Funds £	Unrestricted Funds £	Total Funds 2015 £	Total Funds 2014 £
Surplus/(deficit) on income and expenditure account		-	928,395	928,395	753,141
Unspent endowment fund income		(65,524)	-	(65,524)	(47,361)
Increase/(decrease) in market value of investments:					
Investment portfolio	10	1,380,844	1,144,922	2,525,766	2,852,186
Investment properties	10	-	2,722,000	2,722,000	4,487,500
Release of unapplied total return		(149,605)	(361,772)	(511,377)	(519,609)
Increase/(decrease) in foreign currency	20	-	(17,647)	(17,647)	-
New endowments	19	2,784,116	-	2,784,116	2,284,390
Actuarial (loss)/gain in respect of pension schemes	17	-	262,550	262,550	(451,435)
<b>Total recognised gains/(losses) relating to the year</b>		<u>3,949,831</u>	<u>4,678,448</u>	<u>8,628,279</u>	<u>9,358,812</u>
<b>Reconciliation</b>					
Opening reserves and endowments		26,611,994	168,732,543	195,344,537	185,985,725
Total recognised gains/(losses) for the year		3,949,831	4,678,448	8,628,279	9,358,812
<b>Closing reserves and endowments</b>		<u>30,561,825</u>	<u>173,410,991</u>	<u>203,972,816</u>	<u>195,344,537</u>

The notes on pages 23 to 41 form part of these accounts.


**Consolidated Balance Sheet**  
**As at 30 June 2015**

	Note	2015 £	2014 £		
<b>Fixed Assets</b>					
Tangible Assets	9	118,342,722	119,427,508		
Investments	10	<u>11,849,905</u>	<u>10,344,956</u>		
		<u>130,192,627</u>	<u>129,772,464</u>		
<b>Endowment Assets</b>	11	85,747,010	79,564,978		
<b>Current Assets</b>					
Stock	12	175,398	171,064		
Debtors	13	1,514,803	1,079,743		
Cash	14	<u>9,783,830</u>	<u>9,024,211</u>		
		<u>11,474,031</u>	<u>10,275,018</u>		
<b>Creditors: amounts falling due within one year</b>	15	(1,860,961)	(2,314,181)		
<b>Net Current Assets</b>		<u>9,613,070</u>	<u>7,960,837</u>		
<b>Creditors: amounts falling due after more than one year</b>	16	(8,340,648)	(8,110,450)		
<b>Net Assets excluding Pension Asset/(Liability)</b>		<u>217,212,059</u>	<u>209,187,829</u>		
<b>Pension Asset/(Liability)</b>	17	(809,548)	(1,129,056)		
<b>Net Assets including Pension Asset/(Liability)</b>		<u>216,402,511</u>	<u>208,058,773</u>		
<b>Capital and Reserves</b>					
		<b>Restricted Funds £</b>	<b>Unrestricted Funds £</b>	<b>2015 Total £</b>	<b>2014 Total £</b>
<b>Deferred Capital Grants</b>	18	<u>-</u>	<u>12,429,692</u>	<u>12,429,692</u>	<u>12,714,237</u>
<b>Endowments</b>					
Expendable endowments	19	3,865,628	-	3,865,628	2,874,109
Permanent endowments	19	<u>26,696,197</u>	<u>56,210,174</u>	<u>82,906,371</u>	<u>76,690,868</u>
	19	<u>30,561,825</u>	<u>56,210,174</u>	<u>86,771,999</u>	<u>79,564,977</u>
<b>Reserves</b>					
General reserves excluding pension reserve	20	-	118,010,368	118,010,368	116,908,615
Pension reserve	20	-	<u>(809,548)</u>	<u>(809,548)</u>	<u>(1,129,056)</u>
	20	-	<u>117,200,820</u>	<u>117,200,820</u>	<u>115,779,559</u>
		<u>30,561,825</u>	<u>173,410,994</u>	<u>203,972,819</u>	<u>195,344,536</u>
<b>Total</b>		<u>30,561,825</u>	<u>185,840,686</u>	<u>216,402,511</u>	<u>208,058,773</u>

These financial statements were approved by the trustees on 23 November 2015 and are signed on their behalf by:

**T Harvey-Samuel**  
**Bursar**

The notes on pages 23 to 41 form part of these accounts.



**Consolidated Cash Flow Statement  
For the year ended 30 June 2015**

		<b>2015</b>	<b>2014</b>
		<b>£</b>	<b>£</b>
<b>Net cash outflow from operating activities</b>	21	(1,492,913)	(650,155)
<b>Returns on investments and servicing of finance</b>	22	2,483,225	2,313,672
<b>Capital expenditure and financial investment</b>	22	803,663	(965,411)
Contribution to Colleges Fund		(51,000)	(52,000)
Financing			5,000,000
<b>Increase/(Decrease) in cash in the year</b>		<u>1,742,975</u>	<u>5,646,106</u>
<b>Reconciliation in Net Cash Flow to Movement in Net Funds</b>			
Increase/(Decrease) in cash in the year		759,619	6,700,738
Increase/(Decrease) in other loans advanced in the year			(5,000,000)
Increase in cash held at investment managers		983,356	(1,054,632)
<b>Movement in net funds in the year</b>		<u>1,742,975</u>	<u>646,106</u>
Net Funds at beginning of year		3,604,038	2,957,932
<b>Net Funds at end of year</b>	23	<u>5,347,013</u>	<u>3,604,038</u>

The notes on pages 23 to 41 form part of these accounts.





Notes to the Accounts  
For the year ended 30 June 2015

**1 Academic Fees and Charges**

	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
College fees:		
Fee income paid on behalf of undergraduates at the Publicly-funded Undergraduate rate (per capita fee £4,500 or £4,185) (2014: £4,500 or £4,068)	1,088,167	1,009,620
Privately-funded Undergraduate fee income (per capita fee £6,807) (2014: £6,483)	181,539	197,865
Fee income received at the Graduate fee rate (per capita fee £2,474) (2014: £2,424)	493,414	484,443
Other fee income	1,573	6,740
Cambridge Bursary Scheme	135,701	140,560
	<hr/>	<hr/>
Total	<b>1,900,394</b>	<b>1,839,228</b>

**2 Income from Residences, Catering and Conferences**

	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Residential Accommodation: College Members	1,934,945	1,811,724
Conferences	790,991	669,364
Catering: College Members	914,039	891,791
Conferences	409,547	429,783
	<hr/>	<hr/>
Total	<b>4,049,522</b>	<b>3,802,662</b>

**3 Endowment and Investment Income**

**3a Analysis**

	<b>Total</b>	<b>Total</b>
	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Total return contribution (see Note 3b)	3,246,499	3,003,513
Other interest receivable	-	-
	<hr/>	<hr/>
Total	<b>3,246,499</b>	<b>3,003,513</b>



Notes to the Accounts  
For the year ended 30 June 2015

3b Summary of Total Return

	2015 £	2014 £
<b>Income from:</b>		
Investment portfolio and investment properties	2,735,122	2,483,903
<b>Gains/(losses) on endowment assets:</b>		
Investment portfolio and investment properties	5,247,766	7,339,686
Realised gains on investment properties	-	-
Investment management costs	(183,595)	(137,482)
<b>Total return for year</b>	<u>7,799,293</u>	<u>9,686,107</u>
Total return transferred to Income and Expenditure Account (see note 3a)	(3,246,499)	(3,003,513)
Unapplied total return for year included within Statement of Total Recognised Gains and Losses	4,552,794	6,682,594
<b>Unapplied Total Return at beginning of year</b>	59,001,994	52,319,400
<b>Unapplied Total Return at end of year</b>	<u><u>63,554,788</u></u>	<u><u>59,001,994</u></u>

4 Donations

	2015 £	2014 £
Unrestricted donations	405,110	283,159
Restricted donations	-	450,000
	<u>405,110</u>	<u>733,159</u>
Release from deferred capital grants (see note 18)	445,213	438,369
<b>Total</b>	<u><u>850,323</u></u>	<u><u>1,171,528</u></u>

5 Education Expenditure

	2015 £	2014 £
Teaching	1,249,039	1,194,673
Tutorial	593,673	507,309
Admissions	230,355	188,483
Research	319,644	238,241
Scholarships and Awards	498,499	517,313
Other Educational Facilities	728,518	742,021
<b>Total (note 8)</b>	<u><u>3,619,728</u></u>	<u><u>3,388,040</u></u>



Notes to the Accounts  
For the year ended 30 June 2015

6 Residences, Catering and Conferences Expenditure

		2015 £	2014 £
Residential Accommodation:	College Members	2,844,101	2,833,634
	Conferences	775,540	697,948
Catering:	College Members	1,125,525	1,010,276
	Conferences	336,204	324,590
Total		<u>5,081,370</u>	<u>4,866,448</u>

7 Analysis of Expenditure by Activity

7a Analysis of 2014/15 Expenditure by Activity

	Staff Costs (note 8) £	Other Operating Expenses £	Depreciation £	Total £
Education (note 5)	1,764,432	1,459,763	395,533	3,619,728
Residences, Catering and Conferences (note 6)	1,751,096	2,042,688	1,287,586	5,081,370
Other	96,798	641,110	-	737,908
	<u>3,612,326</u>	<u>4,143,561</u>	<u>1,683,119</u>	<u>9,439,006</u>

Expenditure includes fundraising costs of £204,721. This expenditure includes the costs of alumni relations.

7b Analysis of 2013/14 Expenditure by Activity

	Staff Costs (note 8) £	Other Operating Expenses £	Depreciation £	Total £
Education (note 5)	1,599,602	1,399,420	389,018	3,388,040
Residences, Catering and Conferences (note 6)	1,757,380	1,826,156	1,282,912	4,866,448
Other	98,338	987,966	-	1,086,304
	<u>3,455,320</u>	<u>4,213,542</u>	<u>1,671,950</u>	<u>9,340,792</u>

Expenditure includes fundraising costs of £200,830. This expenditure includes the costs of alumni relations.



Notes to the Accounts  
For the year ended 30 June 2015

7c Auditors' remuneration

	2015 £	2014 £
Other operating expenses include:		
Audit fees payable to the College's external auditors	15,600	16,400
	<u>15,600</u>	<u>16,400</u>

8 Staff Costs

	College Fellows £	Non- Academic £	Total 2015 £	Total 2014 £
<b>Staff Costs</b>				
Emoluments	1,042,011	2,107,784	3,149,795	3,009,371
Social Security Costs	59,701	153,636	213,337	204,149
Other Pension Costs	97,915	151,279	249,194	241,800
	<u>1,199,627</u>	<u>2,412,699</u>	<u>3,612,326</u>	<u>3,455,320</u>

**Average Staff Numbers  
(Full-time Staff Equivalents)**

Academic	60	57
Non-Academic	95	88
Total	<u>155</u>	<u>145</u>

The Governing Body comprises 60 Fellows, of which 27 declared above are stipendiary.

No officer or employee of the College, including Head of House, received emoluments of over £100,000.

During the year, emoluments paid to trustees in their capacity as College Fellows was £1,199,627 (2014: £1,086,044). The trustees receive no emoluments in their capacity as trustees of the College.



Notes to the Accounts  
For the year ended 30 June 2015

9 Fixed Assets

9a Tangible Fixed Assets

Group and College

	Freehold Land & Buildings £	Fixtures & Fittings £	Assets Under Construction £	2015 Total £	2014 Total £
<b>Cost or valuation</b>					
At beginning of year	132,240,338	3,494,954	523,680	136,258,972	135,264,348
Additions	598,332	-	-	598,332	994,622
Transfers	523,680	-	(523,680)	-	-
Disposals	-	-	-	-	-
At end of year	<u>133,362,350</u>	<u>3,494,954</u>	<u>-</u>	<u>136,857,304</u>	<u>136,258,970</u>
<b>Depreciation</b>					
At beginning of year	14,532,472	2,298,991	-	16,831,463	15,159,562
Charge for the Year	1,333,624	349,495	-	1,683,119	1,671,900
Eliminated on disposals	-	-	-	-	-
At end of year	<u>15,866,096</u>	<u>2,648,486</u>	<u>-</u>	<u>18,514,582</u>	<u>16,831,462</u>
<b>Net Book value</b>					
At end of year	<u>117,496,254</u>	<u>846,468</u>	<u>-</u>	<u>118,342,722</u>	<u>119,427,508</u>
At beginning of year	<u>117,707,866</u>	<u>1,195,963</u>	<u>523,680</u>	<u>119,427,509</u>	<u>120,104,786</u>

The insured value of freehold Land and Buildings at 30 June 2015 was £173,156,071 (2014: £169,017,070).

The cost to the group of freehold buildings and assets in construction consists of the costs incurred by the College less the amount gift added as recorded in the accounts of Corpus Developments Ltd, a subsidiary undertaking, and eliminated on consolidation.



**9 Tangible fixed assets (continued)**

**Heritage assets**

The College holds and conserves certain collections, artefacts and other assets of historical, artistic or scientific importance. Most of these are housed within the main College building and archive library, those items not on general display can be accessed by the wider public by prior arrangement. On occasion, objects may be loaned to other institutions for public display.

The objects within College care are preserved, conserved and managed in accordance with recognised national standards. The College acquires heritage assets principally through donation. Depending on restrictions and subject to the approval of the Trustees, the College may dispose of objects held.

As stated in the Statement of Principal Accounting Policies, heritage assets acquired since 1 July 1999 are capitalised. Currently, all of the assets held in the College's collections were acquired prior to this date. As reliable estimates of cost or valuation are not available for these on a cost-benefit basis, they have not been capitalised. As a result, no heritage assets have been included in the Balance Sheet.

**10 Investments**

<b>Group and College</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Balance at beginning of year	87,299,484	78,235,571
Additions	5,375,615	8,421,923
Disposals	(4,149,954)	(5,643,064)
Appreciation	5,247,766	7,339,686
(Decrease)/increase in cash balances held at fund managers	983,356	(1,054,632)
Balance at end of year	<u>94,756,267</u>	<u>87,299,484</u>
<b>Represented by:</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Property	44,252,500	41,298,500
Quoted Securities	49,440,584	45,921,157
Cash in hand and at investment managers	1,063,183	79,827
Debtor	-	-
Total	<u>94,756,267</u>	<u>87,299,484</u>
<b>Represented on the balance sheet as:</b>		
Endowment assets (note 11)	82,906,362	76,954,528
Other	<u>11,849,905</u>	<u>10,344,956</u>
Total	<u>94,756,267</u>	<u>87,299,484</u>

Investments held by the College also include an additional £1 (2014: £1) investment in the College's wholly owned subsidiary undertaking, Corpus Developments Ltd (see note 27). As at June 2015 the College's wholly owned subsidiary undertaking Corpus Conferences Ltd was not operational.



Notes to the Accounts  
For the year ended 30 June 2015

**11 Endowment Assets**

<b>Group and College</b>	<b>2015 £</b>	<b>2014 £</b>
Long term investments:		
Property	44,252,500	41,298,500
Quoted securities	37,590,679	35,576,201
Cash in hand and at investment managers	1,063,183	79,827
Debtors	-	-
Total Long term investments (note 10)	<u>82,906,362</u>	<u>76,954,528</u>
Loans to General Reserves (note 16)	2,840,648	2,610,450
Total	<u><u>85,747,010</u></u>	<u><u>79,564,978</u></u>

**12 Stocks**

	<b>Group 2015 £</b>	<b>Group 2014 £</b>
Goods for resale:		
Catering	15,344	15,213
Wine Cellar	160,054	155,851
Total	<u>175,398</u>	<u>171,064</u>

**13 Debtors**

	<b>Group 2015 £</b>	<b>Group 2014 £</b>
Members of the College	112,108	22,974
Rents	230,849	252,421
Prepayments and accrued income	492,795	341,738
Other debtors	679,051	462,610
Total	<u>1,514,803</u>	<u>1,079,743</u>

**14 Cash and bank balances**

	<b>Group 2015 £</b>	<b>Group 2014 £</b>
Short-term money market investments	9,549,025	7,218,458
Bank deposits	234,128	1,804,976
Cash in hand	677	777
Total	<u>9,783,830</u>	<u>9,024,211</u>



Notes to the Accounts  
For the year ended 30 June 2015

15 Creditors: amounts falling due within one year

	Group 2015 £	Group 2014 £
Trade creditors	140,572	682,786
Members of the College	129,111	79,904
University Fees	77,969	26,704
Contribution to Colleges fund	59,000	51,000
Other creditors	725,298	683,773
Accruals and deferred income	729,011	790,014
Total	<u>1,860,961</u>	<u>2,314,181</u>

16 Creditors: amount falling due after one year

	Group 2015 £	College 2014 £
Loans from Endowment funds	2,840,648	2,610,450
Other loans	5,000,000	5,000,000
Bank loan	500,000	500,000
Total	<u>8,340,648</u>	<u>8,110,450</u>

A bank loan (500k) was advanced to the College on 15 February 2012 and is repayable in full on 15 February 2017. Interest is payable on the balance of the loan at a rate of 2.75%pa. The loan is unsecured.

During 2013-14, the College borrowed from institutional investors, collectively with other Colleges, the College's share being £5 million. The loans are unsecured and repayable during the period 2043-2053 and are at fixed interest rates of c4.4%. The College has agreed a financial covenant of ratio of Borrowings to Net Assets, and has been in compliance with the covenant at all times since incurring the debt.

17 Pension liabilities – Cambridge Colleges Federated Pension Scheme

Group and College	2015 £	2014 £
Balance at beginning of year	(1,129,056)	(727,525)
Movement in year:		
Current service cost including life assurance	(23,001)	(18,584)
Contributions	16,597	14,697
Other finance income/(cost)	63,362	53,791
Actuarial (loss)/gain recognised in Statement of Total Recognised Gains and Losses	262,550	(451,435)
Balance at end of year	<u>(809,548)</u>	<u>(1,129,056)</u>

For full pension details refer to Note 26





Notes to the Accounts  
For the year ended 30 June 2015

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18 Deferred capital grants

	2015 £	2014 £
Balance at beginning of year	12,714,237	12,628,926
Donations received	-	-
Transfers	160,668	523,680
Released to income and expenditure account	(445,213)	(438,369)
	<hr/>	<hr/>
Balance at end of year	<u>12,429,692</u>	<u>12,714,237</u>

Deferred capital grants represent donations received towards major building projects which are released to the Income and Expenditure Account according to the accounting policy stated in these financial statements.



Notes to the Accounts  
For the year ended 30 June 2015

19 Endowments

Group and College

	Unrestricted Permanent £	Restricted Permanent £	Total Permanent £	Restricted Expendable £	2015 Total £	2014 Total £
<b>Balance at beginning of year</b>						
Capital	52,952,984	23,737,884	76,690,868	263,659	76,954,527	64,482,225
Unspent Income	-	-	-	2,610,450	2,610,450	2,624,415
Reclassification of funds	-	-	-	-	-	9,844
	<u>52,952,984</u>	<u>23,737,884</u>	<u>76,690,868</u>	<u>2,874,109</u>	<u>79,564,977</u>	<u>71,116,484</u>
Income receivable from endowment asset investments	-	-	-	816,111	816,111	1,187,565
Expenditure	-	-	-	(881,635)	(881,635)	(1,234,926)
Unspent endowment fund income				(65,524)	(65,524)	(47,361)
New endowments received	-	1,924,979	1,924,979	859,137	2,784,116	2,284,390
Surplus on sale of investment properties	-	-	-	-	-	-
Increase/(decrease) in market value of investments	3,560,542	1,177,407	4,737,949	203,438	4,941,387	6,669,679
Release on unapplied total return	(303,352)	(144,073)	(447,425)	(5,532)	(452,957)	(458,215)
Invested in unitised portfolio	-	-	-	-	-	-
<b>Balance at end of year</b>	<u>56,210,174</u>	<u>26,696,197</u>	<u>82,906,371</u>	<u>3,865,628</u>	<u>86,771,999</u>	<u>79,564,977</u>
Comprising:						
Capital	56,210,174	26,696,197	82,906,371	1,024,980	83,931,351	76,954,527
Unspent Income	-	-	-	2,840,648	2,840,648	2,610,450
<b>Balance at end of year</b>	<u>56,210,174</u>	<u>26,696,197</u>	<u>82,906,371</u>	<u>3,865,628</u>	<u>86,771,999</u>	<u>79,564,977</u>



Notes to the Accounts  
For the year ended 30 June 2015

19 Endowments (continued)

Representing:	Unrestricted Permanent £	Restricted Permanent £	Total Permanent £	Restricted Expendable £	2015 Total £	2014 Total £
Fellowship Funds	-	13,950,707	13,950,707	752,170	14,702,877	12,182,803
Scholarship Funds	-	4,883,866	4,883,866	581,101	5,464,967	5,198,308
Prize Funds	-	1,091,903	1,091,903	162,411	1,254,314	1,195,427
Hardship Funds	-	3,021,883	3,021,883	1,068,427	4,090,310	3,135,547
Bursary Funds	-	1,130,348	1,130,348	364,601	1,494,949	1,422,730
Travel Grant Funds	-	874,700	874,700	262,388	1,137,088	1,071,073
Other Funds	-	1,742,790	1,742,790	674,530	2,417,320	2,406,106
Corporate Capital	56,210,174	-	56,210,174	-	56,210,174	52,952,984
General Endowments	-	-	-	-	-	-
College Total	<u>56,210,174</u>	<u>26,696,197</u>	<u>82,906,371</u>	<u>3,865,628</u>	<u>86,771,999</u>	<u>79,564,977</u>



Notes to the Accounts  
For the year ended 30 June 2015

20 Reserves

Group and College	2015 Total £	2014 Total £
Balance at beginning of year	115,779,559	114,878,692
Reclassification of funds	3	(9,452)
	<u>115,779,562</u>	<u>114,869,240</u>
Surplus retained for the year	928,395	753,141
Increase/(decrease) in market value of investments	306,379	670,007
Release of unapplied total return	(58,420)	(61,394)
Realised gain on disposal of operational property	-	-
Increase/(decrease) in foreign currency	(17,647)	-
Transfer funds to Deferred Capital	-	-
Increase/(decrease) in deferred capital for prior year	-	-
Actuarial gain/(loss)	262,550	(451,435)
Balance at end of year	<u>117,200,820</u>	<u>115,779,559</u>

21 Reconciliation of consolidated operating surplus to net cash inflow from operating activities

	2015 £	2014 £
Operating surplus	921,871	756,780
Depreciation of tangible fixed assets	1,683,119	1,671,899
Deferred capital grants released to income	(445,213)	(438,369)
Movement in pension deficit	(56,958)	(49,904)
Interest Payable	251,900	170,232
Investment income	(3,246,499)	(3,003,513)
Foreign Currency Exchange Movement	(17,647)	-
	<u>(909,427)</u>	<u>(892,875)</u>
Decrease/(increase) in stocks	(4,334)	(28,731)
(Increase)/decrease in debtors	(117,932)	(95,607)
Increase/(decrease) in creditors	(461,220)	367,058
<b>Net cash (outflow) from operating activities</b>	<u>(1,492,913)</u>	<u>(650,155)</u>



Notes to the Accounts  
For the year ended 30 June 2015

22 Cash flows

	2015 £	2014 £
<b>Returns on investments and servicing of finance</b>		
Income from investments	3,246,499	3,003,513
Release on unapplied total return	(511,377)	(519,609)
Interest Paid	(251,897)	(170,232)
Net cash inflow from returns on income and servicing of finance	<u>2,483,225</u>	<u>2,313,672</u>
<b>Capital transactions</b>		
New endowments received (note 19)	2,466,988	2,284,390
Donations for deferred capital grant (note 18)	160,668	523,680
Receipts from sale of investment assets	4,149,954	5,643,064
Receipts from sale of operational assets	-	-
Total capital receipts	<u>6,777,610</u>	<u>8,451,134</u>
Payments to acquire investments assets	(5,375,615)	(8,421,923)
Purchase of operational tangible fixed assets	(598,332)	(994,622)
Net cash inflow/(outflow) from capital expenditure and financial investment	<u>803,663</u>	<u>(965,411)</u>

23 Analysis of cash and bank balances

	At Beginning of year £	Cash Flows £	At end of year £
Debt falling due after more than one year	(5,500,000)	-	(5,500,000)
Cash at bank and in hand	9,024,211	759,619	9,783,830
Cash balances held at fund managers	79,827	983,356	1,063,183
Net Funds	<u>3,604,038</u>	<u>1,742,975</u>	<u>5,347,013</u>

24 Capital commitments

	2015 £	2014 £
<b>Capital commitments at 30 June 2015 are as follows</b>		
Authorised and contracted	-	-
Authorised but not yet contracted for	-	-

25 Other Financial Commitments

At 30 June 2015, the College had no annual commitments under non-cancellable operating leases.



**26 Pension Scheme**

The College participates in two defined benefit schemes, the Universities Superannuation Scheme (USS), and the Cambridge Colleges' Federation Pension Scheme (CCFPS). The total pension cost for the year ended 30 June 2015 was as follows:

	<b>2015</b>	<b>2014</b>
	£	£
USS: Contributions	186,794	199,589
CCFPS: Charged to income and expenditure account	13,127	16,637
	<u>199,921</u>	<u>216,226</u>

***University Superannuation Scheme***

The College participates in the Universities Superannuation Scheme (USS), a defined benefit scheme which is contracted out of the State Second Pension (S2P). The assets of the scheme are held in a separate fund administered by the trustee, Universities Superannuation Scheme Limited. The company is required to contribute a specified percentage of payroll costs to the pension scheme to fund the benefits payable to the company's employees. In 2015, the percentage was 16% (2014: 16%). The company 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.

The total cost charged to the College profit and loss account is £187k (2014: £200k) as shown above. There was neither a prepayment nor an accrual at the end of the financial year in respect of these contributions. The disclosures below represent the position from the scheme's financial statements.

The latest available triennial actuarial valuation of the scheme was at 31 March 2011 ("the valuation date"), which was carried out using the projected unit method. The 2014 valuation is not yet finalised and is under consultation in order to agree a recovery plan which will include a reduction in future benefits and an increase in employer contributions. It is expected that employer contributions will increase to 18% from 1 April 2016.

The 2011 valuation was the second valuation for USS under the 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. At the valuation date, the value of the assets of the scheme was £32.4 billion and the value of the scheme's technical provisions was £35.3 billion indicating a shortfall of £2.9 billion. The assets therefore were sufficient to cover 92% of the benefits which had accrued to members after allowing for expected future increases in earnings.

FRS 17 liability numbers have been produced for the using the following assumptions:

	<b>2015</b>	<b>2014</b>
Discount rate	3.3%	4.5%
Pensionable salary growth	3.5% in the first year and 4.0% thereafter	4.4%
Price inflation (CPI)	2.2%	2.6%



Notes to the Accounts  
Year Ended 30 June 2015

**26 Pension Scheme (continued)**

The main demographic assumption used relates to the mortality assumptions. Mortality in retirement is assumed to be in line with the Continuous Mortality Investigation's (CMI) S1NA tables as follows:

Male members' mortality	S1NA ["light"] YoB tables – No age rating
Female members' mortality	S1NA ["light"] YoB tables – rated down 1 year

Use of these mortality tables reasonably reflects the actual USS experience. To allow for further improvements in mortality rates the CMI 2009 projections with a 1.25% pa long term rate were also adopted for the 2014 FRS17 figures, for the March 2015 figures the long term rate has been increased to 1.5% and the CMI 2014 projections adopted, and the tables have been weighted by 98% for males and 99% for females. The current life expectancies on retirement at age 65 are:

	<b>2015</b>	<b>2014</b>
Males currently aged 65 (years)	24.2	23.7
Females currently aged 65 (years)	26.3	25.6
Males currently aged 45 (years)	26.2	25.5
Females currently aged 45 (years)	28.6	27.6

	<b>2015</b>	<b>2014</b>
<b>Existing benefits</b>		
Scheme assets	£49.0bn	£41.6bn
FRS 17 liabilities	£67.6bn	£55.5bn
FRS 17 deficit	£18.6bn	£13.9bn
FRS 17 funding level	72%	75%



**26 Pension Scheme (continued)**

***Cambridge Colleges' Federated Pension Scheme***

The College is a member of a multi-employer defined benefit scheme, the Cambridge Colleges' Federated Pension Scheme. A full valuation is being undertaken as at 31 March 2015 and updated to 30 June 2015 by a qualified independent Actuary.

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

	<b>2015</b> <b>%pa</b>	<b>2014</b> <b>%pa</b>
Discount rate	3.7	4.2
Expected long-term rate of return on Scheme assets	3.7	6.2
Increase in salaries	2.75**	2.8*
Retail Price Index (RPI) assumption	3.25	3.3
Consumer Price Index (CPI) assumption	2.25	2.3
Pension increases (RPI linked)	3.25	3.3

\* 1.5% in 20134 to 2016; 2.8% thereafter

\*\* 1.5% in 2015 and 2016; 2.8% thereafter

The underlying mortality assumption is based upon the standard table known as S2 mortality tables for average normal pensioners projected in line with the CMI 2014 projection and a target long-term improvement rate of 1% p.a.(2014; same base table and an allowance for improvements using the CMI\_2013 projection table with a long term improvement rate of 1%p.a.). This results in the following life expectancies:

- Male aged 65 now has a life expectancy of 22.3 years (previously 22.3 years)
- Female age 65 now has a life expectancy of 24.4 years (previously 24.3 years)
- Male age 45 now and retiring in 20 years would have a life expectancy then of 23.6 years (previously 23.6 years)
- Female age 45 now and retiring in 20 years would have a life expectancy then of 25.9 years (previously 25.8 years)

**Employee Benefit Obligations**

The amounts recognised in the balance sheet as at 30 June 2015 (with comparative figures as at 30 June 2014) are as follows:

	<b>2015</b> <b>£</b>	<b>2014</b> <b>£</b>
Present values of Scheme liabilities	(7,060,046)	(6,808,249)
Market value of Scheme assets	6,250,498	5,679,193
(Deficit)/surplus in the Scheme	(809,548)	(1,129,056)

The amounts to be recognised in the profit and loss account for the year ended 30 June 2015 (with comparative figures for the year ended 30 June 2015) are as follows:





Notes to the Accounts  
Year Ended 30 June 2015

26 Pension Scheme (continued)

	2015 £	2014 £
Current service cost	23,001	18,584
Interest on Scheme liabilities	281,792	287,150
Expected return on Scheme assets	(345,154)	(340,941)
<b>Total</b>	<u>(40,361)</u>	<u>(35,207)</u>
 Actual return on Scheme assets	 <u>780,052</u>	 <u>332,403</u>

Changes in the present value of the Scheme liabilities for the year ending 30 June 2015 (with comparative figures for the year ending 30 June 2014) are as follows:

	2015 £	2014 £
Present value of Scheme liabilities at the beginning of the period	6,808,249	6,401,266
Service cost (including Employee contributions)	33,587	30,978
Interest cost	281,792	287,150
Actuarial losses/(gains)	172,348	442,897
Benefits paid	(235,930)	(354,043)
Present value of Scheme liabilities at the end of the period	<u>7,060,046</u>	<u>6,808,249</u>

Changes in the fair value of the Scheme assets for the year ending 30 June 2015 (with comparative figures for the year ending 30 June 2014) are as follows:

	2015 £	2014 £
Present value of Scheme assets at the beginning of the period	5,679,193	5,673,741
Expected return	345,154	340,941
Actuarial (losses)/gains	434,898	(8,538)
Contributions paid by the College	15,597	14,697
Employee contributions	10,586	12,395
Benefits paid	(235,930)	(354,043)
Market value of Scheme assets at the end of the period	<u>6,250,498</u>	<u>5,679,193</u>

The agreed contributions to be paid by the College for the forthcoming year are  
From 1 July 2015 to 31 March 2016 10.59% of Contribution Pay for non salary sacrifice members (25.59% of Contribution Pay for salary sacrifice members);  
From 1 April 2016 to 30 June 2016 8.19% of Contribution Pay for non salary sacrifice members (23.19% of Contribution Pay for salary sacrifice members);  
Plus £10,812 p.a. to cover expenses. The above rates exclude PHI and are subject to review at future actuarial valuations.

The major categories of Scheme assets as a percentage of total Scheme assets for the year ending 30 June 2015 (with comparative figures for the year ended 30 June 2014) are as follows:

	2015	2014
Equities and Hedge Funds	69%	70%
Property	25%	23%
Bonds and cash	6%	7%
<b>Total</b>	<u>100%</u>	<u>100%</u>



**26 Pension Scheme (continued)**

The expected long-term rate of return on the Scheme assets has been set in line with the discounted rate, i.e. 3.7%

Analysis of amount recognisable in the Statement of Total Recognised Gains and Losses (STRGL) for the year ending 30 June 2015 (with comparative figures for the year ending 30 June 2014) are as follows:

	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Actual return less expected return on Scheme assets	434,898	(8,538)
Experience gains and losses arising on Scheme liabilities	134,937	(31,759)
Changes in assumptions underlying the present value of Scheme liabilities	<u>(307,285)</u>	<u>(411,138)</u>
Actuarial (loss)/gain recognised in STRGL	<u>262,550</u>	<u>(451,435)</u>

Cumulative amount of actuarial gains and losses recognised in the STRGL for the year ending 30 June 2015 (with comparative figures for the year ending 30 June 2014) are as follows:

	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Cumulative actuarial gain/(loss) at beginning of period	(2,276,850)	(1,825,415)
Recognised during the period	262,550	(451,435)
Cumulative actuarial (loss) at end of period	<u><u>(2,014,300)</u></u>	<u><u>(2,276,850)</u></u>

Movement in surplus/(deficit) during the period ending 30 June 2015 (with comparative figures for the year ending 30 June 2014) are as follows:

	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
(Deficit)/surplus in Scheme at beginning of year	(1,129,056)	(727,525)
Service cost (Employer Only)	(23,001)	(18,584)
Contributions paid by the College	16,597	14,697
Finance cost	63,362	53,791
Actuarial gain/(loss)	262,550	(451,435)
<b>Surplus/(deficit) in Scheme at the end of the year</b>	<u><u>(809,548)</u></u>	<u><u>(1,129,056)</u></u>



**26 Pension Scheme (continued)**

Amounts for the current and previous four accounting periods are as follows:

	2015 £	2014 £	2013 £	2012 £	2011 £
Present value of Scheme liabilities	(7,060,046)	(6,808,249)	(6,401,266)	(5,664,045)	(5,389,763)
Market value of Scheme assets	6,250,498	5,679,193	5,673,741	5,267,774	6,127,127
Surplus/(deficit) in the Scheme	(809,548)	(1,129,056)	(727,525)	(396,271)	737,364
Actual return less expected return on Scheme assets	434,898	(8,538)	323,086	(1,070,750)	406,469
Experience gain/(loss) arising on Scheme liabilities	134,937	(31,759)	(873)	(125,040)	26,379
Change in assumptions underlying present value of Scheme liabilities	(307,285)	(411,138)	(686,701)	(52,473)	231,170

**27 Principal Subsidiary Undertakings**

	Country of Incorporation and Operation	Cost
Corpus Developments Ltd	United Kingdom	1
Corpus Conferences Ltd	United Kingdom	-

Corpus Developments Ltd was incorporated on 4 November 2009. The principal activity of the company is student accommodation development. This company is included in these consolidated financial statements.

Corpus Conferences Ltd was incorporated on 13 February 2015. The company did not trade during the period. The principal activity of the company will be external non educational conference business.

**28 Contingent Liabilities**

The College participates in the Universities Superannuation Scheme (USS), with effect from 16 March 2007 USS positioned itself as a “last man standing” scheme so that in the event of an insolvency of any of the participating employers in USS, the amount of any pension funding shortfall (which cannot otherwise be recovered) in respect of that employer will be spread across the remaining participant employers

**29 Related Party Transactions**

Owing to the nature of the College’s operations and the composition of its Governing Body, it is possible that transactions will take place with organisations in which a member of the College Governing Body may have an interest. All transactions involving organisations in which a member of the Governing Body may have an interest are conducted at arm’s length and in accordance with the College’s normal procedures.