



University Academy 92 Limited
Annual report and financial statements
for the year ended 31 July 2020

University Academy 92 Limited

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University Academy 92 Limited

Directors' report

The directors present their annual report and the audited financial statements of University Academy 92 Limited (the 'company') and for the consolidated accounts (the 'group') of the company and its wholly owned subsidiary UA92 Old Trafford Limited for the year ended 31 July 2020.

This directors' report has been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption.

Principal activities

The company provides education services.

Business review and future developments

The group financial statements include the consolidated results of UA92 Old Trafford Limited, which is a wholly owned subsidiary of University Academy 92 Limited.

The business has performed in line with expectations and opened the campus to the first student cohort in September 2019. The results are shown on page 8, and no dividend has been declared or paid.

An intra-group reorganisation took effect on 31 August 2019 to transfer the trade, employees and net assets of the subsidiary UA92 Old Trafford Limited up to this entity (University Academy 92 Limited) which is its parent. Consequently, since that date, all business activities are being carried on through University Academy 92 Limited. The net assets were transferred to University Academy 92 Limited at their book values as at the date of the transfer.

Covid-19

The Campus was closed to students on 17 March 2020 and our provision of teaching continued digitally using Microsoft Teams. This switch was seamless as all classes etc. were already stored and could be accessed remotely as part of our normal provision.

During the period the group issued a further 947,500 £1 ordinary shares to the existing shareholders at par which was paid and also received a £250,000 working capital injection into the business.

Directors

The directors who held office during the year and up to the date of signing the financial statements were as follows:

M E Smith	(resigned 30 September 2019)
G A Neville	
C Gaskell	(resigned 13 November 2020)
M Millard	
G Wilson	
S Bradley	(resigned 4 August 2020)
A Schofield	(appointed 4 August 2020)

Director's indemnities

The group has made qualifying third party indemnity provisions for the benefit of its directors which were made during the year and remain in force at the date of this report.

Going Concern

The company continues in its start up phase, and consequently the financial statements reflect the costs of establishing a campus, recruiting students and contuing to develop a strong capable work force.

The company welcomed its first students on to campus in September 2019.

The student intake numbers in September 2020, like many other Higher Education providers, were impacted by the Covid-19 pandemic. As a consequence, additional working capital was provided by the shareholders as result of the smaller student size.

University Academy 92 Limited

Directors' report continued..

Management have performed a going concern assessment covering 12 months from the date of signing the financial statements by preparing forecasts (including cash forecasts) that look at the financial position of the entity. Management have prepared these forecasts on a scenario basis, which entailed anticipated student numbers and also if the student numbers were lower than expected to determine the maximum funding required, the worst case scenario.

The results of the above scenario analysis indicated that there will be a need for £2 million of funding required for the 12 months from the signing of the financial statements. The shareholders have committed to providing the required funding for the 12 months from the signing date of the financial statements on a worst case basis.

However, it is clear to the Directors that, as noted previously, until the student numbers achieve a certain critical mass, further funding might be required. Whilst not a legally binding agreement, the Shareholders have given their support to continue providing further working capital, the amount and timing of which is dependent upon the September 2021 student intake which in the current environment is uncertain as a result of Covid-19.

The shareholders have given £4.2 million of funds in 2017/2018, £2.8 million in 2018/2019, £1.2 million in 2019/2020 and a further £1.5 million since year end.

Given the above, there is a material uncertainty related to events or conditions that may cast doubt on the Company's ability to continue as a going concern and to meet its obligations as they fall due.

Nevertheless, the Directors have a reasonable expectation for at least twelve months from the date of approval of these financial statements that the required support shall be received from the shareholders.

For these reasons, they continue to adopt the going concern basis of accounting in preparing the annual financial statements. The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern.

Post balance sheet event

Sale & Leaseback

The company entered into a sale and leaseback transaction with a third party on 01 October 2020. This transaction was in respect of furniture, equipment and signage. The lease is a three year lease and was part of the planned start up activity/funding.

Property Lease

The property lease from which the Campus is run is currently being finalised and is expected to run for an 8 year period with a 3 year rent free period from commencement of occupation. This lease is expected to be signed before the end of February 2021.

Prior year restatement

During the year, the directors have identified that part of a grant that had been received in the prior year had been released to the income and expenditure account in 2019 prematurely. The directors have therefore restated the prior year comparatives by reducing Other Operating Income in the Profit and Loss Account by £215,000 and increasing the Balance Sheet Deferred Income creditor balance by the same amount. As a consequence of this restatement, the brought forward opening reserves and net assets are £215,000 lower in both the parent and group.

University Academy 92 Limited

Directors' report continued..

Auditor

Each of the persons who is a director at the date of approval of this report confirms that:

- so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- the director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Approved by the Board and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'M. Millard', followed by a period. The signature is written in a cursive style.

Dr M Millard

Director

29 April 2021

Registered Office: University House, Bailrigg, Lancaster, England, LA1 4YW

University Academy 92 Limited

Directors' responsibilities statement

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and group and of the profit or loss of the company and group for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

INDEPENDENT AUDITOR'S REPORT TO MEMBERS OF UNIVERSITY ACADEMY 92 LIMITED

Opinion

We have audited the financial statements of University Academy 92 Limited ("the Parent Company") and its subsidiaries ("the Group") for the year ended 31 July 2020 which comprise group and company profit and loss account, group and company balance sheet, group and company statement of changes in equity, and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice)

In our opinion:

- the financial statements give a true and fair view of the state of the Group's and of the Parent Company's affairs as at 31 July 2020 and of the Group's loss for the year then ended;
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- the financial statements have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Group and the Parent Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material uncertainty related to going concern

We draw attention to note 1b to the financial statements, indicates the Directors considerations over going concern and that the Company is dependent on the continued financial support of its shareholders. As stated in note 1b, these events or conditions, along with other matters as set out in note 1b, indicate that a material uncertainty exists that may cast significant doubt on the group's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Other information

The Directors are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work

we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic report and Directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Group and the Parent Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion;

- adequate accounting records have not been kept by the Parent Company, or returns adequate for our audit have not been received from branches not visited by us; or
- the Parent Company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.
- the Directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Directors' report and from the requirement to prepare a Strategic report.

Responsibilities of Directors

As explained more fully in the directors' responsibility statement, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Group's and the Parent Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Group or the Parent Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are

considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the Parent Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Parent Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Parent Company and the Parent Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

BDO LLP

Helen Knowles (Senior Statutory Auditor)
For and on behalf of BDO LLP, Statutory Auditor
Manchester, UK 30 April 2021

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

University Academy 92 Limited

Group and company profit and loss account for the year ended 31 July 2020

	Note	2020		2019	
		Company £	Group £	Company Restated £	Group Restated £
Turnover		787,641	787,641	0	0
Cost of sales		0	0	0	0
Gross profit		<u>787,641</u>	<u>787,641</u>	<u>0</u>	<u>0</u>
Distribution costs		-513,855	-592,336	0	-532,112
Administrative expenses		-3,773,452	-3,920,794	-55,388	-1,769,779
Administrative expenses (Exceptional)	2	-5,902,539	0	0	0
Other operating income		1,336,628	1,392,825	0	316,841
Operating loss		<u>-8,065,577</u>	<u>-2,332,664</u>	<u>-55,388</u>	<u>-1,985,050</u>
Finance costs (net)	4	17,679	0	193,415	0
Loss before taxation	5	<u>-8,047,898</u>	<u>-2,332,664</u>	<u>138,027</u>	<u>-1,985,050</u>
Tax on (loss)/profit	6	0	0	0	0
(Loss)/profit for the financial year attributable to the equity shareholders of the company		<u>-8,047,898</u>	<u>-2,332,664</u>	<u>138,027</u>	<u>-1,985,050</u>

The company has no recognised gains and losses other than those included in the results above, and therefore no separate statement of comprehensive income has been presented.

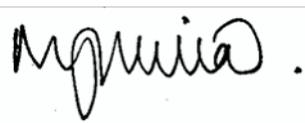
University Academy 92 Limited

Group and company balance sheet as at 31 July 2020

	Note	2020		2019	
		Company £	Group £	Company Restated £	Group Restated £
Non Current Assets					
Tangible assets	7	1,959,040	1,959,040	13,800	594,107
Investments	8	100	0	100	0
		<u>1,959,140</u>	<u>1,959,040</u>	<u>13,900</u>	<u>594,107</u>
Current Assets					
Inventory		23,786	23,786	0	40,442
Debtors	9	173,356	173,356	7,242,369	1,022,568
Cash at bank and in hand	10	488,322	488,322	0	1,266,679
		<u>685,464</u>	<u>685,464</u>	<u>7,242,369</u>	<u>2,329,689</u>
Creditors: amounts falling due within one year	11	<u>-1,633,194</u>	<u>-1,633,194</u>	<u>-106,421</u>	<u>-1,489,281</u>
Net current (liabilities)/assets		<u>-947,730</u>	<u>-947,730</u>	<u>7,135,948</u>	<u>840,408</u>
Total assets less current liabilities		1,011,410	1,011,310	7,149,848	1,434,515
Creditors: amounts falling due after more than one year	14	-961,960	-961,960	0	0
Net assets		<u>49,450</u>	<u>49,350</u>	<u>7,149,848</u>	<u>1,434,515</u>
Capital and reserves					
Called up share capital	15	8,000,000	8,000,000	7,052,500	7,052,500
Profit and loss account		-7,950,550	-7,950,650	97,348	-5,617,985
		<u>49,450</u>	<u>49,350</u>	<u>7,149,848</u>	<u>1,434,515</u>

These financial statements have been prepared in accordance with the special provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A – small entities.

The financial statements on pages 8 to 17 were approved by the board of directors and authorised for issue on 29 April 2021. They were signed on its behalf by:



Dr M Millard
Director
29 April 2021
Company number: 11064939

University Academy 92 Limited

Group and company statement of changes in equity for the year ended 31 July 2020

Company	Called up share capital £	Profit and loss account £	Total £
At 1 August 2018	4,210,000	-40,679	4,169,321
Issue of share capital	2,842,500	0	2,842,500
Loss and total comprehensive expense for the period	0	138,027	138,027
At 1 August 2019	7,052,500	97,348	7,149,848
Issue of share capital	947,500	0	947,500
Loss and total comprehensive income for the period	0	-8,047,898	-8,047,898
At 31 July 2020	<u>8,000,000</u>	<u>-7,950,550</u>	<u>49,450</u>

Group	Called up share capital £	Profit and loss account £	Total £
At 1 August 2018	4,210,000	-3,632,935	577,065
Issue of share capital	2,842,500	0	2,842,500
Loss and total comprehensive expense for the period	0	-1,769,855	-1,769,855
At 1 August 2019	7,052,500	-5,402,790	1,649,710
Issue of share capital	947,500	0	947,500
Loss and total comprehensive expense for the period	0	-2,332,664	-2,332,664
At 31 July 2020	<u>8,000,000</u>	<u>-7,735,454</u>	<u>264,546</u>

University Academy 92 Limited

Notes to the financial statements for the year ended 31 July 2020

1. Accounting policies

The principal accounting policies are summarised below. They have all been applied consistently throughout the period.

a. General information and basis of accounting

University Academy 92 Limited (the company) is a private company limited by shares incorporated in the United Kingdom under the Companies Act 2006 and is registered in England and Wales under registration number 11064939. The company's registered office address is University House, Bailrigg, Lancaster, England, LA1 4YW.

The financial statements have been prepared under the historical cost convention and in accordance with Section 1A of Financial Reporting Standard 102 (FRS 102) 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' issued by the Financial Reporting Council and the Companies Act 2006. As permitted by Section 1A of FRS102, the company has not presented a cash flow flow statement.

b. Going concern

The company continues in its start up phase, and consequently the financial statements reflect the costs of establishing a campus, recruiting students and contuing to develop a strong capable work force.

The company welcomed its first students on to campus in September 2019.

The student intake numbers in September 2020, like many other Higher Education providers, were impacted by the Covid-19 pandemic. As a consequence, additional working capital was provided by the shareholders as result of the smaller student size.

Management have performed a going concern assessment covering 12 months from the date of signing the financial statements by preparing forecasts (including cash forecasts) that look at the financial position of the entity. Management have prepared these forecasts on a scenario basis, which entailed anticipated student numbers and also if the student numbers were lower than expected to determine the maximum funding required, the worst case scenario.

The results of the above scenario analysis indicated that there will be a need for £2 million of funding required for the 12 months from the signing of the financial statements. The shareholders have committed to providing the required funding for the 12 months from the signing date of the financial statements on a worst case basis.

However, it is clear to the Directors that, as noted previously, until the student numbers achieve a certain critical mass, further funding might be required. Whilst not a legally binding agreement, the Shareholders have given their support to continue providing further working capital, the amount and timing of which is dependent upon the September 2021 student intake which in the current environment is uncertain as a result of Covid-19.

The shareholders have given £4.2 million of funds in 2017/2018, £2.8 million in 2018/2019, £1.2 million in 2019/2020 and a further £1.5 million since year end.

Given the above, there is a material uncertainty related to events or conditions that may cast doubt on the Company's ability to continue as a going concern and to meet its obligations as they fall due.

University Academy 92 Limited

Notes to the financial statements for the year ended 31 July 2020

1. Accounting Policies (continued)

Nevertheless, the Directors have a reasonable expectation for at least twelve months from the date of approval of these financial statements that the required support shall be received from the shareholders.

For these reasons, they continue to adopt the going concern basis of accounting in preparing the annual financial statements. The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern.

c. Tangible fixed assets

Tangible fixed assets are stated at cost, net of depreciation and any provision for impairment. Depreciation is provided on all tangible fixed assets, commencing when the asset is brought into use, at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life, as follows:

Leasehold Improvements	8 years
Plant and machinery	5 years

No depreciation is charged on assets under construction.

d. Financial instruments

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions of the instrument.

All financial assets and liabilities are measured at transaction price including transaction costs.

Cash at bank and in hand comprises cash held on behalf of the company by Lancaster University in a current bank account.

Equity instruments issued by the company are recorded at the fair value of cash or other resources received or receivable.

e. Taxation

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

f. Turnover

Turnover is stated net of VAT and is recognised when the significant risks and rewards are considered to have been transferred to the buyer. Turnover from the supply of services represents the value of services provided under contracts to the extent that there is a right to consideration and is recorded at the fair value of the consideration received or receivable. Where a contract has only been partially completed at the balance sheet date turnover represents the fair value of the service provided to date based on the stage of completion of the contract activity at the balance sheet date. Where payments are received from customers in advance of services provided, the amounts are recorded as deferred income and included as part of creditors due within one year.

Tuition fee income is stated gross of expenditure which is not a discount and credited to the Statement of Comprehensive Income over the period in which students are studying. Where the amount of the tuition fee is reduced by a discount for prompt payment, income receivable is shown net of the discount. Bursaries and scholarships are accounted for gross as expenditure and not deducted from income.

University Academy 92 Limited

Notes to the financial statements for the year ended 31 July 2020

1. Accounting Policies (continued)

g. Employee benefits

The company operates a defined contribution scheme. The amount charged to the profit and loss account in respect of pension costs and other post-retirement benefits is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are included as either debtors or creditors in the balance sheet.

h. Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income as other operating income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

i. Prior year restatement

During the year, the directors have identified that part of a grant that had been received in the prior year had been released to the income and expenditure account in 2019 prematurely. The directors have therefore restated the prior year comparatives by reducing Other Operating Income in the Profit and Loss Account by £215,000 and increasing the Balance Sheet Deferred Income creditor balance by the same amount. As a consequence of this restatement, the brought forward opening reserves and net assets are £215,000 lower in both the parent and group.

2. Critical accounting judgements and estimates

In the application of the company's accounting policies, which are described in note 1, the directors are required to make judgements that have a significant impact on the amounts recognised.

Other than a provision of £5,902,539 which has been recorded against an intra-group receivable, the directors have not made any accounting estimates or judgements that would have a significant effect on the amounts recognised in the financial statements.

3. Employee numbers

During the year the average number of employees in the group was 40 (2019: 17).

	2020		2019	
	Company £	Group £	Company £	Group £
Wages & Salaries	941,261	1,012,029	0	681,929
Social Security Costs	470,498	504,958	0	72,987
Pension Contributions	114,403	123,298	0	40,434
	<u>1,526,162</u>	<u>1,640,285</u>	<u>0</u>	<u>795,350</u>
CEO Remuneration	165,987	179,973	0	128,700

Other than the Chief Executive Officer, none of the other directors received any remuneration from the Company or its subsidiary.

University Academy 92 Limited

Notes to the financial statements for the year ended 31 July 2020

4. Finance costs (net)

	2020		2019	
	Company £	Group £	Company £	Group £
Other interest receivable and similar income	17,679	0	193,415	193,415
Interest payable and similar expenses	0	0	0	-193,415
	<u>17,679</u>	<u>0</u>	<u>193,415</u>	<u>0</u>

Interest is paid and received on the inter-company balances held between the parent and subsidiary at a rate of Base Rate plus 2.5%.

5. Loss before taxation

Profit before taxation is stated after charging:

	2020		2019	
	Company £	Group £	Company £	Group £
Fees payable to the company's auditor for the audit of the company's annual accounts	30,000	30,000	0	12,600

6. Taxation

No tax is due based on the result for the year

University Academy 92 Limited

Notes to the financial statements for the year ended 31 July 2020

7. Tangible fixed assets

Company	Leasehold Property	Fixtures & Fittings	Plant and machinery	Total £
Cost	£	£	£	
At 31 July 2019	13,800	0	0	13,800
Additions & Transfers (Note 12)	624,123	1,219,552	457,991	2,301,665
At 31 July 2020	637,923	1,219,552	457,991	2,315,465
Accumulated depreciation				
At 31 July 2019	0	0	0	0
Charge for the period	70,043	203,906	82,476	356,425
At 31 July 2020	70,043	203,906	82,476	356,425
Net book value				
At 31 July 2020	567,880	1,015,645	375,515	1,959,040
At 31 July 2019	13,800	0	0	13,800

Group	Leasehold Property	Fixtures & Fittings	Plant and machinery	Total £
Cost	£	£	£	
At 31 July 2019	457,820	119,524	16,763	594,107
Additions	180,103	1,100,027	441,228	1,721,359
At 31 July 2020	637,923	1,219,552	457,991	2,315,465
Accumulated depreciation				
At 31 July 2019	0	0	0	0
Charge for the period	70,043	203,906	82,476	356,425
At 31 July 2020	70,043	203,906	82,476	356,425
Net book value				
At 31 July 2020	567,880	1,015,645	375,515	1,959,040
At 31 July 2019	457,820	119,524	16,763	594,107

8. Fixed asset investments

The company holds ordinary shares in the following subsidiary:

Name of company	Country of incorporation	Nature of business	% of shares held by nominal value
UA92 Old Trafford	England and Wales	Education provider	100

University Academy 92 Limited

Notes to the financial statements for the year ended 31 July 2020

9. Debtors

	2020		2019	
	Company £	Group £	Company £	Group £
Prepayments	29,506	29,506	837,574	1,022,568
Accrued income	103,500	103,500	0	0
Trade Debtors	17,723	17,723	0	0
Other Receivables	22,627	22,627	0	0
Net Amounts owed by Subsidiary (see Note 2)	<u>0</u>	<u>0</u>	<u>6,404,795</u>	<u>0</u>
	<u>173,356</u>	<u>173,356</u>	<u>7,242,369</u>	<u>1,022,568</u>

As explained in Note 2, an exceptional provision has been recorded against the amount due from the subsidiary.

10. Cash at bank and in hand

The total cash balance is £488,322, of which £460,220 is held on behalf of the company by Lancaster University. In the prior year all cash of £1,266,692 was held by Lancaster University on behalf of the company.

11. Creditors: amounts falling due within one year

	2020		2019	
	Company £	Group £	Company £	Group £
Trade creditors	-508,877	-508,877	-63,153	-248,933
Accruals	-822,278	-822,278	-43,268	-189,002
Deferred income	-249,347	-249,347	0	-791,638
Other creditors	-10,173	-10,173	0	-8,895
Taxation and social security	-42,519	-42,519	0	-35,618
	<u>-1,633,194</u>	<u>-1,633,194</u>	<u>-106,421</u>	<u>-1,274,086</u>

12. Related party transactions

All transactions which the company has entered into with related parties have been concluded under normal market conditions. All transactions with 100% owned subsidiaries are not disclosed.

On 31 August 2019, the trade, employees and net assets of the subsidiary UA92 Old Trafford Limited were transferred up to the company at book value.

This comprised:

	31/08/2019
Tangible Fixed Assets	629,370
Debtors	54,847
Cash at bank	-169,757
Creditors	<u>-6,417,001</u>
	<u>-5,902,540</u>

This transaction was effected through the intercompany balance and reduced the amount due from the subsidiary.

University Academy 92 Limited

Notes to the financial statements for the year ended 31 July 2020

13. Interest in subsidiary company

The group financial statements include the consolidated results of UA92 Old Trafford Limited, which is a wholly owned subsidiary of University Academy 92 Limited.

The registered office address of UA92 Old Trafford Limited is University House, Bailrigg, Lancaster, England, LA1 4YW.

14. Creditors: amounts falling due more than one year

	2020		2019	
	Company £	Group £	Company £	Group £
Shareholder Loan	-250,000	-250,000	0	0
Deferred Income	-711,960	-711,960		
	<u>-961,960</u>	<u>-961,960</u>	<u>0</u>	<u>0</u>

15. Share Capital

	2020		2019	
	Company £	Group £	Company £	Group £
A' Ordinary Shares	0	4,000,000	0	3,526,250
B' Ordinary Shares	0	4,000,000	0	3,526,250
	<u>0</u>	<u>8,000,000</u>	<u>0</u>	<u>7,052,500</u>

During the year the company issued 947,500 £1 ordinary shares to the existing shareholders at par. These shares were fully paid.

16. Post Balance Sheet Event

Sale & Leaseback

The company entered into a sale and leaseback transaction with a third party on 01 October 2020. This transaction was in respect of furniture, equipment and signage. The lease is a three year lease and was part of the planned start up activity/funding.

Property Lease

The property lease from which the Campus is run is currently being finalised and is expected to run for an 8 year period with a 3 year rent free period from commencement of occupation. This lease is expected to be signed before the end of February 2021.

The annualised lease cost is £538,422 commencing on 19th September 2019.