



University Academy 92 Limited

**Annual report and financial statements
for the year ended 31 July 2021**

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 2021.

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. In February 2021 the University secured registration with the Office for Students. The results are shown on page 8, and no dividend has been declared or paid.

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. Students were brought back on campus in May 2021.

During the year the group received a £2,000,000 working capital injection into the business from the shareholders:

Shareholder 'A'	£1,000,000
Shareholder 'B'	£1,000,000

Directors

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

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)
S Prowse	(appointed 10 May 2021)

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 continuing 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 £1.75million of funding required for the 12 months from the signing of the financial statements. The shareholders have indicated that they will continue to provide working capital 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 provided a letter of intent to continue providing further working capital, the amount and timing of which is dependent upon on further student intakes throughout the year, which in the current environment is uncertain as a result of Covid-19.

The shareholders have provided £4.2 million of funds in 2017/2018, £2.8 million in 2018/2019, £1.2 million in 2019/2020, £2.0 million in 2020/2021 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 Group'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.

University Academy 92 Limited

Directors' report continued..

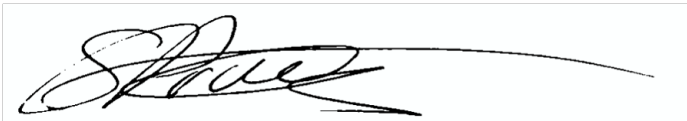
Auditor

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 'Sara Prowse', is written over a horizontal line. The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Sara Prowse

Director

13 January 2022

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 the members of University Academy 92 Limited

Opinion on the financial statements

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 2021 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.

We have audited the financial statements of University Academy 92 Limited (the 'Parent Company') and its subsidiary (the 'Group') for the year ended 31 July 2021 which comprise group and company profit and loss account, group and company balance sheet, group and company statement of changes in equity and 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).

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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

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.

Material uncertainty related to going concern

We draw attention to note 1b to the financial statements, which sets out the Directors' considerations over going concern and that the Group and Parent 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 and Parent Company'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 and Financial Statements, 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

Other Companies Act 2006 reporting

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

Independent auditor's report to the members of University Academy 92 Limited (continued)

- 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 Directors' report has been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the Group and 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 or
- 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' responsibilities 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.

Extent to which the audit was capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Independent auditor's report to the members of University Academy 92 Limited (continued)

Based on our understanding of the Group and the sector in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to their registration with the Office for Students, and we considered the extent to which non-compliance might have a material effect on the Group Financial Statements or their continued operation. We also considered those laws and regulations that have a direct impact on the financial statements such as compliance with the Companies Act and tax legislation.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries to manipulate financial results and management bias in accounting estimates.

The audit procedures to address the risks identified included:

- Discussions with management, including consideration of known or suspected instances of non-compliance with laws and regulations and fraud
- Reviewing minutes of meetings of those charged with governance and reviewing correspondence with HMRC and OfS to identify any actual or potential frauds or any potential weaknesses in internal control which could result in fraud susceptibility.
- Challenging assumptions made by management in their significant accounting estimates in particular in relation to the tangible assets and recoverability of debtors.
- In addressing the risk of fraud, including the management override of controls and improper income recognition, we tested the appropriateness of certain manual journals, reviewed the application of judgements associated with accounting estimates for the indication of potential bias and tested the application of cut-off and revenue recognition.
- Reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements.
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it.

A further description of our responsibilities is available on the Financial Reporting Council's website at: 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.

DocuSigned by:

HELEN KNOWLES

DAED9B91914A4A7

Helen Knowles (Senior Statutory Auditor)

For and on behalf of BDO LLP, Statutory Auditor

Manchester, UK

23 January 2022

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 2021

	Note	2021		2020	
		Company	Group	Company	Group
		£	£	£	£
Turnover		1,808,499	1,808,499	787,641	787,641
Cost of sales		0	0	0	0
Gross profit		1,808,499	1,808,499	787,641	787,641
Distribution costs		-355,398	-355,398	-513,855	-592,336
Administrative expenses		-4,186,074	-4,186,074	-3,773,452	-3,920,794
Administrative expenses (Exceptional)		0	0	-5,902,539	0
Other operating income		366,541	366,541	1,336,628	1,392,825
Operating loss		-2,366,432	-2,366,432	-8,065,577	-2,332,664
Finance costs/income (net)	4	-32,447	-32,447	17,679	0
Loss before taxation	5	-2,398,879	-2,398,879	-8,047,898	-2,332,664
Tax on (loss)/profit	6	0	0	0	0
(Loss) for the financial year attributable to the equity shareholders of the company		-2,398,879	-2,398,879	-8,047,898	-2,332,664

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.

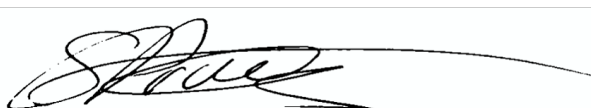
University Academy 92 Limited

Group and company balance sheet as at 31 July 2021

	Note	2021		2020	
		Company	Group	Company	Group
		£	£	£	£
Non Current Assets					
Tangible assets	7	1,616,387	1,616,387	1,959,040	1,959,040
Investments	8	100	0	100	0
		<u>1,616,487</u>	<u>1,616,387</u>	<u>1,959,140</u>	<u>1,959,040</u>
Current Assets					
Inventory		6,071	6,071	23,786	23,786
Debtors	9	162,304	162,304	173,356	173,356
Cash at bank and in hand	10	726,122	726,122	488,322	488,322
		<u>894,497</u>	<u>894,497</u>	<u>685,464</u>	<u>685,464</u>
Creditors: amounts falling due within one year	11	<u>-1,920,084</u>	<u>-1,920,084</u>	<u>-1,633,194</u>	<u>-1,633,194</u>
Net current (liabilities)/assets		<u>-1,025,587</u>	<u>-1,025,587</u>	<u>-947,730</u>	<u>-947,730</u>
Total assets less current liabilities		590,900	590,900	1,011,410	1,011,310
Creditors: amounts falling due after more than one year	14	<u>-2,940,329</u>	<u>-2,940,329</u>	<u>-961,960</u>	<u>-961,960</u>
Net (liabilities)/assets		<u>-2,349,429</u>	<u>-2,349,429</u>	<u>49,450</u>	<u>49,350</u>
Capital and reserves					
Called up share capital	15	8,000,000	8,000,000	8,000,000	8,000,000
Profit and loss account		-10,349,429	-10,349,429	-7,950,550	-7,950,650
		<u>-2,349,429</u>	<u>-2,349,429</u>	<u>49,450</u>	<u>49,350</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 2021. They were signed on its behalf by:



Director

13 January 2022
Company number: 11064939

University Academy 92 Limited

Group and company statement of changes in equity for the year ended 31 July 2021

Company	Called up share capital £	Profit and loss account £	Total £
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 expense for the period	0	-8,047,898	-8,047,898
At 1 August 2020	8,000,000	-7,950,550	49,450
Issue of share capital	0	0	0
Loss and total comprehensive income for the period	0	-2,398,879	-2,398,879
At 31 July 2021	<u>8,000,000</u>	<u>-10,349,429</u>	<u>-2,349,429</u>

Group	Called up share capital £	Profit and loss account £	Total £
At 1 August 2019	7,052,500	-5,617,985	434,515
Issue of share capital	947,500	0	947,500
Loss and total comprehensive expense for the period	0	-2,332,665	-2,332,665
At 1 August 2020	8,000,000	-7,950,650	49,350
Issue of share capital	0	0	0
Loss and total comprehensive expense for the period	0	-2,398,879	-2,398,879
At 31 July 2021	<u>8,000,000</u>	<u>-10,349,529</u>	<u>-2,349,529</u>

University Academy 92 Limited
Notes to the financial statements
for the year ended 31 July 2021

1. Accounting Policies (continued)

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 and group continues in its start up phase, and consequently the financial statements reflect the costs of establishing a campus, recruiting students and continuing 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.

The Directors 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. The Directors 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 £1.75 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 directors that, as noted previously, until student numbers achieve a certain critical mass, further funding might be required. The shareholders have provided a letter of intent to provide the required funding from 12 months from signing date of the financial statements, however there is no guarantee behind this support.

The shareholders have provided £4.2 million of funds in 2017/2018, £2.8 million in 2018/2019, £1.2 million in 2019/2020, £2.0 million in 2020/2021 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 significant doubt on the Company's ability to continue as a going concern and to meet its obligations as they fall due.

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:

University Academy 92 Limited
Notes to the financial statements
for the year ended 31 July 2021
1. Accounting Policies (continued)

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.

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.

University Academy 92 Limited
Notes to the financial statements for
the year ended 31 July 2021

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 asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

i. Leased assets

Where assets are financed by leasing agreements that give rights approximating to ownership (finance leases), the assets are treated as if they have been purchased outright. The amount capitalised is the present value of the minimum lease payments payable over the term of the lease. The corresponding leasing commitments are shown as amounts payable to the lessor. Depreciation on the relevant assets is charged to profit or loss over the shorter of estimated useful economic life and the term of the lease.

Finance lease payments are analysed between capital and interest components so that the interest element of the payment is charged to profit or loss over the term of the lease and is calculated so that it represents a constant proportion of the balance of capital payments outstanding. The capital part reduces the amounts payable to the lessor.

All other leases are treated as operating leases. Their annual rentals are charged to profit or loss on a straightline basis over the term of the lease.

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;

2.1 Useful life of tangible fixed assets (note 7)

Tangible fixed assets are depreciated over their useful lives taking into account residual values, where appropriate. The actual lives of assets and residual values are assessed annually and may vary depending on a number of factor. In re-assessing asset lives, factors such as technological innovation, product life cycles and maintenance programmes are taken into account. Residual value assessments consider issues such as future market conditions, the remaining life of the asset and projected disposal values.

3. Employee numbers

During the year the average number of employees in the group was 48 (2020: 44) of which 17 were teaching staff (2020: 12)

	2021		2020	
	Company £	Group £	Company £	Group £
Wages & Salaries	1,606,158	1,606,158	941,261	1,012,029
Social Security Costs	168,418	168,418	470,498	504,958
Pension Contributions	100,224	100,224	114,403	123,298
	<u>1,874,800</u>	<u>1,874,800</u>	<u>1,526,162</u>	<u>1,640,285</u>

Staff costs set out above include the following amounts:

The bands below include annual emoluments including bonus and fees but not employers national insurance and pension contributions.

CEO/AO *	Interim CEO #	CEO
1/8/20-31/1/21	1/1/21-20/5/21	1/5/21-31/7/21
£85,000 - £90,000 ^	£50,000 - £55,000	£30,000 - £35,000

* - In addition to the above, the individual received payment for loss of office and accrued holidays of £95,456 which

University Academy 92 Limited
Notes to the financial statements for
the year ended 31 July 2021

was approved by the Remuneration Committee.

^ - This figure includes a performance related bonus of £14,000 which was approved by the Remuneration Committee.

- The non-executive chair fulfilled the CEO vacancy whilst a permanent successor was recruited and received fees for this.

The CEO is the highest paid member of staff, and their remuneration reflects the skills required to lead a 'disruptive' HEI that is commercial and actively engaged with business.

The CEO's remuneration is subject to annual review by the Remuneration Committee, and reflect their performance across a number pre-determined criteria.

The company has also accrued for but not paid consultancy fees of £5,000 and £3,750 due to the non-executive directors M Millard and G Wilson respectively. Other than as disclosed above, none of the other directors received any remuneration from the company.

4. Finance costs (net)

	2021		2020	
	Company £	Group £	Company £	Group £
Other interest receivable and similar income	0	0	17,679	0
Interest payable and similar expenses	-32,447	-32,447	0	0
	<u>-32,447</u>	<u>-32,447</u>	<u>17,679</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%. All intercompany balances were cleared in the current year, hence no interest was received

5. Loss before taxation

Profit before taxation is stated after charging:

	2021		2020	
	Company £	Group £	Company £	Group £
Fees payable to the company's auditor for the audit of the company's annual accounts	32,400	32,400	30,000	30,000
Operating lease payments	379,911	379,911	538,422	538,422
JRS income	10,672	10,672	51,565	51,565

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 2021

7. Tangible fixed assets

Company	Leasehold Property	Fixtures & Fittings	Plant and machinery	Total £
Cost	£	£	£	
At 31 July 2020	637,923	1,219,552	457,991	2,315,466
Additions	290,235	172,113	34,900	497,248
Disposals	-278,948	-216,925		-495,873
At 31 July 2021	649,210	1,174,740	492,891	2,316,841
Accumulated depreciation				
At 31 July 2020	70,043	203,906	82,476	356,425
Charge for the period	81,382	243,886	92,907	418,175
Disposals	-29,334	-44,812		-74,146
At 31 July 2021	122,091	402,980	175,383	700,454
Net book value				
At 31 July 2021	527,119	771,760	317,508	1,616,387
At 31 July 2020	567,880	1,015,645	375,515	1,959,040

Group	Leasehold Property	Fixtures & Fittings	Plant and machinery	Total £
Cost	£	£	£	
At 31 July 2020	637,923	1,219,552	457,991	2,315,466
Additions	290,235	172,113	34,900	75,521
Disposals	-278,948	-216,925		-495,873
At 31 July 2021	649,210	1,174,740	492,891	2,316,841
Accumulated depreciation				
At 31 July 2020	70,043	203,906	82,476	356,425
Charge for the period	81,382	243,886	92,907	418,175
Disposals	-29,334	-44,812		-74,146
At 31 July 2021	122,091	402,980	175,383	700,454
Net book value				
At 31 July 2021	527,119	771,760	317,508	1,616,387
At 31 July 2020	567,880	1,015,645	375,515	1,959,040

The net book value of leasehold property and fixtures & fittings for the group includes an amount of £343,474 (2020: nil) in respect of assets held under finance leases.

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

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9. Debtors

	2021		2020	
	Company £	Group £	Company £	Group £
Prepayments	95,646	95,646	29,506	29,506
Accrued income	2,478	2,478	103,500	103,500
Trade Debtors	62,723	62,723	17,723	17,723
Other Receivables	1,458	1,458	22,627	22,627
	<u>162,304</u>	<u>162,304</u>	<u>173,356</u>	<u>173,356</u>

10. Cash at bank and in hand

The total cash balance is £726,122, of which £709,353 is held on behalf of the company by Lancaster University. In the prior year £460,220 of £488,322 cash was held by Lancaster University on behalf of the company. The cash is recognised by the group as the control of the cash resides with the group and therefore substantively held by the group.

11. Creditors: amounts falling due within one year

	2021		2020	
	Company £	Group £	Company £	Group £
Trade creditors	-270,107	-270,107	-480,896	-480,896
Accruals	-1,138,728	-1,138,728	-822,278	-822,278
Deferred income	-249,347	-249,347	-249,347	-249,347
Other creditors	-14,967	-14,967	-10,173	-10,173
Finance Lease	-137,366	-137,366	-	-
Taxation and social security	-52,488	-52,488	-42,519	-42,519
Amounts owed to related parties	-57,081	-57,081	-27,981	-27,981
	<u>-1,920,084</u>	<u>-1,920,084</u>	<u>-1,633,194</u>	<u>-1,633,194</u>

12. Related party transactions

A major shareholder, Lancaster University, provided support services to the Company totalling £153,271 (2020: £207,104) of which £57,081 (2020: £27,981) was outstanding at year end.

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
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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, England, LA1 4YW.

14. Creditors: amounts falling due more than one year

	2021		2020	
	Company £	Group £	Company £	Group £
Shareholder Loan	-2,250,000	-2,250,000	-250,000	-250,000
Deferred Income	-539,931	-539,931	-711,960	-711,960
Finance Lease	-150,398	-150,398	-	-
	<u>-2,940,329</u>	<u>-2,940,329</u>	<u>-961,960</u>	<u>-961,960</u>

The shareholder loan attracts 0% interest.

15. Share Capital

	2021		2020	
	Company £	Group £	Company £	Group £
A' Ordinary Shares	4,000,000	4,000,000	4,000,000	4,000,000
B' Ordinary Shares	4,000,000	4,000,000	4,000,000	4,000,000
	<u>8,000,000</u>	<u>8,000,000</u>	<u>8,000,000</u>	<u>8,000,000</u>

16. Commitments under leases

	2021		2020	
	Company £	Group £	Company £	Group £
Operating lease -Property				
Not later than one year	-	-	-	-
Later than one year and not later than five years	1,643,750	1,643,750	1,531,165	1,531,165
Later than five years	2,465,626	2,465,626	2,578,211	2,578,211
	<u>4,109,376</u>	<u>4,109,376</u>	<u>4,109,376</u>	<u>4,109,376</u>
Finance lease -Fixtures & Fittings and Plant & Machinery				
Not later than one year	157,911	157,911	-	-
Later than one year and not later than five years	157,911	157,911	-	-
Later than five years	-	-	-	-
Total	<u>315,823</u>	<u>315,823</u>	<u>-</u>	<u>-</u>
Less future finance costs	-28,059	-28,059	-	-
	<u>287,764</u>	<u>287,764</u>	<u>-</u>	<u>-</u>