

REGISTERED NUMBER: 2369724

**LEEDS BECKETT UNIVERSITY ENTERPRISES
LIMITED**

**ANNUAL REPORT OF THE DIRECTORS &
FINANCIAL STATEMENTS
For the year ended 31 July 2016**



<u>Contents</u>	<u>Page</u>
Report of the Directors	1
Independent Auditors' Report to the Members of Leeds Beckett University Enterprises Limited	2
Statement of Accounting Policies	4
Statement of Comprehensive Income	5
Balance Sheet	6
Statement of Changes on Equity	7
Notes to the Financial Statements	9

REPORT OF THE DIRECTORS

The directors present their report and the audited financial statements of the company, whose registered number is 2369724, for the year ended 31 July 2016.

Company Information

Leeds Beckett University Enterprises Limited is a private company which is limited by guarantee and incorporated in England and Wales. The address of its registered office is Calverley Street, Leeds, LS1 3HE.

Principal Activities and Business Review

The main areas of activity of the company are the undertaking of consultancy work, the organisation of conferences and the provision of conference facilities. There have been no significant changes to the business since the balance sheet date.

Results of the year

The results of the year provided an operating profit of £1,396,543 [2015: £2,529,586] which was paid to the ultimate holding corporation under gift aid.

Directors

The directors of the company who were in office during the year and up to the date of signing the Financial Statements were:

Mr Phil Harrison

Mr Bill Hartley (resigned 31 August 2015)

Professor Susan Price (resigned 31 August 2015)

Mr Les Everett (appointed 01 September 2015)

Professor Peter Slee (appointed 01 September 2015)

As permitted by the Articles of Association, the Directors have the benefit of an indemnity which is a qualifying third party indemnity provision as defined by Section 234 of the Companies Act 2006. The indemnity was in force throughout the last financial year and is currently in force. The Company also purchased and maintained throughout the financial year Directors' and Officers' liability insurance in respect of itself and its Directors.

Statement of Directors' Responsibilities

The directors are responsible for preparing the Report of the Directors 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 prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law, comprising Financial Reporting Standard 102 the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102)). 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 of the profit or loss of the company 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;
- state whether applicable UK Accounting Standards comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the Financial Statements;
- notify the parent, Leeds Beckett University regarding the use of disclosure exemptions, the University are fully aware of all FRS 102 exemptions used in the preparation of the financial statements; 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 company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Disclosure of information to auditors

Each of persons who is a director at the date of approval of this report confirms that, as far as they are aware, there is no relevant audit information (that is, information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware; and the directors have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Independent Auditors

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office, and a resolution concerning their reappointment will be proposed at the Annual General Meeting.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

BY ORDER OF THE BOARD



Jenny Sfara
Company Secretary

25.11.2016
Date

Independent auditors' report to the members of Leeds Beckett University Enterprises Limited

Report on the financial statements

Our opinion

In our opinion, Leeds Beckett University Enterprises Limited's financial statements (the "financial statements"):

- give a true and fair view of the state of the company's affairs as at 31 July 2016 and of its result for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

What we have audited

The financial statements, included within the Annual Report of the Directors & Financial Statements, comprise:

- the Balance Sheet as at 31 July 2016;
- the Statement of Comprehensive Income for the year then ended;
- the Statement of Changes in Equity for the year then ended;
- the Statement of accounting policies; and
- the notes to the financial statements, which include other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law (United Kingdom Generally Accepted Accounting Practice), applicable to Smaller Entities.

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

Other matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.

Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

**Independent auditors' report to the members of Leeds Beckett University
Enterprises Limited continued**

Entitlement to exemptions

Under the Companies Act 2006 we are required to report to you if, in our opinion, the directors were not entitled to: prepare financial statements in accordance with the small companies regime; take advantage of the small companies exemption in preparing the Report of the Directors; and take advantage of the small companies exemption from preparing a strategic report. We have no exceptions to report arising from this responsibility.

Responsibilities for the financial statements and the audit

Our responsibilities and those of the directors

As explained more fully in the Statement of Directors' Responsibilities set out on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

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) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

What an audit of financial statements involves

We conducted our audit in accordance with ISAs (UK & Ireland). 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 company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the directors; and
- the overall presentation of the financial statements.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.



Greg Wilson (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Newcastle upon Tyne

28 November 2016

STATEMENT OF ACCOUNTING POLICIES

FRS 102 Compliance

The Leeds Beckett University Enterprises Limited finance statements have been prepared in full compliance with Financial Reporting Standard 102. The accounting policies have remained unchanged through the transition to the Financial Reporting Standard 102 and the financial position and performance of the company has not changed due to the transition to the new reporting framework.

Basis of Accounting

The financial statements have been prepared, in accordance with the Companies Act 2006 and Financial Reporting Standard 102, including the historical cost convention, on the going concern basis which assumes the continuing financial support of the ultimate parent, Leeds Beckett University Higher Education Corporation. The parent organisation has confirmed that this support will continue. These policies have been applied consistently through the year.

Recognition of Income

Income from grants, contracts and other services rendered is included to the extent of the completion of the contract or service concerned. All income from short-term deposits is credited to the income and expenditure account in the period in which it is earned.

Gift Aid

When profits arise, the company transfers all of its taxable profit for the year to its ultimate holding corporation via Gift Aid.

Taxation

There is no corporation tax charge because the company's taxable profit is reduced by the payment under Gift Aid to nil.

Cash

Cash at Bank and in Hand includes cash in hand and deposits repayable within three months without penalty at the Balance Sheet date.

Accounting Estimates and Judgements

Debtors are reviewed annually and amounts which are deemed to be irrecoverable are written off, subject to approval of the Board of Governors. Remaining balances at the year-end are then reviewed on the basis that amounts that appear to be more than twelve months overdue are provided for. This is adjusted for specific circumstances, including adding in accounts that are less than twelve months overdue but are demonstrably not recoverable, and reduced by a percentage estimated to be recovered for some groups of overdue debt.

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 JULY 2016

	Note	Year ended 31 July 2016 £	Year ended 31 July 2015 £
Turnover	1	6,812,891	7,289,404
Cost of sales		<u>(5,416,348)</u>	<u>(4,759,818)</u>
Operating profit	3	<u>1,396,543</u>	<u>2,529,586</u>
Payment under Gift Aid		<u>(1,396,543)</u>	<u>(2,529,586)</u>
Tax on Profit on ordinary activities		<u>-</u>	<u>-</u>
Result for the financial year		<u><u>-</u></u>	<u><u>-</u></u>

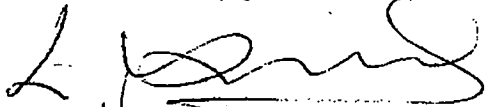
All items included in the Statement of Comprehensive Income relate to continuing operations.

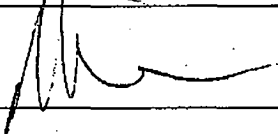
BALANCE SHEET AS AT 31 JULY 2016

	Note	As At 31 July 2016 £	As At 31 July 2015 £
Current Assets			
Debtors	4	1,823,524	1,285,741
Creditors: Amounts falling due within one year	5	(1,823,524)	(1,285,741)
Net current assets		-	-
Net assets		-	-
Capital and reserves			
Profit and loss account		-	-
Total Shareholders' funds		-	-

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard 102.

The Financial Statements on pages 5 to 9 were approved by the Board of Directors on 3 November 2016 and were signed on its behalf by:





STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 JULY 2016

	Share capital	Retained earnings	Total equity
	£	£	£
Opening balance at 1 August 2014	-	-	-
Changes in accounting policy			
Restated Balance			
Changes in equity	-	-	-
Dividends			
Total comprehensive income for the year			
Closing balance at 31 July 2015	-	-	-
Opening balance at 1 August 2015	-	-	-
Changes in accounting policy			
Restated Balance			
Changes in equity	-	-	-
Dividends			
Total comprehensive income for the year			
Closing balance at 31 July 2016	-	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2016**1 Turnover**

The company's turnover, which excludes value added tax, arises from consultancy work, the organisation of conferences and the provision of conference facilities. The company has only one class of business. The analysis of turnover by geographical market has not been given.

2 Directors and Employees**Employees**

No persons were employed by the company during the year [2015: none]. The company made use of certain staff of its ultimate parent corporation for which payment in the form a management and an overhead charge was made for performance of the company's activities.

Directors' Emoluments

The directors did not receive any emoluments in respect of their services to the company [2015: nil].

3 Operating Profit

	<u>2016</u>	<u>2015</u>
	£	£
Operating Profit includes the following charges:		
Auditors' remuneration (for audit)	2,375	2,328
Management Charge	<u>144,500</u>	<u>141,800</u>

4 Debtors

	<u>2016</u>	<u>2015</u>
	£	£
Trade debtors	713,553	691,678
Amount owed by group undertakings	1,046,035	494,578
Prepayments and accrued income	<u>63,936</u>	<u>99,486</u>
	<u>1,823,524</u>	<u>1,285,741</u>

5 Creditors: Amounts falling due within one year

	<u>2016</u>	<u>2015</u>
	£	£
Trade Creditors	1,346,306	1,024,437
Accruals and deferred income	<u>477,218</u>	<u>261,304</u>
	<u>1,823,524</u>	<u>1,285,741</u>

6 Ultimate Parent Corporation

The immediate parent undertaking is Leeds Beckett University (Leeds Beckett University Higher Education Corporation). The ultimate parent undertaking and controlling party is Leeds Beckett University, established pursuant to the Education Reform Act 1988 and by Order of the Privy Council. Leeds Beckett University is the parent undertaking of both the largest and smallest group of undertakings to consolidate these financial statements at 31 July 2016. The consolidated financial statements of Leeds Beckett University are available from Secretary and Registrar, Leeds Beckett University, Room G15, Leighton Hall, Headingley Campus, Leeds LS6 3QS.

7 Cash Flow Statement

The company has taken advantage of the disclosure exemption in Financial Reporting Standard 102 from the requirement to publish a Cash Flow Statement as these Financial Statements are included in the consolidated cash flow statement published by Leeds Beckett University and available as indicated in Note 6.

8 Related Party Transactions

Transactions with other group companies are not disclosed as the company has taken advantage of the disclosure exemption under Financial Reporting Standard 102, as the company is a wholly owned subsidiary of Leeds Beckett University and its results are included in the consolidated Financial Statements of Leeds Beckett University, which are available at the address in Note 6. The key management of Leeds Beckett University Enterprises Limited are the Directors.