

REGISTERED NUMBER: 02670032

ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2020
FOR
CAMP BEAUMONT DAY CARE LIMITED



CAMP BEAUMONT DAY CARE LIMITED

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FOR THE YEAR ENDED 31 OCTOBER 2020**

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CAMP BEAUMONT DAY CARE LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 OCTOBER 2020

DIRECTORS:	A Williamson C McLean (resigned 21 Jan 2021) M Robinson (appointed 21 Jan 2021)
REGISTERED OFFICE:	One Jubilee Street Brighton England BN1 1GE
REGISTERED NUMBER:	02670032 (England and Wales)
INDEPENDENT AUDITORS:	KPMG LLP Chartered Accountants & Statutory Auditors 1 Forest Gate Brighton Road Crawley RH11 9PT
BANKERS	National Westminster Bank plc 135 Bishopsgate London EC2M 3UR
SOLICITOR:	Bryan Cave Leighton Paisner LLP Governor's House 5 Laurence Pountney Hill London EC4R 0BR

CAMP BEAUMONT DAY CARE LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 31 OCTOBER 2020

The directors present their strategic report for Camp Beaumont Day Care Limited ('the company') for the year ended 31 October 2020.

BUSINESS REVIEW AND FUTURE DEVELOPMENTS

The principal activity of the company is that of the operation of children's day care camps. During the year the company operated 16 child care camps across London and surrounding areas. The company recorded a record Easter over March and April 2021, with 24 camps in operation and almost 20,000 child days being delivered. This growth will continue in to Summer 2021, for which we have 35 camps on sale as at the date of signing these accounts.

During the year under review, the company performed well up until the date of the UK government's first lockdown measures being put into place on 23 March 2020 due to the COVID-19 global pandemic.

All sources of income were severely impacted by the pandemic, and the uncertainty caused by the outbreak have made forecasting events and business performance challenging. Significant levels of scenario running, stress testing and contingency planning have been undertaken since March 2020 to ensure the business remains on a solid footing and maintains sufficient levels of capital for its future operations.

From the date of the March 2020 lockdown the company took assertive action to mitigate risk, reduce cash outflows and protect jobs and the wider business. The company was in a robust cash position when the government lockdown began and the business remains well positioned for a successful recovery following the reopening of the economy after the UK-wide lockdown.

The company has continued to grow in spite of the Covid-19 pandemic and has expanded its number of sites to 35 post year-end from 16 operated in the year ended 31 October 2020. The directors continue to work with key stakeholders to maintain strong relationships and work collectively ahead of the upcoming financial year.

While the impact and uncertainty caused by the global pandemic has required substantial management focus in recent months, the company continues to monitor the effects of Brexit on the political and economic environment. There are however no current indications of any significant risks posed by Brexit that could affect the company's development or ability to continue as a going concern.

The directors plan to continue growing the business through a combination organic growth and addition of new centres.

The directors do not anticipate any material changes in the company's activities in the ensuing year.

PRINCIPAL RISKS AND UNCERTAINTIES AND KEY PERFORMANCE INDICATORS

The directors consider the following principle risks and uncertainties to be most relevant to the company:

- Customer demand and market competition – the business engages in regular communication with its customers to establish trends and ensure maximum customer satisfaction. Market competitors are recognised and monitored.
- Major disaster – as with any major operator the business is exposed to external events such as fire, natural disaster or infectious disease. A disaster recovery plan is in place and commercial insurances exist for any significant business interruption or loss/damage.
- Reputational risk – the business has a robust safeguarding and health and safety policy which is reviewed on a regular basis to ensure it meets the high standards that the Board expects.
- Covid-19 – the business has taken extensive measure to ensure the day care camps operated in a Covid secure manner, including introducing bubbles and limiting the number of children in each bubble to reduce the risk of spread in the event of an outbreak.

ON BEHALF OF THE BOARD:



A Williamson - Director
28 May 2021

CAMP BEAUMONT DAY CARE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 OCTOBER 2020

The directors present their report and the audited financial statements for Camp Beaumont Day Care Limited ('the company') for the year ended 31 October 2020.

RESULTS AND DIVIDENDS

The loss for the financial year amounted to £94,000 (2019: £898,000 profit) after exceptional costs of £nil (2019: £26,000). The directors have not recommended the payment of a final dividend (2019: £nil).

GOING CONCERN

During the year under review, the company performed well up until 23 March 2020 at which point the national lockdown ordered by the government caused a reduction in the company's revenue. See the Strategic Report on page 2 of these accounts outlining the impact and mitigation measures undertaken by management during the coronavirus pandemic.

The Directors have assessed the Company's financial position alongside the Group's budgets and cashflow forecasts for the period ending 30 June 2022. These indicate, taking into account of reasonably possible downsides, the Company will have sufficient funds, through funding from Graduation Topco Limited, to meet its liabilities as they fall due for that period.

The Graduation Topco Limited Group financial statements indicate that a material uncertainty exists over its ability to continue as a going concern due to the current absence of covenant waivers to date for the anticipated EBITDA covenant breach in April 2022, which have not yet been requested

Based on their enquiries the Directors believe that it remains appropriate to prepare the financial statements on a going concern basis. However, these circumstances represent a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern and, therefore, to continue realising its assets and discharging its liabilities in the normal course of business. The financial statements do not include any adjustments that would result from the basis of preparation being inappropriate. See the going concern section in Note 3 for the basis of preparation wording that has been included in the Graduation Topco Limited group financial statements.

FINANCIAL RISK MANAGEMENT

The company's operations expose it to a variety of financial risks that include liquidity risk. Given the size of the company the directors have not delegated the responsibility of monitoring financial risk management to a sub-committee of the board. The policies set by the board of directors are implemented by the company's finance department.

Liquidity risk

In the event that it would be required the company has access to funding from other group companies to ensure it is able to settle its debts as they fall due.

Credit risk

Credit risk arises where counterparties are unable to meet their payment obligations. Due to the operational nature of the Company's trading activities whereby the majority of sales are settled in advance, the Company has limited exposure to credit risk.

DIRECTORS

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

C McLean (resigned 21 Jan 2021)
A Williamson
M Robinson (appointed 21 Jan 2021)

CAMP BEAUMONT DAY CARE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 OCTOBER 2020 (CONTINUED)

DIRECTORS' AND OFFICERS' INDEMNITY INSURANCE

The company maintains liability insurance for its directors and officers, with a cover limit for each claim or series of claims against them in that capacity. The directors have also been granted a qualifying third party provision under section 234 of the Companies Act 2006. Neither the company's indemnity nor insurance provides cover in the event that a director is proved to have acted fraudulently or dishonestly.

EMPLOYEE INVOLVEMENT

Consultation with employees or their representatives has continued at all levels, with the aim of ensuring that their views are taken into account when decisions are made that are likely to affect their interests and that all employees are aware of the financial and economic performance of their business units and of the group as a whole.

EMPLOYMENT OF DISABLED PERSONS

The company has continued its policy regarding the employment of disabled persons. Full and fair consideration is given to applications for employment made by disabled persons having regard to their particular aptitude and abilities. Appropriate training is arranged for disabled persons, including the retraining for alternative work of employees who may become disabled, to promote their career development within the organisation.

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE STRATEGIC REPORT, THE DIRECTORS' REPORT AND THE FINANCIAL STATEMENTS

The directors are responsible for preparing the Strategic report, the Directors' 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 they have elected to prepare the financial statements in accordance with UK accounting standards and applicable law (UK Generally Accepted Accounting Practice), 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 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 estimates that are reasonable and prudent;
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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 responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

POLITICAL CONTRIBUTIONS

The company made no political donations or incurred any political expenditure during the period ended 31 October 2020 (2019: nil)

STATEMENT OF DISCLOSURE OF INFORMATION TO AUDITORS

So far as each of the directors are aware, there is no relevant audit information of which the company's auditor is unaware, and each has taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

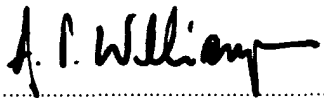
CAMP BEAUMONT DAY CARE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 OCTOBER 2020 (CONTINUED)

INDEPENDENT AUDITORS

KPMG LLP have indicated their willingness to continue in office and a resolution concerning their reappointment will be proposed at the next annual general meeting.

ON BEHALF OF THE BOARD:



.....
A Williamson - Director
One Jubilee Street, 2nd Floor
Brighton
England
BN1 1GE

28 May 2021

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CAMP BEAUMONT DAY CARE LIMITED

Opinion

We have audited the financial statements of Camp Beaumont Day Care Limited ("the company") for the year ended 31 October 2020 which comprise the Profit and loss account, Balance sheet, Statement of changes in equity and related notes, including the accounting policies in note 3.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 October 2020 and of its loss for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*; and
- 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 are described below. We have fulfilled our ethical responsibilities under, and are independent of the company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

Material Uncertainty in relation to Going Concern

We draw attention to note 3 of the financial statements which indicates that the Company's ability to continue as a going concern is dependent on the continued financial support from its ultimate parent company, Graduation Topco Limited. The financial statements of Graduation Topco Limited include a material uncertainty related to going concern and therefore the availability of support may be in doubt if required. These events and conditions, along with other matters explained in note 3, constitute a material uncertainty related to going concern that may cast significant doubt on the Company's ability to continue as a going concern.

Our opinion is not modified in respect of this matter.

Strategic report and directors' report

The directors are responsible for the strategic report and the directors' report. Our opinion on the financial statements does not cover those reports and we do not express an audit opinion thereon.

Our responsibility is to read the strategic report and the directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the strategic report and the directors' report;
- in our opinion the information given in those reports for the financial year is consistent with the financial statements; and
- in our opinion those reports have been prepared in accordance with the Companies Act 2006.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CAMP BEAUMONT DAY CARE LIMITED (CONTINUED)

Matters on which we are required to report by exception

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

- 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; 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.

We have nothing to report in these respects.

Directors' responsibilities

As explained more fully in their statement set out on page 4, the directors are responsible for: the preparation of the financial statements and for being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the 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 they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.


Auditor's responsibilities

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 our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

The purpose of our audit work and to whom we owe our responsibilities

This report is made solely to the 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 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 company and the company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

1.5. 

Timothy Rush (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
1 Forest Gate
Brighton Road
Crawley
RH11 9PT
28 May 2021

CAMP BEAUMONT DAY CARE LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR
ENDED 31 OCTOBER 2020

		2020	2019
	Note	£'000	£'000
TURNOVER	5	2,115	3,534
Cost of sales		(1,031)	(1,277)
GROSS PROFIT		1,084	2,257
Administrative expenses		(1,213)	(1,323)
Other operating income	6	56	-
OPERATING (LOSS)/PROFIT	7	(73)	934
Interest payable and similar expenses	9	(21)	(36)
(LOSS)/PROFIT BEFORE TAXATION		(94)	898
Tax on profit	10	-	-
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		(94)	898

The results for the current year and prior year relate entirely to continuing operations.

The company had no items of other comprehensive income in either the current or prior year.

The notes on pages 11 to 19 form an integral part of these financial statements.

CAMP BEAUMONT DAY CARE LIMITED

BALANCE SHEET AS AT 31 OCTOBER 2020

		2020	2019
	Note	£'000	£'000
FIXED ASSETS			
Intangible assets	12	40	48
Tangible assets	11	34	35
		74	83
CURRENT ASSETS			
Debtors: amounts falling due within one year	13	6,140	6,329
Cash at bank and in hand		285	89
		6,425	6,418
Creditors: amounts falling due within one year	14	(1,453)	(1,361)
NET CURRENT ASSETS		4,972	5,057
TOTAL ASSETS LESS CURRENT LIABILITIES		5,046	5,140
CAPITAL AND RESERVES			
Called up share capital	15	25	25
Retained earnings		5,021	5,115
TOTAL EQUITY		5,046	5,140

The notes on pages 11 to 19 form an integral part of these financial statements.

Registered number: 02670032

The financial statements on pages 8 to 19 were authorised for issue by the board of directors on 28 May 2021 and were signed on its behalf by:



.....
A Williamson - Director

CAMP BEAUMONT DAY CARE LIMITED

STATEMENT OF CHANGES IN EQUITY

	Called-up share capital	Retained Earnings	Total
	£'000	£'000	£'000
At 1 November 2018	25	4,217	4,242
Profit for the year	-	898	898
At 31 October 2019	25	5,115	5,140
Loss for the year	-	(94)	(94)
At 31 October 2020	25	5,021	5,046

The notes on pages 11 to 19 form an integral part of these financial statements.

CAMP BEAUMONT DAY CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2020

1. COMPANY INFORMATION

Camp Beaumont Day Care Limited is a private company limited by shares and is incorporated in the United Kingdom under the Companies Act 2006. The address of the registered office is given on page 1. The nature of the company's principal activities are set out in the strategic report on page 2.

2. STATEMENT OF COMPLIANCE

The individual financial statements of Camp Beaumont Day Care Limited have been prepared in compliance with United Kingdom Accounting Standards, including Financial Reporting Standard 102, "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland" ("FRS 102") and the Companies Act 2006.

3. ACCOUNTING POLICIES

The principal accounting policies applied to the preparation of these financial statements are set out below. These policies have been consistently applied to all of the years shown unless otherwise stated.

Basis of preparation

The financial statements have been prepared under the historical cost convention.

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 4.

The functional currency of Camp Beaumont Care Limited is considered to be pounds sterling because that is the currency of the primary economic environment in which the Company operates.

Going concern

During the year under review, the company performed well up until 23 March 2020 at which point the national lockdown ordered by the government caused a reduction in the company's revenue. See the Strategic Report on page 2 of these accounts outlining the impact and mitigation measures undertaken by management during the coronavirus pandemic.

The Directors have assessed the Company's financial position alongside the Group's budgets and cashflow forecasts for the period ending 30 June 2022. These indicate, taking into account of reasonably possible downsides, the Company will have sufficient funds, through funding from Graduation Topco Limited, to meet its liabilities as they fall due for that period.

The Graduation Topco Limited Group financial statements indicate that a material uncertainty exists over its ability to continue as a going concern due to the current absence of covenant waivers to date for the anticipated EBITDA covenant breach in April 2022, which have not yet been requested. The following basis of preparation wording has been included in the group accounts:

"Notwithstanding a loss for the year of £20,913,000 and a net current liability position of £1,930,000 (2019: £6,784,000) the directors have prepared the financial statements on a going concern basis for the following reasons:

The Group meets its working capital requirements through its available cash balances and the Revolving Credit Facility and long term loan held with its bankers. As a result of the Covid-19 pandemic the Group restructured its debt in July 2020. As part of the restructure the principal lenders (Baring Asset Management and Crescent Capital) acquired the Group in equal proportion and waived £35,670,000 of the senior debt and accrued interest. In addition £19,118,000 of loan note debt and loan note interest that was payable at that time from the previous owners was waived. As part of the overall restructuring new facilities of £18,500,000 were committed to the Group of which £3,500,000 has not yet been drawn to date. During the current year the Group has been in compliance with all its bank covenant tests. After the year end, as a result of the continuing impact of COVID-19, the Group has received, in advance, Covenant waivers in respect of EBITDA performance from its Lenders for the period from October 2021 up to 31 March 2022, with covenants relating to liquidity being put in place until that point.

The national outdoor education industry has been severely impacted by the pandemic and following the national lockdown order by the government on 23 March 2020 the majority of the Group's subsidiaries were put into hibernation as they were not permitted to trade. With the continuing impact of the coronavirus pandemic the Group's subsidiaries, with the exception of Camp Beaumont Day Care Limited, have done minimal trade at the date of signing these accounts. Camp Beaumont has been running Covid-secure day camps in line with government guidance and revenue for 2021 is currently outperforming 2019 levels.

CAMP BEAUMONT DAY CARE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2020 (CONTINUED)

3. ACCOUNTING POLICIES (CONTINUED)

Management has prepared cash flow forecasts for the period to 30 June 2022. In preparing these base forecasts they have considered the impacts of Covid-19. Specifically, they have considered a scenario in which no revenue is earned at the 10 Kingswood centres until May 2021 in line with current Government guidance, followed by a gradual return to more normal levels of trading later in the year. However, given the continuing uncertainties presented by COVID-19 it is plausible that a more severe downside scenario results in a one month delay to the reopening of the Kingswood centres as well as a further two month lockdown in late 2021/early 2022. In both the base forecast and downside scenario the Group would need further covenant waivers in relation to the minimum EBITDA and leverage covenants for the 12 month period ending 30 April 2022 and, under the downside scenario, would need to drawdown on its committed but unused facilities ensuring the Group continues with cash headroom throughout the period.

The Directors are confident that they will be able to agree to a waiver of the minimum EBITDA and leverage covenants for the rolling 12 month period ended 30 April 2022 with their lenders and note that under the base case and downside scenario this breach does not extend to the next review period of the 31 July 2022. Management has currently agreed with lenders that the April 2022 covenants will be reviewed in September 2021 when there will be clarity over the trading performance to April 2022. It is possible that performance will exceed expectations such that a covenant waiver for this date will not be required and therefore the Directors have not yet sought a waiver for April 2022. The forecast covenant breach in April 2022 creates a material uncertainty as this would mean that the loans would become repayable on demand and outside of the control of the Company, notwithstanding that the majority Shareholders of the group are also the majority lenders.

Based on their assessment as outlined above the directors believe that it remains appropriate to prepare the financial statements on a going concern basis. However, the current absence of covenant waivers to date for the anticipated breaches of EBITDA covenants in April 2022, which have not yet been requested, represent a material uncertainty, that might cast significant doubt on the Group's ability to continue as a going concern and therefore, to continue realising its assets and discharging its liabilities in the normal course of business. The financial statements do not include any adjustments that would result from the basis of preparation being inappropriate."

Based on their enquiries the Directors believe that it remains appropriate to prepare the financial statements on a going concern basis. However, these circumstances represent a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern and, therefore, to continue realising its assets and discharging its liabilities in the normal course of business. The financial statements do not include any adjustments that would result from the basis of preparation being inappropriate.

Exemptions for qualifying entities under FRS 102

In these financial statements, the company is considered to be a qualifying entity (for the purposes of this FRS) and has applied the exemptions available under FRS 102 in respect of the following disclosures:

- (i) from preparing a statement of cash flows, on the basis that it is a qualifying entity and its intermediate parent company, Inspiring Learning (Holdings) Limited, includes the Company's cash flows in its own consolidated financial statements;
- (ii) from disclosing transactions with other group companies that are wholly owned within the Group, as per FRS 102 paragraph 33.1;
- (iii) from certain financial instrument disclosures required under FRS 102 paragraphs 11.39 to 11.48A and paragraphs 12.26 to 12.29, on the basis that equivalent disclosures are included in the consolidated financial statement disclosures of the group in which the entity is consolidated;
- (iv) from disclosing the Company key management personnel compensation, as required by FRS 102 paragraph 33.7.

Turnover

The turnover shown in statement of comprehensive income represents amounts receivable for day camp provision occurring in the year. Turnover is measured by reference to the full value of sales to external customers, exclusive of VAT. Turnover is recognised on the date of provision of day care services.

Tangible fixed assets

Tangible fixed assets are stated at historic purchase cost less accumulated depreciation. Cost includes the original purchase price of the asset and the costs attributable to bringing the asset to its working condition for its intended use.

CAMP BEAUMONT DAY CARE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2020 (CONTINUED)

3. ACCOUNTING POLICIES (CONTINUED)

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant and machinery - 3 - 10 years straight line

Intangible assets

Intangible assets are stated at cost less accumulated amortisation and accumulated impairment losses. Amortisation is calculated, using the straight-line method, to allocate the depreciable amount of the assets to their residual value over their estimated useful lives, as follows:

Sales licences - 5 years straight line
Trademarks - over the life of the trademark
Software - 4 years straight line
Website development costs - 4 years straight line

The amortisation periods selected for intangible assets are in line with management's assessment of the useful economic life of those assets

Assets, including software, in the course of construction are stated at cost. These assets are not amortised until they are available for use.

Website development costs

Development costs directly attributable to bringing the company websites into use are capitalised as intangible fixed assets and amortised on a straight line basis over 4 years.

Taxation

Taxation expense for the period comprises current and deferred tax recognised in the reporting period. Tax is recognised in the statement of comprehensive income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case tax is also recognised in other comprehensive income or directly in equity respectively.

Current or deferred taxation assets and liabilities are not discounted.

Current tax

Current tax is the amount of income tax payable in respect of the taxable profit for the year or prior years. Tax is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the period end.

Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred tax

Deferred tax arises from timing differences that are differences between taxable profits and total comprehensive income as stated in the financial statements. These timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements.

Deferred tax is recognised on all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are only recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the period end and that are expected to apply to the reversal of the timing difference.

Lease agreements

Rentals applicable to operating leases, where substantially all of the benefits and risks of ownership remain with the lessor, are charged against profits on a straight line basis over the period of the lease.

Grant Income

Grant income is shown in the statement of comprehensive income within other operating income. Grant Income is recognised on an accruals basis.

CAMP BEAUMONT DAY CARE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2020 (CONTINUED)

3. ACCOUNTING POLICIES (CONTINUED)

Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new ordinary shares or options are shown in equity as a deduction, net of tax, from the proceeds.

4. CRITICAL ACCOUNTING JUDGEMENTS AND ESTIMATION UNCERTAINTY

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

a) Critical judgements in applying the company's accounting policies

The directors believe that there are no critical judgements involved in applying the company's accounting policies that warrant disclosure.

b) Key accounting estimates and assumptions

The directors believe that there are no key accounting estimates and assumptions involved in applying the Company's accounting policies that warrant disclosure.

5. TURNOVER

The turnover and profit on ordinary activities before taxation are attributable to the principal activities of the company and arose in the United Kingdom. Turnover in the current and prior year is attributable solely to services rendered.

6. OTHER OPERATING INCOME

	2020	2019
	£'000	£'000
Grant Income in respect of:		
Coronavirus Job Retention Scheme	56	-
	56	-

7. OPERATING PROFIT

Operating profit is stated after charging:

	2020	2019
	£'000	£'000
Depreciation - owned fixed assets	21	20
Operating lease costs	16	13

Auditor's remuneration of £7,210 (2019: £7,850) was borne by Kingswood Learning and Leisure Group Limited, an intermediate parent undertaking, without recharge.

CAMP BEAUMONT DAY CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2020 (CONTINUED)

8. EMPLOYEE INFORMATION

The average monthly number of persons, including directors, employed by the company during the year was:

	2020 Number	2019 Number
By activity:		
Day care camps and support	137	137
	137	137

The aggregate payroll costs of these persons were as follows:

	2020 £'000	2019 £'000
Wages and salaries	1,046	1,061
Social security costs	56	45
Pension costs	7	4
	1,109	1,110

None of the directors received any remuneration for their services to the company during the year under review (2019: £nil). The company received a management charge of £52,000 (2019: £39,000) from Graduation Bidco Limited for services provided by group directors during the year under review.

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in independently administered funds. The pension charge represents contributions payable by the company to the funds and amounted to £7,000 (2019: £4,000). A total of £2,000 (2019: £4,000) was payable to the funds at the year end.

9. INTEREST PAYABLE AND SIMILAR EXPENSES

	2020 £'000	2019 £'000
Bank Interest	21	36

CAMP BEAUMONT DAY CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2020 (CONTINUED)

10. INCOME TAX

No current or deferred tax arose in the year under review (2019: £nil).

a) Reconciliation of tax charge

Tax assessed for the period differs to the standard rate of corporation tax in the UK for the year ended 31 October 2020 of 19% (2019: 19%). The differences are explained below:

	2020	2019
	£'000	£'000
(Loss)/Profit on ordinary activities before tax	(94)	898
(Loss)/Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 19% (2019 – 19%)	(18)	171
Effects of:		
Permanent differences for non-deductible expenses	4	3
Group relief not paid for	-	(174)
Unrecognised tax losses carried forward	14	-
Total tax charge	-	-

The company has an unrecognised deferred tax asset of £14,000 (2019: £nil) relating to losses carried forward.

b) Tax rate changes

In the Spring Budget 2020, the Government announced that from 1 April 2020 the corporation tax rate would remain at 19% (rather than reducing to 17%, as previously enacted). This new law was substantively enacted on 17 March 2020.

Deferred tax has been calculated using a tax rate of 19%.

11. TANGIBLE ASSETS

	Plant and machinery
	£'000
Cost	
At 1 November 2019	215
Additions	20
At 31 October 2020	235
Accumulated depreciation	
At 1 November 2019	180
Charge for year	21
At 31 October 2020	201
Net book amount	
At 31 October 2020	34
At 31 October 2019	35

CAMP BEAUMONT DAY CARE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2020 (CONTINUED)

12. INTANGIBLE ASSETS

	Computer Software
	£'000
Cost	
At 1 November 2019	53
Additions	12
At 31 October 2020	65
Accumulated amortisation	
At 1 November 2019	5
Charge for year	20
At 31 October 2020	25
Net book amount	
At 31 October 2020	40
At 31 October 2019	48

13. DEBTORS

	2020	2019
	£'000	£'000
Amounts owed by group undertakings (note 18)	6,042	6,272
Trade debtors	35	33
Other debtors	15	-
Prepayments	48	24
	6,140	6,329

Amounts owed by group undertakings are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£'000	£'000
Trade creditors	186	128
Amounts owed to group undertakings (note 18)	1,094	1,094
Taxation and social security	26	26
Other creditors	11	36
Accruals and deferred income	136	77
	1,453	1,361

Amounts owed to group undertakings are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

CAMP BEAUMONT DAY CARE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2020 (CONTINUED)

15. CALLED UP SHARE CAPITAL

	2020	2019
	£'000	£'000
Authorised		
25,000 (2019: 25,000) Ordinary shares of £1 each (2019: £1)	25	25
Allotted and fully paid		
25,000 (2019: 25,000) Ordinary share of £1 each (2019: £1)	25	25

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company.

16. CONTINGENT LIABILITIES

The company is a guarantor, alongside other group subsidiaries, of the Graduation Topco Limited group bank facilities. The liabilities concerned amounted to £21,456,000 at 31 October 2020.

There were no other material contingent liabilities at 31 October 2020.

17. OPERATING LEASE COMMITMENTS

The company had the following future minimum lease payments under non-cancellable operating leases for the following periods:

	2020	2019
	£'000	£'000
Not later than one year	10	1
Between 1 and 5 years	12	5
	22	6

Operating leases relate to vehicle leases. The costs expensed to the profit and loss account in the year ended 31 October 2020 totalled £16,000 (2019: £13,000).

18. RELATED PARTY TRANSACTIONS

Related balances are disclosed in note 13 and 14 with trade balances included as part of trade debtors and trade creditors. As at 31 October 2020 Camp Beaumont Day Care Limited had the following aggregate related party balances with subsidiaries of the Ultimate parent.

	2020	2019
	£'000	£'000
Amounts owed from immediate parent companies	661	453
Amounts owed from group undertakings	5,381	5,819
Amounts owed from related parties	6,042	6,272
Amounts owed to group undertakings	1,094	1,094
Amounts owed to related parties	1,094	1,094

The daughter of a Director was employed during the year at a total cost of £1,678.

Key management personnel related party transactions are exempt from disclosure.

CAMP BEAUMONT DAY CARE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2020 (CONTINUED)

19. ULTIMATE CONTROLLING PARTY

The immediate parent undertaking of the entity is Kingswood Learning and Leisure Group Limited, a company incorporated in England.

The largest and smallest group in which the results of the Company are consolidated is headed by Graduation Topco Limited registered at 1 Jubilee Street, Brighton BN1 1GE. The consolidated financial statements of the group are available to the public and may be obtained from Companies House, Crown Way, Cardiff, CF14 3UZ.

Swift Newco Limited, incorporated in Jersey, is the ultimate parent undertaking of the entity.

The company is jointly controlled by certain limited partnerships managed by Crescent Capital Group and Barings Asset Management.