

Radius Educational Services Limited

Annual Report and Financial Statements
for the Year Ended 30 June 2022

Ballards LLP
Chartered Accountants
Oakmoore Court
11C Kingswood Road
Hampton Lovett
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Worcestershire
WR9 0QH

Radius Educational Services Limited

Contents

Company Information	<u>1</u>
Balance Sheet	<u>2</u>
Notes to the Financial Statements	<u>3 to 8</u>

Radius Educational Services Limited

Company Information

Directors	Mr PE Sachs Ms EJ Phillips
Registered office	Oakmoore Court Kingswood Road Hampton Lovett Droitwich Worcestershire WR9 0QH
Auditors	Ballards LLP Chartered Accountants Oakmoore Court 11C Kingswood Road Hampton Lovett Droitwich Worcestershire WR9 0QH

Radius Educational Services Limited

(Registration number: 02851234)
Balance Sheet as at 30 June 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	<u>4</u>	75,229	72,341
Current assets			
Debtors	<u>5</u>	321,607	117,798
Cash at bank and in hand		<u>87,913</u>	<u>171,714</u>
		409,520	289,512
Creditors: Amounts falling due within one year	<u>6</u>	<u>(206,553)</u>	<u>(168,853)</u>
Net current assets		<u>202,967</u>	<u>120,659</u>
Net assets		<u>278,196</u>	<u>193,000</u>
Capital and reserves			
Called up share capital		200	200
Profit and loss account		<u>277,996</u>	<u>192,800</u>
Shareholders' funds		<u>278,196</u>	<u>193,000</u>

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 20 November 2022 and signed on its behalf by:

.....
Mr PE Sachs
Director

.....
Ms EJ Phillips
Director

Radius Educational Services Limited

Notes to the Financial Statements for the Year Ended 30 June 2022

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:
Oakmoore Court Kingswood Road
Hampton Lovett
Droitwich
Worcestershire
WR9 0QH
Great Britain

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The comparative figures are for the period from 1 March 2021 to 30 June 2021.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements have been rounded to the nearest £.

Radius Educational Services Limited

Notes to the Financial Statements for the Year Ended 30 June 2022

Going concern

The directors have reviewed the appropriateness of presenting the financial statements using the going concern principal.

At the time of signing these financial statements, the impact of COVID 19 has all but disappeared with attendance levels at the nurseries far exceeding pre-COVID levels. COVID has however, had a lasting effect on customer behaviour, as parents are able to work from home more regularly. This has resulted in changes in booking patterns, although, record sales have still been achieved.

As we are now entering a cost of living crisis Kido Schools are yet to see any impact on customer numbers but are not ruling out some negative impact further along the line.

The directors are also forecasting an increase in energy costs to the company. The directors feel this will not be a material amount as energy is only a small percentage of the total cost base and government assistance has recently been announced for businesses which they expect to benefit from. The directors are comfortable that the extra costs incurred for existing nurseries can be covered by fee increases in January.

The directors are of the opinion that the biggest challenge currently is with staffing. The industry as a whole is struggling to recruit staff with a seemingly higher number of job vacancies than staff. To combat this, they are putting measures in place by hiring in house recruiters and implementing a best in class benefits system and employee culture. The directors are comfortable that the extra costs incurred for existing nurseries can be covered by fee increases in January.

With the above points considered and the opening and planned openings of new nurseries, the directors expect the desired continuous growth of the company to be realised. Having considered the forecast revenues and the company's ongoing operational expenditure together with the likely capital additions and likely capital repayments the company's directors have concluded that it is appropriate that these financial statements are prepared and presented using the going concern principal. This is due to the profits received from operations, continued support of associated companies and the wider investor base.

Audit report

The Independent Auditor's Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report on 25 November 2022 was Benjamin Powell MSc ACA, who signed for and on behalf of Ballards LLP.

Radius Educational Services Limited

Notes to the Financial Statements for the Year Ended 30 June 2022

Judgements

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Government grants

The accounting policy adopted for grants is the accruals model

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Tax

The tax expense for the period comprises tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Leasehold improvements	20% Straight line
Furniture & fixtures	33% Straight line

Radius Educational Services Limited

Notes to the Financial Statements for the Year Ended 30 June 2022

Electronic Equipment

33% Straight line

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 35 (2021 - 34).

Radius Educational Services Limited

Notes to the Financial Statements for the Year Ended 30 June 2022

4 Tangible assets

	Leasehold improvements £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 July 2021	93,603	58,660	12,949	165,212
Additions	15,459	6,451	-	21,910
At 30 June 2022	109,062	65,111	12,949	187,122
Depreciation				
At 1 July 2021	25,647	54,659	12,565	92,871
Charge for the year	14,671	3,967	384	19,022
At 30 June 2022	40,318	58,626	12,949	111,893
Carrying amount				
At 30 June 2022	68,744	6,485	-	75,229
At 30 June 2021	67,956	4,001	384	72,341

Included within the net book value of leasehold improvements above is £68,744 (2021 - £67,956) in respect of short leasehold land and buildings.

Radius Educational Services Limited

Notes to the Financial Statements for the Year Ended 30 June 2022

5 Debtors

	Note	2022 £	2021 £
Current			
Trade debtors		81,309	66,796
Amounts owed by related parties	<u>8</u>	184,720	-
Prepayments		52,578	50,919
Other debtors		3,000	83
		<u>321,607</u>	<u>117,798</u>

6 Creditors

Creditors: amounts falling due within one year

	Note	2022 £	2021 £
Due within one year			
Trade creditors		58,094	15,242
Amounts owed to related parties	<u>8</u>	-	14,143
Taxation and social security		10,531	9,460
Other creditors		137,928	130,008
		<u>206,553</u>	<u>168,853</u>

7 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £825,000 (2021 - £925,000).

8 Related party transactions

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

9 Parent and ultimate parent undertaking

The company's immediate parent is Kido Schools UK Limited, incorporated in England and Wales.

The ultimate parent is Kido Holdings PTE Limited (Singapore), incorporated in Singapore.

These financial statements are available upon request from 30 Raffles Place, #23-01 Oxley@Raffles, Singapore 048622.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.