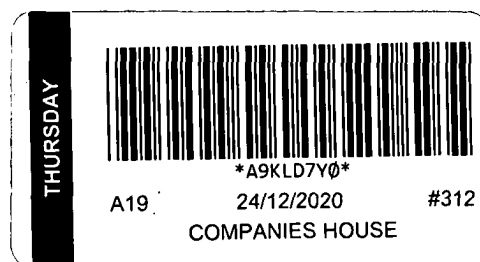


Registered number: 03044508  
Charity number: 1046951

**Boston University (USA) London**  
**(A company limited by guarantee)**

**Trustees' report and financial statements**  
**for the year ended 31 December 2019**



**Boston University (USA) London**  
**(A company limited by guarantee)**

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**Boston University (USA) London**  
**(A company limited by guarantee)**

**Reference and administrative details of the company, its Trustees and advisers  
for the year ended 31 December 2019**

**Trustees**

G Emmons  
A Campbell  
W Wang

**Company registered number**

03044508

**Charity registered number**

1046951

**Registered office**

43 Harrington Gardens  
Kensington  
London  
SW7 4JU

**Company secretary**

Gillian L Low

**Independent auditor**

Kreston Reeves LLP  
Statutory Auditor & Chartered Accountants  
37 St Margaret's Street  
Canterbury  
Kent  
CT1 2TU

**Bankers**

HSBC Bank plc  
95 Gloucester Road  
South Kensington  
London  
SW7 4SX

**Solicitors**

Shepherd & Wedderburn LLP  
Condor House  
10 St. Paul's Churchyard  
London  
EC4M 8AL

**Boston University (USA) London**  
**(A company limited by guarantee)**

**Trustees' report**  
**for the year ended 31 December 2019**

The Trustees present their annual report together with the audited financial statements of the company for the year 1 January 2019 to 31 December 2019. The annual report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the company qualifies as small under section 383 of the Companies Act 2006, the strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

**Objectives and activities**

**a. Objectives and activities**

The objectives of the charity are set out in its constitution and can be summarised as follows:

To provide public benefit through the advancement of education and research, amongst other charitable means, by:

- the provision of schools, training courses, and the operation of educational programmes and internships along with the publication of educational material dealing with or relating to the activities of the charity;
- the award of prizes and the granting of scholarships and bursaries to students for proficiency and study and to encourage the training of all appropriate professional workers, teachers and educationalists; and
- the co-operation with and support of any international, national or regional organisation having the same or similar objects to those of the charity.

In implementation of these purposes the trustees seek in particular to the support research efforts that broadly enhances the ability to conduct research in a global community; and the promotion in the United Kingdom of these educational and research activities with the benefit of an effective collaboration with Boston University.

The trustees made a substantial award, subject to ongoing oversight, to Boston University in order to effectively implement a legacy provided by the donor subject to wishes he set out. Such wishes are related to the use of his legacy for the provision of fellowships to suitable people in order that they may support the provision of primary healthcare in developing countries.

The trustees confirm that they have had regard to the guidance contained in the Charity Commission general guidance on public benefit when reviewing the charity's aims and objectives and planning future activities.

**Achievements and performance**

**a. Review of activities**

In the year to 31 December 2019 the charity held one Alumni event.

There was no legacy income received during the year.

**Boston University (USA) London**  
**(A company limited by guarantee)**

**Trustees' report (continued)**  
**for the year ended 31 December 2019**

**Financial review**

**a. Going concern**

After making appropriate enquiries, the Trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

Whilst the impact of the COVID-19 virus has been assessed by the trustees so far as reasonably possible, due to its unprecedented impact on the wider economy, it is difficult to evaluate with any certainty the potential outcomes on its activity. However, taking into consideration the UK Government's response and the planning and actions of the company since the pandemic, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the annual report and accounts.

**b. Reserves policy**

The Trustees seek to ensure that there are sufficient reserves to meet the ongoing running costs of the charity.

At 31 December 2019 the charity's reserves were in deficit by an amount of \$248,712. The Trustees are considering ways to improve the level of the charity's reserves, and in the short term are confident that continued support will be provided to the charity by the group such that it can continue to meet its obligations.

At the end of the reporting period the charity did not hold any restricted funds.

**c. Principal risks and uncertainties**

The Trustees have assessed the major risks to which the charitable company is exposed, in particular those related to the operations and finances of the company, and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks.

**d. Investments policy**

The Trustees have the power to invest in such assets as they see fit. Any surplus funds are kept in short-term deposits which can be accessed readily.

**Structure, governance and management**

**a. Constitution**

The company is registered as a charitable company limited by guarantee, it is constituted under a Memorandum of Association and holds registered charity number 1046951.

The company is constituted under a Memorandum of Association and is a registered charity number 1046951.

Boston University (USA) London Graduate Centre was incorporated as a private company limited by guarantee on 11 April 1995 and registered as a charity on 5 June 1995. It changed its name to Boston University (USA) London on 11 May 2002. Boston University is the fourth largest private university in the United States and has been involved in providing university level education in Europe for more than 30 years.

Boston University (USA) London derives its academic accreditation, overall governing policies, and direction from the trustees of Boston University in Boston, Massachusetts USA.

**Trustees' report (continued)**  
**for the year ended 31 December 2019**

**Structure, governance and management (continued)**

**b. Methods of appointment or election of Trustees**

The management of the company is the responsibility of the Trustees who are elected and co-opted under the terms of the Memorandum of Association.

**c. Policies adopted for the induction and training of Trustees**

New trustees undergo an initial induction to brief them on the role of a trustee, Boston University (USA) London's charitable purpose, strategy & priorities, finances, staffing & operations and any current issues. Thereafter, other training is arranged as appropriate.

**d. Organisational structure and decision making**

The Trustees meet on an informal basis to discuss operations. Meetings are also held to review policies, procedures, the financial status of the charity and to discuss new directions.

There is one Trustee of the charity based in London.

**Plans for future periods**

Further Alumni events have been planned for the following year.

**Disclosure of information to auditor**

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditor is unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

Approved by order of the members of the board of Trustees on 23 December 2020  
and signed on their behalf by:

  
**A Campbell**  
Trustee

**Boston University (USA) London**  
**(A company limited by guarantee)**

**Statement of Trustees' responsibilities**  
**for the year ended 31 December 2019**

The Trustees (who are also the directors of the company for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees 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 its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Trustees 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 Trustees 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 legislation in other jurisdictions.

**Independent auditor's report to the Members of Boston University (USA) London**

**Opinion**

We have audited the financial statements of Boston University (USA) London (the 'charitable company') for the year ended 31 December 2019 which comprise the Statement of financial activities, the balance sheet, the statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2019 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

**Basis for opinion**

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

**Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.



**Boston University (USA) London**  
**(A company limited by guarantee)**

**Independent auditor's report to the Members of Boston University (USA) London (continued)**

**Other information**

The Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) 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 Trustees 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 Trustees are responsible for assessing the charitable 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 Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**Independent auditor's report to the Members of Boston University (USA) London (continued)**

**Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Trustees.
- Conclude on the appropriateness of the Trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**Boston University (USA) London**  
**(A company limited by guarantee)**

**Independent auditor's report to the Members of Boston University (USA) London (continued)**

**Use of our report**

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees 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 charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

*Kreston Reeves LLP*

Kreston Reeves LLP  
Chartered Accountants  
Statutory Auditor

Canterbury

23 December 2020

Kreston Reeves LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

**Boston University (USA) London**  
**(A company limited by guarantee)**

**Statement of financial activities (incorporating income and expenditure account)**  
**for the year ended 31 December 2019**

	<b>Note</b>	<b>Unrestricted funds 2019 \$</b>	<b>Total funds 2019 \$</b>	<b>Total funds 2018 \$</b>
<b>Income from:</b>				
Donations and legacies	3	10,950	10,950	575,530
<b>Total income</b>		<b>10,950</b>	<b>10,950</b>	<b>575,530</b>
<b>Expenditure on:</b>				
Charitable activities:				
Donations to Boston University	4	252,306	252,306	529,705
Other charitable activities	4	15,497	15,497	10,172
<b>Total expenditure</b>		<b>267,803</b>	<b>267,803</b>	<b>539,877</b>
<b>Net movement in funds before other recognised gains</b>		<b>(256,853)</b>	<b>(256,853)</b>	<b>35,653</b>
<b>Net movement in funds</b>		<b>(256,853)</b>	<b>(256,853)</b>	<b>35,653</b>
<b>Reconciliation of funds:</b>				
Total funds brought forward		8,141	8,141	(27,512)
Net movement in funds		(256,853)	(256,853)	35,653
<b>Total funds carried forward</b>		<b>(248,712)</b>	<b>(248,712)</b>	<b>8,141</b>

The notes on pages 13 to 21 form part of these financial statements.

**Boston University (USA) London**  
**(A company limited by guarantee)**  
**Registered number: 03044508**

**Balance sheet**  
**as at 31 December 2019**

	Note	2019 \$	2018 \$
<b>Fixed assets</b>			
Investments	6	135	135
<b>Current assets</b>			
Debtors	7	1,334	292,805
Cash at bank and in hand		9,577	751
		<u>10,911</u>	<u>293,556</u>
Creditors: amounts falling due within one year	8	<u>(259,758)</u>	<u>(285,550)</u>
<b>Net current assets/(liabilities)</b>		<u>(248,847)</u>	<u>8,006</u>
<b>Total net assets/(liabilities)</b>		<u><u>(248,712)</u></u>	<u><u>8,141</u></u>
<b>Charity funds</b>			
Unrestricted funds	9	<u>(248,712)</u>	<u>8,141</u>
<b>Total funds/(deficit)</b>		<u><u>(248,712)</u></u>	<u><u>8,141</u></u>

The company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The Trustees consider that the company is entitled to exemption from the requirement to have an audit under the provision of section 477 of the Companies Act 2006 ("the Act"). However, an audit is required in accordance with section 144 of the Charities Act 2011.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees on 23 December 2020 and signed on their behalf by:

*A Campbell*

**A Campbell**  
 (Trustee)

The notes on pages 13 to 21 form part of these financial statements.

**Boston University (USA) London**  
**(A company limited by guarantee)**

**Statement of cash flows**  
**for the year ended 31 December 2019**

	<b>Note</b>	<b>2019</b> <b>\$</b>	<b>2018</b> <b>\$</b>
<b>Cash flows from operating activities</b>			
Net cash used in operating activities	10	8,826	516
<b>Cash flows from investing activities</b>			
Purchase of investments		-	(135)
<b>Net cash provided by/(used in) investing activities</b>		-	(135)
<b>Change in cash and cash equivalents in the year</b>		<b>8,826</b>	<b>381</b>
Cash and cash equivalents at the beginning of the year		751	370
<b>Cash and cash equivalents at the end of the year</b>	11	<b>9,577</b>	<b>751</b>

The notes on pages 13 to 21 form part of these financial statements

**Boston University (USA) London**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**for the year ended 31 December 2019**

**1. General information**

Boston University (USA) London is a charity, limited by guarantee, incorporated in England and Wales with the registration number 03044508. The registered office is 43 Harrington Gardens, London, SW7 4JU.

The charitable activity of the charity continues to be providing public benefit through the advancement of education and research.

**2. Accounting policies**

**2.1 Basis of preparation of financial statements**

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Boston University (USA) London meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The company's financial statements are presented to the nearest US Dollars. At 31 December 2019 the rate of exchange was such that \$1 was equivalent to £0.757 (2018: £0.78711).

**2.2 Company status**

The company is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £10 per member of the company.

**2.3 Going concern**

The charitable company is dependent on the continuing support of the trustees of Boston University, which the trustees are confident will continue for the foreseeable future. The trustees of Boston University have guaranteed to fund EUSA LLP, a subsidiary undertaking of the charitable company within which the majority of the activities of the group are undertaken, at all times whilst it remains, in the opinion of that LLP's members, economically viable.

Whilst the impact of the COVID-19 virus has been assessed by the trustees so far as reasonably possible, due to its unprecedented impact on the wider economy, it is difficult to evaluate with any certainty the potential outcomes on its activity. However, taking into consideration the UK Government's response and the planning and actions of the company since the pandemic, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the annual report and accounts.

**Notes to the financial statements**  
**for the year ended 31 December 2019**

**2. Accounting policies (continued)**

**2.4 Income**

All income is recognised once the company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the company is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the company has been notified of the executor's intention to make a distribution. Where legacies have been notified to the company, or the company is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as contingent asset and disclosed if material.

**2.5 Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Support costs are those costs incurred directly in support of expenditure on the objects of the company and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

Charitable activities and Governance costs are costs incurred on the company's educational operations, including support costs and costs relating to the governance of the company apportioned to charitable activities.

All expenditure is inclusive of irrecoverable VAT.

**2.6 Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into dollars at rates of exchange ruling at the reporting date.

Transactions in foreign currencies are translated into dollars at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the statement of financial activities.



**Notes to the financial statements**  
**for the year ended 31 December 2019**

**2. Accounting policies (continued)**

**2.7 Investments**

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the statement of financial activities.

Investments in subsidiaries are valued at cost less provision for impairment.

**2.8 Debtors**

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

**2.9 Cash at bank and in hand**

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**2.10 Liabilities and provisions**

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the statement of financial activities as a finance cost.

**2.11 Financial instruments**

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

**2.12 Fund accounting**

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the company and which have not been designated for other purposes.

**2.13 Charity taxation**

The company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

**Boston University (USA) London**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**for the year ended 31 December 2019**

**3. Income from donations and legacies**

	<b>Unrestricted funds 2019 \$</b>	<b>Total funds 2019 \$</b>	<b>Total funds 2018 \$</b>
Donations & legacies	10,950	10,950	575,530

There is no legacy income included in the above figure for 2019 (2018: \$529,705).

**4. Analysis of expenditure by activities**

	<b>Activities undertaken directly 2019 \$</b>	<b>Support costs 2019 \$</b>	<b>Total funds 2019 \$</b>	<b>Total funds 2018 \$</b>
Expenditure	-	15,497	15,497	10,172
Donation to Ultimate Parent	252,306	-	252,306	529,705
	<u>252,306</u>	<u>15,497</u>	<u>267,803</u>	<u>539,877</u>

**Boston University (USA) London**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**for the year ended 31 December 2019**

**4. Analysis of expenditure by activities (continued)**

**Analysis of direct costs**

	<b>Alumni lectures and events 2019 \$</b>	<b>Donation to Ultimate Parent 2019 \$</b>	<b>Total funds 2019 \$</b>	<b>Total funds 2018 \$</b>
Donation to Ultimate Parent	-	262,450	<b>262,450</b>	507,735
Foreign exchange gains and losses	-	(10,144)	<b>(10,144)</b>	21,900
	<b>-</b>	<b>252,306</b>	<b>252,306</b>	<b>529,635</b>
Total 2018	<b>529,635</b>	<b>-</b>	<b>529,635</b>	

**Analysis of support costs**

	<b>Alumni lectures and events 2019 \$</b>	<b>Total funds 2019 \$</b>	<b>Total funds 2018 \$</b>
Meeting expenses	6,096	<b>6,096</b>	2,987
IT Support	-	-	375
Equipment rental	3,444	<b>3,444</b>	2,411
Other contracted services	1,112	<b>1,112</b>	1,053
Auditors' non audit costs	1,169	<b>1,169</b>	999
Auditors' remuneration	3,592	<b>3,592</b>	2,330
Bank charges	84	<b>84</b>	87
	<b>15,497</b>	<b>15,497</b>	<b>10,242</b>

**5. Auditor's remuneration**

	<b>2019 \$</b>	<b>2018 \$</b>
Fees payable to the company's auditor for the audit of the company's annual accounts	<b>2,700</b>	<b>2,330</b>

**Boston University (USA) London**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**for the year ended 31 December 2019**

**6. Fixed asset investments**

	<b>Investments in subsidiary companies \$</b>
<b>Cost or valuation</b>	
At 1 January 2019	150
<b>At 31 December 2019</b>	<u>150</u>
<b>Impairment</b>	
At 1 January 2019	15
<b>At 31 December 2019</b>	<u>15</u>
<b>Net book value</b>	
<b>At 31 December 2019</b>	135
At 31 December 2018	<u>135</u>

**Subsidiary undertakings**

The following were subsidiary undertakings of the company:

<b>Names</b>	<b>Holding</b>
Boston University USA (Europe) Limited	100%
EUSA (UK) Limited	100%
EUSA LLP	100%

The financial results of the subsidiaries for the year were:

<b>Names</b>	<b>Profit/(Loss) \$</b>	<b>Net assets \$</b>
Boston University USA (Europe) Limited	(357,421)	(4,831,448)
EUSA (UK) Limited	(3,522)	1,768
EUSA LLP	281,641	397,913

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**for the year ended 31 December 2019**

**7. Debtors**

	2019 \$	2018 \$
<b>Due within one year</b>		
Amounts due from group undertakings	1,334	39,000
Prepayments and accrued income	-	253,805
	<u>1,334</u>	<u>292,805</u>

**8. Creditors: Amounts falling due within one year**

	2019 \$	2018 \$
Amounts owed to group undertakings	256,165	281,846
Accruals and deferred income	3,593	3,704
	<u>259,758</u>	<u>285,550</u>

**9. Summary of funds**

**Summary of funds - current year**

	Balance at 1 January 2019 \$	Income \$	Expenditure \$	Balance at 31 December 2019 \$
General funds	8,141	10,950	(267,803)	(248,712)

**Summary of funds - prior year**

	Balance at 1 January 2018 \$	Income \$	Expenditure \$	Balance at 31 December 2018 \$
General funds	(27,512)	575,530	(539,877)	8,141

**Notes to the financial statements**  
**for the year ended 31 December 2019**

**10. Reconciliation of net movement in funds to net cash flow from operating activities**

	2019 \$	2018 \$
Net income/expenditure for the year (as per Statement of Financial Activities)	(256,853)	35,653
<b>Adjustments for:</b>		
Decrease/(increase) in debtors	291,471	(292,805)
(Decrease)/increase in creditors	(25,792)	257,668
<b>Net cash provided by operating activities</b>	<b>8,826</b>	<b>516</b>

**11. Analysis of cash and cash equivalents**

	2019 \$	2018 \$
Cash in hand	9,577	751
<b>Total cash and cash equivalents</b>	<b>9,577</b>	<b>751</b>

**12. Analysis of changes in net debt**

	At 1 January 2019 \$	Cash flows \$	At 31 December 2019 \$
Cash at bank and in hand	751	8,826	9,577
	<b>751</b>	<b>8,826</b>	<b>9,577</b>

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**Notes to the financial statements**  
**for the year ended 31 December 2019**

**13. Related party transactions**

All related party transactions have been concluded with wholly owned group companies. Included within the financial statements for 2019 is legacy income of £Nil (2018: \$275,900), in 2018 this was donated to the ultimate parent, Boston University.

Additionally, included in the financial statements for 2019 is an accrued legacy of \$Nil (2018: \$253,805). The accrued legacy income in 2018 was received in January 2019 and donated to the ultimate parent, Boston University. This was required to be disclosed in order to show a true and fair view to the users of the financial statements.

There are no other transactions with related parties arising in either the current or prior periods requiring disclosure.

**14. Post balance sheet events**

Substantive information about the COVID-19 disease only came to light in early 2020, with the World Health Organisation declaring a pandemic on 11 March 2020.

At the time of the approval of the financial statements the trustees continue to closely monitor the potential effects of the COVID-19 virus outbreaks on the charitable company. The full impact of the pandemic in the UK and USA economies is yet to be seen, but the charitable company will continue to mitigate the risk by following the UK Government guidelines and adapting and developing its own internal strategies. Otherwise, there have been no significant events affecting the company since the year end.

**15. Controlling party**

Boston University (USA) London is organised for the beneficial interest of the trustees of Boston University, a non-profit corporation based in Massachusetts in the United States of America, to advance its mission of education and research in the United Kingdom. Therefore under US Generally Accepted Accounting Practice for charitable organisations, Boston University (USA) London and its subsidiaries are incorporated into the consolidated financial statements of Boston University. Copies of the consolidated financial statements of the group can be downloaded from the Boston University website, or upon request from the company's registered office.

Based upon the dominant influence it exercises over the company, the trustees of Boston University are considered to be the company's ultimate parent undertaking.