

**Centre for Strategy & Communication
Limited**

Audited Financial Statements for the Year Ended 31 July 2019

DIRECTORS:

E Barnes
S Davies
S P Doyle
C J Murphy
J Pearson

REGISTERED OFFICE:

Itec House
Penarth Road
Cardiff
CF11 8TT

REGISTERED NUMBER:

04446073 (England and Wales)

**SENIOR STATUTORY
AUDITOR:**

Colin William Russell FCA, FCCA

AUDITORS:

BPU Limited
Chartered Accountants
Statutory Auditor
Radnor House
Greenwood Close
Cardiff Gate Business Park
Cardiff
CF23 8AA

**Centre for Strategy & Communication
Limited (Registered number: 04446073)**

**Balance Sheet
31 July 2019**

		2019		2018	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible assets	3		-		65,558
Tangible assets	4		<u>11,471</u>		<u>21,703</u>
			11,471		87,261
CURRENT ASSETS					
Debtors	5	540,873		407,129	
Cash at bank		<u>166,232</u>		<u>546,908</u>	
		707,105		954,037	
CREDITORS					
Amounts falling due within one year	6	<u>597,579</u>		<u>407,266</u>	
NET CURRENT ASSETS			109,526		546,771
TOTAL ASSETS LESS CURRENT LIABILITIES			120,997		634,032
CREDITORS					
Amounts falling due after more than one year	7		(12,430)		(22,085)
PROVISIONS FOR LIABILITIES	8		<u>(1,600)</u>		<u>(3,300)</u>
NET ASSETS			<u>106,967</u>		<u>608,647</u>
CAPITAL AND RESERVES					
Called up share capital			1		1
Retained earnings			<u>106,966</u>		<u>608,646</u>
SHAREHOLDERS' FUNDS			<u>106,967</u>		<u>608,647</u>

The notes form part of these financial statements

**Balance Sheet - continued
31 July 2019**

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Profit and Loss Account has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 23 June 2020 and were signed on its behalf by:

S Davies - Director

Notes to the Financial Statements
for the Year Ended 31 July 2019

1. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents amounts receivable in relation to the company's principal activity of providing training for staff and management who work in the private, public and voluntary sector.

Intangible assets

Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 5 years.

Intellectual Property

Intellectual property is valued at costs less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful lives of 5 years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 10% & 25% straight line
Computer equipment	- 20% & 50% straight line

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the profit and loss account, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

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

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Notes to the Financial Statements - continued
for the Year Ended 31 July 2019

1. **ACCOUNTING POLICIES - continued**

Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss in the year they are payable.

Course vouchers

Course vouchers sold but not used by the year end are treated as a liability in the financial statements.

Unused vouchers of less than one year from the balance sheet date are not released to the profit and loss accounts. Unused vouchers of between one and two years, 50% release to income, and more than two years are recognised in full in the profit and loss account.

Leasing commitments

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

2. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 12 (2018 - 14) .

3. **INTANGIBLE FIXED ASSETS**

	Goodwill £	Intellectual property £	Totals £
COST			
At 1 August 2018 and 31 July 2019	<u>360,000</u>	<u>77,898</u>	<u>437,898</u>
AMORTISATION			
At 1 August 2018	308,700	63,640	372,340
Amortisation for year	51,300	14,258	65,558
At 31 July 2019	<u>360,000</u>	<u>77,898</u>	<u>437,898</u>
NET BOOK VALUE			
At 31 July 2019	-	-	-
At 31 July 2018	<u>51,300</u>	<u>14,258</u>	<u>65,558</u>

Notes to the Financial Statements - continued
for the Year Ended 31 July 2019

4. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 August 2018	46,316	22,207	68,523
Additions	-	1,034	1,034
At 31 July 2019	<u>46,316</u>	<u>23,241</u>	<u>69,557</u>
DEPRECIATION			
At 1 August 2018	31,630	15,190	46,820
Charge for year	8,371	2,895	11,266
At 31 July 2019	<u>40,001</u>	<u>18,085</u>	<u>58,086</u>
NET BOOK VALUE			
At 31 July 2019	<u>6,315</u>	<u>5,156</u>	<u>11,471</u>
At 31 July 2018	<u>14,686</u>	<u>7,017</u>	<u>21,703</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade debtors	348,873	212,172
Amounts owed by group undertakings	116,210	132,671
Other debtors & prepayments	75,790	62,286
	<u>540,873</u>	<u>407,129</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade creditors	71,517	69,910
Taxes & social security costs	116,449	117,355
Other creditors & accruals	409,613	220,001
	<u>597,579</u>	<u>407,266</u>

7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2019 £	2018 £
Other creditors	<u>12,430</u>	<u>22,085</u>

Notes to the Financial Statements - continued
for the Year Ended 31 July 2019

8. PROVISIONS FOR LIABILITIES

	2019	2018
	£	£
Deferred tax	<u>1,600</u>	<u>3,300</u>
		Deferred tax
		£
Balance at 1 August 2018		3,300
Provided during year		(1,700)
Balance at 31 July 2019		<u>1,600</u>

9. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Colin William Russell FCA, FCCA (Senior Statutory Auditor)
for and on behalf of BPU Limited

10. TOTAL FINANCIAL COMMITMENTS

At 31 July 2019, the company had total commitments under non - cancellable operating leases over the remaining life of those leases of **£1,213,000** (2018 - £18,000)

11. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is ITEC Employee Trustee Limited, a company incorporated in England and Wales, acting as corporate trustee of the ITEC Employee Ownership Trust.

The immediate parent company is Itec Training Solutions (Holdings) Limited, which prepares group financial statements. Copies can be obtained from ITEC House, Penarth Road, Cardiff CF11 8TT.

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.