

UNAUDITED
LUTHER KING HOUSE CONFERENCE AND ACCOMMODATION
SERVICES LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

For the Year Ended 31 August 2019



LUTHER KING HOUSE CONFERENCE AND ACCOMMODATION SERVICES LIMITED

COMPANY INFORMATION

Directors	Revd Gerald S Broadbent (Deceased 11 th June 2019) Revd Dr Keith G Jones Revd Dr Andrew J Lunn Revd Dr Clare N McBeath Revd Charles J Nevin Revd Dr Simon J Oxley Revd Dr Rosalind M Selby Revd Fiona Thomas Dr Jacqueline G Hirst (Appointed 3 rd January 2019) Ms Erica M Dunmow (Appointed 11 th April 2019)
Company secretary	Mrs Claire McEwen
Registered number	06973866
Registered office	Brighton Grove Rusholme Manchester M14 5JP
Independent auditor	Crowe UK LLP 3rd floor The Lexicon Mount Street Manchester M2 5NT

LUTHER KING HOUSE CONFERENCE AND ACCOMMODATION SERVICES LIMITED

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DIRECTORS' REPORT
For the Year Ended 31 August 2019

The directors present their report and the financial statements for the year ended 31 August 2019.

Directors' responsibilities statement

The directors are responsible for preparing 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 the directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 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 for the Company financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Results and dividends

The profit for the year, after taxation, amounted to £114,953 (2018 - profit £104,086).

Directors

The directors who served during the year were:

Revd G Broadbent (Deceased 11th June 2019)
Revd Dr K G Jones
Revd Dr A Lunn
Revd Dr C McBeath
Revd C Nevin
Revd Dr S Oxley
Revd Dr R Selby
Revd F Thomas
Dr J Hirst (Appointed 3rd January 2019)
Ms E Dunmow (Appointed 11th April 2019)

LUTHER KING HOUSE CONFERENCE AND ACCOMMODATION SERVICES LIMITED

DIRECTORS' REPORT
For the Year Ended 31 August 2019

Post balance sheet events

There have been no significant events affecting the Company since the year end.

In preparing this report, the directors have taken advantage of the small companies exemptions provided by the Companies Act 2006.

This report was approved by the board on 9 January 2020 and signed on its behalf.



Director

LUTHER KING HOUSE CONFERENCE AND ACCOMMODATION SERVICES LIMITED

**CHARTERED ACCOUNTANT'S REPORT TO THE DIRECTOR ON THE PREPARATION OF THE
UNAUDITED STATUTORY FINANCIAL STATEMENTS OF LUTHER KING HOUSE CONFERENCE AND
ACCOMMODATION SERVICES LIMITED FOR THE YEAR ENDED 31 AUGUST 2019**

In order to assist you to fulfil your duties under the Companies Act 2006, I have prepared for your approval the financial statements of Luther King House Conference and Accommodation Services Limited for the year ended 31 August 2019 which comprise the Profit and loss account, the Balance sheet and the related notes from the company's accounting records and from information and explanations you have given to me.

As a practising member of the Institute of Chartered Accountants in England and Wales (ICAEW), I am subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the director of Luther King House Conference and Accommodation Services Limited in accordance with the terms of my engagement letter dated 12th January 2016. My work has been undertaken solely to prepare for your approval the financial statements of Luther King House Conference and Accommodation Services Limited and state those matters that I have agreed to state to the director of Luther King House Conference and Accommodation Services Limited in this report in accordance with ICAEW Technical release TECH07/16AAF. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than Luther King House Conference and Accommodation Services Limited and its director for my work or for this report.

It is your duty to ensure that Luther King House Conference and Accommodation Services Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Luther King House Conference and Accommodation Services Limited. You consider that Luther King House Conference and Accommodation Services Limited is exempt from the statutory audit requirement for the year.

I have not been instructed to carry out an audit or review of the financial statements of Luther King House Conference and Accommodation Services Limited. For this reason, I have not verified the accuracy or completeness of the accounting records or information and explanations you have given to me and I do not, therefore, express any opinion on the statutory financial statements.

Crowe UK LLP

Crowe U.K. LLP

Chartered Accountants

The Lexicon
Mount Street
Manchester
M2 5NT

22nd January 2020

LUTHER KING HOUSE CONFERENCE AND ACCOMMODATION SERVICES LIMITED

STATEMENT OF INCOME AND RETAINED EARNINGS
For the Year Ended 31 August 2019

	2019 £	2018 £
Turnover	895,398	852,434
Cost of sales	(544,077)	(518,457)
Gross profit	351,321	333,977
Administrative expenses	(236,368)	(229,890)
Operating profit/(loss)	114,953	104,087
Interest receivable and similar income	-	-
Profit before tax	114,953	104,087
Tax expense	-	-
Profit for the year	114,953	104,087
<u>Retained Earnings</u>		
Retained Earnings b/f	371	371
Total income for the year	114,953	104,087
Gift aid distribution to parent charity	(114,953)	(104,087)
Retained Earnings c/f	371	371

LUTHER KING HOUSE CONFERENCE AND ACCOMMODATION SERVICES LIMITED
Registered number: 06973866

BALANCE SHEET
As at 31 August 2019

	Note	2019 £	2018 £
Current assets			
Stocks		4,107	4,027
Debtors: amounts falling due within one year	5	15,977	14,151
Cash at bank and in hand	6	125,836	118,359
		<u>145,920</u>	<u>136,537</u>
Creditors: amounts falling due within one year	7	(145,549)	(136,166)
Net current assets		<u>371</u>	<u>371</u>
Total assets less current liabilities		<u>371</u>	<u>371</u>
Net assets		<u>371</u>	<u>371</u>
Capital and reserves			
Profit and loss account		<u>371</u>	<u>371</u>

The members have taken the available exemption from having an audit under s.476 and s.477 of the Companies Act 2006.

The accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The directors acknowledge their responsibilities for complying with the requirements of this Act with respect to accounting records and the preparation of accounts.

The financial statements were approved by the Board of Directors on 9 January 2020 and were signed on its behalf by


Director

The notes on pages 6 to 9 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2019

1. General information

The company is a private company limited by guarantee and is incorporated in England. The registered office is Brighton Grove, Rusholme, Manchester M14 5JP. The registered number is 06973866.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Going concern

The directors have reviewed the forecasts and budgets for the forthcoming period and are confident that the company is a going concern.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2019

2.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction;
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably, and;
- the costs incurred and the costs to complete the contract can be measured reliably.

2.4 Operating leases: Lessee

Rentals paid under operating leases are charged to the profit or loss on a straight line basis over the period of the lease.

2.5 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.6 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2019

2.7 Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

2.8 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Grants of a revenue nature are recognised in the profit and loss account in the same period as the related expenditure.

2.9 Interest income

Interest income is recognised in the profit and loss account using the effective interest method.

3. Directors' remuneration

	2019 £	2018 £
Directors' emoluments	-	-
Company contributions to defined contribution pension schemes	-	-

During the year retirement benefits were accruing to nil directors (2018 - nil) in respect of defined contribution pension schemes.

4. Staff numbers

There are no employees of the company. 12 (2018:12) individuals are recharged from the parent company.

5. Debtors

	2019 £	2018 £
Trade debtors	7,623	7,257
Prepayments and accrued income	8,354	6,894
	<u>15,977</u>	<u>14,151</u>

LUTHER KING HOUSE CONFERENCE AND ACCOMMODATION SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2019

6. Cash and cash equivalents

	2019 £	2018 £
Cash at bank and in hand	<u>125,836</u>	<u>118,359</u>

7. Creditors: Amounts falling due within one year

	2019 £	2018 £
Trade creditors	5,792	8,301
Amounts owed to group undertakings	114,953	104,087
Other creditors	13,923	14,744
Accruals and deferred income	<u>10,881</u>	<u>9,034</u>
	<u>145,549</u>	<u>136,166</u>

8. Controlling party

The company is a wholly controlled subsidiary of Luther King House Educational Trust, a charity registered and incorporated in the United Kingdom. The registered office is the same as Luther King House Conference and Accommodation Ltd. A copy of that charitable company's accounts can be obtained from the Registrar of Companies.

9. Related Parties

Transactions between the parent and the wholly controlled trading subsidiary have not been disclosed due to the fact that the subsidiary is wholly owned and has taken advantage of the available exemption under Section 33 of FRS 102.

10. Financial Instruments

	2019 £	2018 £
Financial assets held at amortised cost	<u>141,813</u>	<u>132,510</u>
Financial liabilities held at amortised cost	<u>145,920</u>	<u>136,166</u>

Financial assets comprise trade debtors, accrued income and cash at bank.

Financial liabilities comprise trade creditors, amounts due to group undertakings, other creditors and accruals.