



## **Icon Operations Limited**

**Company Number: 06997872**

# **Annual Report and Financial Statements for the year ended 31 July 2020**



# **Icon Operations Limited**

## **Annual Report and Annual Financial Statements for the Year Ended 31 July 2020**

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## **Icon Operations Limited**

### **Directors and professional advisors for the Year Ended 31 July 2020**

#### **Directors**

Mr M Hall

Mr D Pickard – Resigned 05 February 2021

Mrs J Baines – Appointed 25 January 2021

#### **Independent auditors**

Ernst & Young LLP

Atria One,

144 Morrison Street,

Edinburgh,

EH3 8EX

United Kingdom

#### **Banker**

Lloyds Banking Group

Black Horse House

Progression Centre

42 Mark Road

Hemel Hempstead

Hertfordshire

HP2 7DE

#### **Company Address**

Icon Operations Ltd

University Drive

Northampton

NN1 5PH

# **Icon Operations Limited**

## **Directors' Report for the Year Ended 31 July 2020**

The directors present the annual report and audited financial statements for the year ended 31 July 2020 and report thereon. The Directors and Professional Advisers information on page 3 forms part of this report

### **Incorporation**

The Company is registered in England under the Company number 06997872. The Company is a wholly owned subsidiary of The University of Northampton.

### **Directors and Officers**

The directors of the company who were in office during the year and up to the date of signing the financial statements were:

Mr M Hall

Mr D Pickard – Resigned 05 February 2021

Mrs J Baines – Appointed 25 January 2021

The above directors had no interest in the share capital of the Company.

No director has been granted a right to subscribe for additional shares or debentures.

In accordance with the Articles of Association of the Company, none of the directors are required to retire by rotation.

### **Principal Activities**

The principal activity of the Company is the day to day operation of the Icon Building, renting of office space to tenants.

### **Review of the Results for the Year and future outlook**

Details of the results for the year are given on page 14 of the financial statements. The company piloted an outsourced catering provision in the year. This was unsuccessful and was responsible for all of the loss. The normal operations outside of this generated a combined modest profit.

The directors are satisfied with the Company's position and performance. By virtue of the support provided by the University, the directors believe the Company will continue as a going concern.

The directors expect the business to recover from the impact of COVID, which has reduced occupancy levels in the last year. The company is expected to make a small loss in the 12 months following the date of signing these financial statements but is expected to remain a going concern.

### **Significant Risks and Uncertainties**

The Covid-19 pandemic has had a negative financial and operational impact on many areas of the Universities business since March 2020, particularly in respect of remittance of student accommodation fees, loss of other commercial income and the need to implement measures to prevent infection and ensure social distancing. The University has a well-developed approach to incident management, which was implemented for the crisis, and whilst the pandemic has presented many challenges, the senior executive team have

## **Icon Operations Limited**

### **Directors' Report – continued for the Year Ended 31 July 2020**

executed a clear strategy to enable the University and its subsidiaries to carry on providing services while protecting our students, customers and staff. It is anticipated that the impacts will continue for the forthcoming year but not present a material ongoing challenge to either operational capability or going concern.

#### **Significant Events since the Balance Sheet Date**

The directors do not consider that any event since the balance sheet date significantly affects the Company's financial position.

#### **Proposed Dividends**

The directors recommend that no dividend be paid for the year.

#### **Research and Development**

The Company does not undertake any research and development activities.

#### **Political and charitable contributions**

The Company made no political or charitable donations or incurred any political expenditure during the year (2018/19: £nil) other than the qualifying charitable donation to the parent entity.

#### **Significant risks and uncertainties**

The key business risk affecting the company is the continued occupancy levels of the building, given the nature of taking on businesses that tend to then move on as they grow. The management team work with prospective new start-up companies and other smaller established businesses to help drive new business opportunities at the Icon Building.

#### **Statement of disclosure of information to auditors**

At the date of making this report each of the Company's directors, as set out on page 3, confirms the following:

- so far as each director is aware, there is no relevant information needed by the Company's auditors in connection with preparing their report of which the Company's auditors are unaware, and
- each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant information needed by the Company's auditors in connection with preparing their report and to establish that the Company's auditors are aware of that information.

#### **Statement of directors' responsibilities**

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 prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising Financial Reporting Standard 102, the Financial Reporting Standard

# Icon Operations Limited

## Directors' Report – continued for the Year Ended 31 July 2020

Applicable in the UK and Republic of Ireland (FRS 102), and applicable law). 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 accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

The directors are responsible for the maintenance and integrity of the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

### Small Company Provision

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

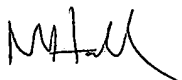
### Directors' third-party indemnities

The company maintained a directors' and officer's liability insurance policy throughout the financial year and up to the date of signing the financial statements.

### Independent Auditor

A resolution for the appointment of BDO as auditors of the Company is to be proposed at the forthcoming Annual General Meeting.

On behalf of the Board



Mr M Hall  
Director

Date: 21<sup>st</sup> July 2021

Vice Chancellor's Office  
The University of Northampton  
University Drive, Northampton  
NN1 5PH

## **Icon Operations Limited**

### **Independent Auditor's Report To The Members Of Icon Operations Limited**

#### **Opinion**

We have audited the financial statements of Icon Operations Limited (the 'company') for the year ended 31 July 2020 which comprise the Statement of Principal Accounting Policies, the Statement of Comprehensive Income, the Statement of changes in Equity, the Balance Sheet and the related notes 1 to 11. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including FRS 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 company's affairs as at 31 July 2020 and of its loss 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 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 under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report below. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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.

#### **Material uncertainty related to going concern**

We draw attention to the going concern section of the basis of preparation set out in the Statement of Principal Accounting Policies (note 3), which indicates that the University and Group, upon which the Company is reliant for financial support, is forecasting a net liability position during the going concern period which would represent a major event of default. The University and Group has received a waiver until September 2021, but a waiver has not been granted for the remainder of the going concern review period through to 31 July 2022. The absence of this covenant waiver represents a material uncertainty in relation to the University's ability to provide financial support to the Company. As the Company is dependent on financial support from the University, as stated in note 3, these events or conditions, along with the other matters as set forth in note 3, indicate that a material uncertainty exists 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.

## **Icon Operations Limited**

### **Independent Auditor's Report To The Members Of Icon Operations Limited (continued)**

#### **Other information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, 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 the other information, we are required to report that fact.

We have nothing to report in this regard.

#### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

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

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us 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
- the directors were not entitled to take advantage of the small companies exemptions in preparing the directors' report and from the requirement to prepare a strategic report.



## Icon Operations Limited

### Independent Auditor's Report To The Members Of Icon Operations Limited (continued)

#### Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on pages 5 and 6, the directors 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 directors 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 directors are responsible for 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 the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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

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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>  
This description forms part of our auditor's report.

#### Use of our report

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.



Stephen Reid (Senior statutory auditor)  
for and on behalf of Ernst & Young LLP, Statutory Auditor  
Edinburgh

Date: 21 July 2021

# Icon Operations Limited

## Statement of Principal Accounting Policies for the Year Ended 31 July 2020

### 1. General Information

Icon Operations Ltd principal activity is the day to day operation of the Icon Building, renting of office space to tenants. There are no non-cancellable lease agreements in place with tenants.

The Company was the design and build contractors, for The University of Northampton, relating to the construction of the student residences on the new Waterside campus development. Construction was fully completed during the financial year 2018/19.

In July 2020 the University ended the catering contract with CH&Co which operated the Icon building café bringing all catering operations in house from August 2020. Difficulty in driving up sales due to the Icon Buildings remote location in respect to central Daventry in addition to lockdown restrictions placed on catering units due to the Covid-19 pandemic has meant the café operated at a £33,694 loss (£33,675 18/19).

The company is a private company limited by shares and is incorporated in England. The address of the registered office is Vice Chancellor's Office, University of Northampton, University Drive, Northampton, NN1 5PH

### 2. Statement of compliance

The financial statements of Icon Operations Ltd 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. Basis of preparation

These financial statements have been prepared in accordance with applicable accounting standards in the United Kingdom, including Financial Reporting Standard 102, under the Companies Act 2006 and under the historical cost convention on an accruals basis.

#### **Going concern**

The financial statements are prepared on a going concern basis. The Company considers the most appropriate going concern period to be until at least 31 July 2022, which is at least 12 months from the approval of these financial statements. In adopting the going concern basis for preparing the financial statements, the Directors have considered the Company's principal risks and uncertainties in the context of the current operating environment.

The Company is dependent on financial support from the University to meet its liabilities as they fall due in the form of a parental letter of support.

The Directors of ICON Operations Limited have made enquiries of the University to understand their going concern assessment which has included scenario planning

**Statement of Principal Accounting Policies  
for the Year Ended 31 July 2020 - continued**

**3. Basis of preparation (continued)**

through to at least 31 July 2022, considering both liquidity and compliance with covenants. The University has forecast its compliance against all existing covenants through its going concern assessment period to at least 31 July 2022 and based on its forecast scenarios are forecasting a net liabilities position in the balance sheet within each scenario which would constitute a major event of default. A waiver has been granted by HMT in relation to this major event of default for the period through to 30 September 2021 when the position will be re-evaluated by HMT. Given its expected liquidity, the University believes there is no reason that this additional waiver would not be granted; however, as at the approval date of these financial statements a waiver has not been granted for the remainder of the going concern period through to 31 July 2022.

The Collateral Deed with HMT also includes financial covenants measured twice a year in May and November. These financial covenants include the calculation of historical and prospective Debt Service Cover Ratios (DSCR's). A prospective ratio falling below 1.15x trigger sanctions restricting the University's future operations. During the financial year the University fell below this level. However, HM Treasury provided waivers to the University.

Based on the forecast scenarios the University is forecast to trigger a discretionary spend lock up event in May 2021, November 2021 and May 2022. If triggered, these require the University to cease capital discretionary spend until a waiver is received from HMT. The University has received legal advice that the trigger of the discretionary spend lock up event does not constitute an event of default and the University would take all reasonable actions to ensure that they comply with the requirements of the covenant.

*Conclusion – Material uncertainty in relation to going concern*

The Company is dependent on financial support from the University to meet its liabilities as they fall due in the form of a parental letter of support. The University and Group is forecasting a net liability position during the going concern period which represents a major event of default. The University and Group has received a waiver until September 2021, but a waiver has not been granted for the remainder of the going concern period through to 31 July 2022. The absence of this covenant waiver represents a material uncertainty in relation to the University's ability to provide financial support to the Company. As the Company is dependent on financial support from the University to meet its liabilities as they fall due, this consequently represents a material uncertainty that may cast significant doubt upon the Company's ability to continue as a going concern and, therefore, it may be unable to realise its assets and discharge its liabilities in the normal course of business.

The University has carefully considered its financial forecasting, available financing, the assessment of the scenarios and forecast covenant compliance. The University and Group considers that the liquidity headroom and financial covenants are manageable due to available mitigating actions which include a staff recruitment freeze, non-pay restrictions and the removal of performance payments for senior staff. Accordingly, but recognising the uncertainty around the developing and volatile situation surrounding the impact of Covid-19, the Board of Governors has concluded that there is reasonable expectation that the University and Group has adequate resources to continue in operational existence for the going concern period.

The Directors of the Company have considered the University and Group assessment of going concern and concluded whilst a material uncertainty exists as

## **Icon Operations Limited**

### **Statement of Principal Accounting Policies for the Year Ended 31 July 2020 - continued**

detailed above it is appropriate for the financial statements to be prepared on a going concern basis.

#### **4. Exemptions for qualifying entities under FRS 102**

FRS 102 allows a qualifying entity certain disclosure exemptions, subject to certain conditions, which have been complied with.

The company has taken advantage of the following exemption:

- (i) from preparing of cash flows, on the basis that it is a qualifying entity and its ultimate parent company, The University of Northampton, includes the company's cash flows in its own consolidated financial statements.
- (ii) From disclosing the company key management personnel compensation, as required by FRS 102 paragraph 33.7
- (iii) From disclosure of basic and non-basic financial instruments

#### **5. Turnover and Expenditure**

Turnover represents charges to external customers for services delivered exclusive of Value Added Tax and trade discounts. Income from the sale of services is credited to the profit and loss account when the goods or services are supplied to the customer or the terms contract have been satisfied. Expenditure is recorded in line with United Kingdom Accounting Standards on an accrual's basis.

#### **6. Debtors**

Debtors are shown after providing for any amounts which the directors consider may not be collected in full.

#### **7. Taxation**

The charge for taxation is based on the profit or loss for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

No provision has been made for deferred tax on the grounds that the Company transfers its distributable taxable profits by making a qualifying donation to the University and, therefore, no deferred tax asset or liability will be realised in the Company.

## **Icon Operations Limited**

### **8. Critical judgements and significant estimates**

There have been no critical judgements for significant estimates made in the preparation of the financial statements.

### **9. Prior period adjustments**

In accordance with FRS 102 Icon Operations Ltd will record a prior period adjustment where there have been omissions from, and misstatements in, the Company's financial statements for one or more prior periods arising from a failure to use, or misuse of, reliable information that:

- a) Was available when financial statements for those periods were authorised for issue and;
- b) Could reasonably be expected to have been obtained and taken into account in the preparation and presentation of those financial statements.

During the financial year ended 2018/19 Icon Operations Ltd incorrectly missed expense accruals and this has resulted in a prior year adjustment in the 2019/20 financial statements. See note 11 for further details.

# Icon Operations Limited

## Statement of Comprehensive Income for the Year Ended 31 July 2020

	Note	2020 £	Restated 2019 £
Turnover	2	313,474	569,009
Cost of sales	2	(318,767)	(621,637)
<b>Gross Loss</b>		<b>(5,293)</b>	<b>(52,628)</b>
<b>Operating Loss</b>	<b>1</b>	<b>(5,293)</b>	<b>(52,628)</b>
Interest receivable		298	4,131
<b>Loss</b>		<b>(4,995)</b>	<b>(48,497)</b>
Qualifying charitable donation		-	(400,880)
<b>(Loss) before taxation</b>		<b>(4,995)</b>	<b>(449,377)</b>
Tax Charge	3	-	-
<b>(Loss) for the financial year</b>		<b>(4,995)</b>	<b>(449,377)</b>
Other comprehensive income		-	-
<b>Total comprehensive (Expenses) for the year</b>		<b>(4,995)</b>	<b>(449,377)</b>

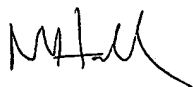
All of the Company's activities consist wholly of continuing activities.

# Icon Operations Limited

## Balance Sheet as at 31 July 2020

	Note	2020 £	Restated 2019 £
<b>Current Assets</b>			
Trade and other receivables	5	293,341	382,431
Cash and cash equivalents		<u>54,289</u>	<u>67,389</u>
		347,630	449,820
Creditors: amounts falling due within one year	6	<u>(27,075)</u>	<u>(124,270)</u>
<b>Net current assets</b>		<b>320,555</b>	<b>325,550</b>
<b>Net assets</b>		<b>320,555</b>	<b>325,550</b>
<b>Capital and Reserves</b>			
Called up share capital	8	1	1
Profit and loss account		320,554	325,549
<b>Total Equity Shareholders' Surplus</b>		<b>320,555</b>	<b>325,550</b>

The financial statements on pages 10 to 21 were approved by the Board of Directors on 21<sup>st</sup> July 2021 and signed on its behalf by:



Mr M Hall (Director)

Date: 21<sup>st</sup> July 2021

## Icon Operations Limited

### Statement of Changes in Equity For the Year Ended 31 July 2020

	Called-up share capital £	Profit and loss account £	Total £
At 1 August 2018	1	774,926	774,927
(Loss) and total comprehensive expenditure for the year	-	(449,377)	(449,377)
<b>At 31 July 2019 (Restated)</b>	<b>1</b>	<b>325,549</b>	<b>325,550</b>
(Loss) and total comprehensive Expenditure for the year		(4,995)	(4,995)
<b>At 31 July 2020</b>	<b>1</b>	<b>320,554</b>	<b>320,555</b>

Called-up share capital represents the nominal value of shares that have been issued.

The Profit and loss account includes all current and prior period retained profit and losses.



# Icon Operations Limited

## Notes to the Financial Statements for the Year Ended 31 July 2020

### 1. Operating (Loss)

	2020	2019
	£	£
Operating (loss) is stated after charging:		
Auditor's remuneration in respect of the audit of the company's financial statements (inclusive of VAT)	3,600	2,100

The limitation on auditor liability for external audit work is £2 million and was agreed on 6<sup>th</sup> June 2018 and reconfirmed on 12<sup>th</sup> March 2021 (2018/19: £2 million).

### 2. Turnover and cost of sales

Turnover and cost of sales, analysed by category, was as follows:

Turnover	2020	2019
	£	£
Design & build student residences	9,417	227,942
Icon building operations	288,780	289,625
CH&Co Café	15,277	34,348
Central	-	17,094
	<b>313,474</b>	<b>569,009</b>

Cost of sales	2020	Restated 2019
	£	£
Design & build student residences	9,278	224,573
Icon building operations	258,900	309,948
CH&Co Café	48,971	68,023
Central	1,618	19,093
	<b>318,767</b>	<b>621,637</b>

### 3. Taxation

Recognised in the Statement of Comprehensive Income	2020	2019
	£	£
Current tax expense		
Adjustment in respect of previous year	-	-

#### Deferred Tax

There is no deferred tax to be recognised.

Current tax reconciliation	2020	Restated 2019
	£	£
(Loss) for the year	(4,995)	(58,722)
Theoretical tax at UK Corporation rate of 19% (2019:19%)	(949)	(11,157)
Group Relief Surrendered	949	8,942
Deferred tax movements	-	2,215
	<b>-</b>	<b>-</b>

# Icon Operations Limited

## Notes to the Financial Statements - continued for the Year Ended 31 July 2020

### 4. Directors' and Employees

The monthly average numbers of persons employed by the company during the year, analysed by category, was as follows:

	2020 £	2019 £
Administration	1	2

One administrator working in Icon innovation centre.

The aggregate payroll costs of these persons were as follows:

	2020 £	2019 £
Wages and salaries	12,774	22,002
Social security costs	398	785
Pension (Defined contribution scheme)	379	640
	13,551	23,427

### Key management personnel

The Directors received no emoluments from the Company during the year (2019: nil).

### 5. Trade and other receivables

	2020 £	2019 £
Trade Debtors	15,021	18,486
Amounts owed by group undertakings	227,796	286,780
Other debtors including taxation and social security	50,524	77,165
	293,341	382,431

### 6. Creditors: amounts falling due within one year

	2020 £	Restated 2019 £
Trade creditors	4,682	73,564
Amounts owed to group undertakings	0	11,250
Taxation and social security	3,868	3,299
Other creditors	18,525	36,157
	27,075	124,270

## Icon Operations Limited

### Notes to the Financial Statements - continued for the Year Ended 31 July 2020

#### 7. Provisions

As explained in the accounting policies, no provision has been made for deferred tax on the grounds that the Company transfers its distributable taxable profits to the University and, therefore, no deferred tax asset or liability will be realised in the Company.

#### 8. Called up Share Capital

	2020 £	2019 £
<b>Authorised</b>		
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
<b>Allotted and fully paid</b>		
Ordinary shares of £1 each	<u>1</u>	<u>1</u>

#### 9. Related Party Transactions

In line with the exemption in FRS 102, no disclosure has been made of transactions with the University, as Icon Operations Limited is a wholly owned subsidiary of the University. There are no other related parties to disclose.

#### 10. Ultimate Parent Company

The immediate and ultimate parent undertaking is The University of Northampton Higher Education Corporation.

The consolidated financial statements of the University are publicly available from:

The University of Northampton Higher Education Corporation  
University Drive  
Northampton  
NN1 5PH

#### 11. Prior Period Adjustment

The 2018/19 position reported in the prior year omitted £11,656 of expense accruals that should have been accrued for as at 31 July 2019. As the value is material to the reported position this has resulted in an adjustment to the prior year financial statements as the accruals should have been included as both an expense in year and a creditor in the Balance Sheet in accordance with FRS 102. The impact of this on the effected primary statements has been set out below and the Statement of Comprehensive Income and Expenditure Account, the Consolidated Statement of Changes in Reserves and the Balance Sheet have been restated to reflect this.

# Icon Operations Limited

## Notes to the Financial Statements - continued for the Year Ended 31 July 2020

### Correction to Accounting Treatment.

#### Statement of Comprehensive Income and Expenditure Account for the Year ending 31 July 2020

	2019 £	Effect of restatement £	2019 Restated £
Turnover	569,009	-	569,009
Cost of sales	(609,981)	(11,656)	(621,637)
<b>Gross Loss</b>	<b>(40,972)</b>	<b>(11,656)</b>	<b>(52,628)</b>
<b>Operating Loss</b>	<b>(40,972)</b>	<b>(11,656)</b>	<b>(52,628)</b>
Interest receivable	4,131	-	4,131
<b>Loss</b>	<b>(36,841)</b>	<b>(11,656)</b>	<b>(48,497)</b>
Qualifying charitable donation	(400,800)	-	(400,880)
<b>(Loss) before taxation</b>	<b>(437,721)</b>	<b>(11,656)</b>	<b>(449,377)</b>
Tax Charge	-	-	-
<b>(Loss) for the financial year</b>	<b>(437,721)</b>	<b>(11,656)</b>	<b>(449,377)</b>
Other comprehensive income	-	-	-
<b>Total comprehensive (Expenses) for the year</b>	<b>(437,721)</b>	<b>(11,656)</b>	<b>(449,377)</b>

#### Statement of Changes in Equity for the Year Ended 31 July 2020

	Called-up share capital £	Profit and loss account £	Total £
Balance at 1 August 2019	1	337,205	337,206
Adjustments	-	(11,656)	(11,656)
Restated balance at 31 July 2019	1	325,549	325,550

# Icon Operations Limited

## Notes to the Financial Statements - continued for the Year Ended 31 July 2020

### Balance Sheet as at 31 July 2020

	2019 £	Effect of Restatement £	2019 Restated £
<b>Current Assets</b>			
Trade and other receivables	382,431	-	382,431
Cash and cash equivalents	67,389	-	67,389
	<u>449,820</u>	-	<u>449,820</u>
Creditors: amounts falling due within one year	<u>(112,614)</u>	<u>(11,656)</u>	<u>(124,270)</u>
<b>Net current assets</b>	<u>337,206</u>	<u>(11,656)</u>	<u>325,550</u>
<b>Net assets</b>	<u>337,206</u>	<u>(11,656)</u>	<u>325,550</u>
<b>Capital and Reserves</b>			
Called up share capital	1	-	1
Profit and loss account	337,205	(11,656)	325,549
<b>Total Equity Shareholders' Surplus</b>	<u>337,206</u>	<u>(11,656)</u>	<u>325,550</u>