

**EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED**

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2018**



<b>EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED</b>
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**COMPANY INFORMATION**

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<b>Directors</b>	D J Harding P A Would J G Du Plessis
<b>Registered number</b>	07125723
<b>Registered office</b>	5th Floor, 120 Aldersgate Street London EC1A 4JQ
<b>Independent auditor</b>	BDO LLP 55 Baker Street London W1U 7EU

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**EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED**

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<b>EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED</b>
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**DIRECTORS' REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2018**

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The Directors present their report and the financial statements for the year ended 31 December 2018.

**Principal activity**

The principal activity of the Company is to act as the parent company of Equitix Education (Cambridgeshire) Limited, a wholly-owned subsidiary.

**Review of the year**

There were no changes to the nature of the Company's business during the year. The Company continued to act as the parent company of Equitix Education (Cambridgeshire) Limited.

**Future developments**

The Directors of the Company are not aware of any circumstances in which the principal activity of the company would alter or cease.

**Results and dividends**

The profit for the year, after taxation, amounted to £nil (2017 - £nil).

The Company made no dividend payment in the year (2017 - £nil). The Directors do not recommend a final dividend to be paid (2017 - £nil).

**Business review**

The Company continues to lend its subsidiary, Equitix Education (Cambridgeshire) Limited, £3,608,787 (2017 - £3,608,768) via an intercompany subordinated loan note agreement; this loan has a fixed interest coupon of 12%.

The Company continues to borrow via a subordinated loan note agreement of the same total value with its parent entities under the same terms.

The Company continues to be loaned by its subsidiary, Equitix Education (Cambridgeshire) Limited, £3,081,978 (2017: £3,081,978) due to the refinancing of Equitix Education (Cambridgeshire) Limited in 2016; this loan has a fixed interest coupon of 3.4%.

The Company also received and provided via a intercompany loan note agreement of the same total value with its parent entities under the respective funding above.

Equitix Education (Cambridgeshire) Limited has a long-term contract with Cambridgeshire County Council to develop the Thomas Clarkson Community College under the Building Schools for the Future PFI programme; this is considered to mitigate any liquidity risk associated with the Equitix Education (Cambridgeshire) Limited subordinated loan agreement.

**Going concern**

The Company's forecasts and projections taking account of reasonably possible changes in trading performance show that the Company should be able to operate within the level of its current resources.

After making enquiries, the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they adopt the going concern basis in preparing the annual report and accounts.

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<b>EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED</b>
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**DIRECTORS' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

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**Financial risk management**

The Directors' report has been prepared in accordance with the special provisions relating to small companies under s417 Companies Act 2006. As such, the Company is exempt from including financial risk management disclosures in the Directors' Report.

**Strategic report exemption**

The Directors report has been prepared in accordance with the special provisions relating to small companies under section s.415 of the Companies Act 2006. As such the Company is exempt from preparing a strategic report.

**Directors**

The Directors who served during the year were:

D J Harding  
P A Would  
J G Du Plessis

**Qualifying third party indemnity provisions**

The Directors have qualifying third party indemnity provisions put in place through other companies of which they are also directors.

**Disclosure of information to auditor**

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

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

**Auditor**

The auditor, BDO LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

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**EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED**

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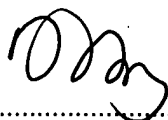
**DIRECTORS' REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 DECEMBER 2018**

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**Small companies note**

In preparing this report, the Directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

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



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**D J Harding**  
Director

Date: 30/08/2019

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<b>EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED</b>
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**DIRECTORS' RESPONSIBILITIES STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2018**

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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). Under company law the directors must not approve the financial statements unless satisfied that they 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's 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 to 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.

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<b>EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED</b>
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**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF EQUITIX EDUCATION  
(CAMBRIDGESHIRE) HOLDINGS LIMITED**

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**Opinion**

We have audited the financial statements of Equitix Education (Cambridgeshire) Holdings Limited (the 'Company') for the year ended 31 December 2018, which comprise the Statement of comprehensive income, the Balance sheet, the Statement of changes in equity 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 Company's affairs as at 31 December 2018 and of its result 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. We are independent of the 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 Directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the 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.

**Other information**

The Directors 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, except to the extent otherwise explicitly stated in our 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



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<b>EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED</b>
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**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF EQUITIX EDUCATION  
(CAMBRIDGESHIRE) HOLDINGS LIMITED (CONTINUED)**

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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.

**Opinion 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; or
- the Directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Directors' report and from the requirement to prepare a Strategic report.

**Responsibilities of directors**

As explained more fully in the Directors' responsibilities statement on page 4, 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.

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**EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED**

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**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF EQUITIX EDUCATION  
(CAMBRIDGESHIRE) HOLDINGS LIMITED (CONTINUED)**

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**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: [www.frc.org.uk/auditorsresponsibilities](http://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.



Alexander Tapp

for and on behalf of  
**BDO LLP**

**BDO LLP is a limited liability partnership registered in England and Wales (with a registered number OC305127).**

55 Baker Street  
London  
W1U 7EU

Date: 30 AUGUST 2019

**EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED**

**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2018**

	Note	2018 £	2017 £
Turnover		-	-
Cost of sales		-	-
<b>Gross profit</b>		-	-
Dividends received		-	-
Interest received and similar income	5	<b>541,416</b>	552,895
Interest payable and similar expenses	6	<b>(541,416)</b>	(552,895)
<b>Profit on ordinary activities before taxation</b>		-	-
Taxation on profit of ordinary activities	7	-	-
<b>Profit for the financial year</b>		-	-
<b>Other comprehensive income for the year</b>		-	-
<b>Total comprehensive income for the year</b>		-	-

The notes on pages 11 to 19 form part of these financial statements.

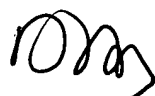
**EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED**  
**REGISTERED NUMBER: 07125723**

**BALANCE SHEET**  
**AS AT 31 DECEMBER 2018**

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Investments	8	60,000	60,000
		<u>60,000</u>	<u>60,000</u>
<b>Current assets</b>			
Debtors: amounts falling due after more than one year	9	6,990,336	6,885,872
Debtors: amounts falling due within one year	9	109,500	156,325
Cash at bank and in hand		340	308,552
		<u>7,100,176</u>	<u>7,350,749</u>
Creditors: amounts falling due within one year	10	(156,040)	(464,870)
<b>Net current assets</b>		<u>6,944,136</u>	<u>6,885,879</u>
<b>Total assets less current liabilities</b>		<u>7,004,136</u>	<u>6,945,879</u>
Creditors: amounts falling due after more than one year	11	(6,944,129)	(6,885,872)
<b>Net assets</b>		<u><u>60,007</u></u>	<u><u>60,007</u></u>
<b>Capital and reserves</b>			
Called up share capital	15	60,000	60,000
Profit and loss account	14	7	7
		<u>60,007</u>	<u>60,007</u>

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

The financial statements were approved and authorised for issue by the board and were signed on its behalf on  
**30 AUGUST 2019**



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**D J Harding**  
 Director

The notes on pages 11 to 19 form part of these financial statements.

<b>EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED</b>
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**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2018**

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	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 1 January 2018	60,000	7	60,007
Total comprehensive income for the year	-	-	-
Total transactions with owners	-	-	-
At 31 December 2018	60,000	7	60,007

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**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 1 January 2017	60,000	7	60,007
Total comprehensive income for the year	-	-	-
Total transactions with owners	-	-	-
At 31 December 2017	60,000	7	60,007

The notes on pages 11 to 19 form part of these financial statements .

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<b>EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED</b>
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2018**

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**1. Accounting policies**

**1.1 Basis of preparation of financial statements**

Equitix Education (Cambridgeshire) Holdings Limited (the "Company") is a company limited by shares and incorporated and domiciled in the UK. These financial statements were prepared in accordance with Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS 102"). The presentation currency of these financial statements is sterling.

Consolidated financial statements have not been prepared for the company and its subsidiary since the group satisfies the definition of a small group and has applied the exemption available under s383 of the Companies Act 2006.

In preparing the financial statements of the company, advantage has been taken of the following disclosure exemption available in FRS 102, as a result of the company being a small entity:

- No cash flow statement has been presented for the company.

In the application of the accounting policies, the directors have made no significant judgements or estimates.

**1.2 Going concern**

The financial statements are prepared on the going concern basis for reasons stated in the Directors' Report.

**1.3 Turnover**

All turnover is derived entirely in the United Kingdom and is net of VAT.

**1.4 Investments**

Investments are recognised at cost less provision for any permanent diminution in value.

Investments shown on the balance sheet represent share capital investments in Equitix Education (Cambridgeshire) Limited.

**1.5 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.

**1.6 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.

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<b>EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED</b>
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2018**

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**1. Accounting policies (continued)**

**1.7 Interest receivable and payable**

Interest receivable is accounted for by applying the effective interest rate to the outstanding loan balance over a time period basis.

Interest payable is calculated by applying the effective interest rate to the Company's outstanding loan balance over a time period basis.

**1.8 Borrowing costs**

All borrowing costs are recognised in the Profit or loss in the year in which they are incurred.

**1.9 Taxation**

Tax is recognised in the Profit or loss, except that a change attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance sheet date, except that:

The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and

Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**2. Profit on ordinary activities before taxation**

The profit on ordinary activities before taxation of the Company is attributable to the principal activity of the Company, all of which was carried out in the United Kingdom.

The audit fee for Equitix Education (Cambridgeshire) Holdings Limited of £1,000 (2017 - £1,000) has been borne by Equitix Education (Cambridgeshire) Limited, who will not seek any compensation from the Company.

<b>EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED</b>
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2018**

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**3. Directors' remuneration**

No Directors received any remuneration for their services to the Company (2017 - £nil); the Company is managed by secondees from a related party to the shareholders who receive no compensation for their services.

**4. Employees**

The Company had no employees during the year (2017 - none).

**5. Interest receivable**

	2018 £	2017 £
Interest receivable from parent undertakings	104,818	111,141
Interest receivable from subsidiaries	436,598	441,754
	541,416	552,895
	541,416	552,895

**6. Interest payable and similar expenses**

	2018 £	2017 £
Interest payable to parent undertakings	436,598	441,754
Interest payable to subsidiaries	104,818	111,141
	541,416	552,895
	541,416	552,895



**EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2018**

**7. Taxation**

**Current tax**

Total current tax on profits for the year is £nil (2017: £nil).

	2018 £	2017 £
<b>Total current tax</b>	-	-

**Factors affecting tax charge for the year**

The tax assessed for the year is the same as (2017 - *lower than*) the standard rate of corporation tax in the UK of 19% (2017 - 19%). The differences are explained below:

	2018 £	2017 £
<b>Effects of:</b>		
<b>Total tax charge for the year</b>	-	-

**Factors that may affect future tax charges**

An reduction in the rate to 17% (effective 1 April 2020) was enacted on 15 September 2016. This will reduce the Company's tax charge accordingly.

**8. Fixed asset investments**

	<b>Investments in subsidiary companies £</b>
<b>Cost or valuation</b>	
At 1 January 2018	60,000
At 31 December 2018	60,000
<b>Net book value</b>	
At 31 December 2018	60,000
At 31 December 2017	60,000

<b>EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED</b>
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2018**

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**8. Fixed asset investments (continued)**

**Subsidiary undertakings**

The following were subsidiary undertakings of the Company:

Name	Country of incorporation	Class of shares	Holding	Principal activity
Equitix Education (Cambridgeshire) Limited	England & Wales	Ordinary	100 %	Delivery of secondary school facilities

The registered office address of Equitix Education (Cambridgeshire) Limited is the same as the Company's address.

The aggregate of the share capital and reserves as at 31 December 2018 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

	Aggregate of share capital and reserves £	Profit/(loss) £
Equitix Education (Cambridgeshire) Limited	<u>(8,141,743)</u>	<u>722,438</u>

**EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2018**

**9. Debtors**

	2018 £	2017 £
<b>Due after more than one year</b>		
Amounts owed by group undertakings	3,608,786	3,608,786
Amounts owed by parent entities	3,381,550	3,277,086
	<u>6,990,336</u>	<u>6,885,872</u>
	2018 £	2017 £
<b>Due within one year</b>		
Amounts owed by group undertakings	109,493	156,318
Other debtors	7	7
	<u>109,500</u>	<u>156,325</u>

Included within amounts owing from subsidiaries is intercompany loan notes worth £3,608,786 owed by Equitix Education (Cambridgeshire) Limited (2017 - £3,608,786), a subsidiary of the Company. The loan notes have a fixed rate of 12% and are repayable in installments based on a percentage of the total outstanding balance over the next 19 years.

Also included within amounts owing from parent entities is an intercompany loan worth £3,081,978 owed by Cambridgeshire Learning and Community Partnerships Limited, Equitix Education Limited and Building Schools for Future Investments LLP (2017 - £3,081,978) parents of the Company. The loan notes have a fixed rate of 3.4% and are repayable in installments based on a percentage of the total outstanding balance over the next 19 years.

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

	2018 £	2017 £
Amounts payable to parent undertakings	155,701	464,516
Accrued interest outstanding to projectco	339	354
	<u>156,040</u>	<u>464,870</u>

Included within amounts payable to shareholders is a long-term loan from Cambridgeshire Learning and Community Partnerships Limited, Equitix Education Limited and Building Schools for Future Investments LLP under the terms of a Holdco Loan Note Agreement; outstanding loan amounts payable to these shareholders are discussed in note 11 and 12.

Also Included within amounts payable to the company's subsidiary is a long-term intercompany loan from Equitix Education (Cambridgeshire) Limited under the terms of a Loan Note Agreement; outstanding loan amounts payable to this subsidiary are discussed in note 12.

<b>EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED</b>
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2018**

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**11. Creditors: Amounts falling due after more than one year**

	2018 £	2017 £
Amounts payable to parent undertakings	3,562,579	3,608,786
Amounts payable to subsidiaries	3,381,550	3,277,086
	6,944,129	6,885,872

**12. Loans**

The Company is currently in a loan agreement with Building Schools for the Future Investments LLP, Cambridgeshire Learning and Community Partnerships Limited and Equitix Education Limited for £3,713,916 at a fixed interest rate of 12% to fund the obligations of an equity and loan note subscription agreement that the Company has with its subsidiary, as discussed in note 9. The loan notes are repayable in installments based on a percentage of the total outstanding balance over the next 19 years.

The Company also entered into a new intercompany loan agreement with its subsidiary for £3,081,978 at a fixed interest rate of 3.4% to fund the obligations of an equity and loan note subscription agreement that the Company has with its parent companies, as discussed in note 9. The loan notes are repayable in installments based on a percentage of the total outstanding balance over the next 19 years.

Analysis of the maturity of the loans is given below:

	2018 £	2017 £
Amounts falling due within one year	155,701	464,516
Amounts falling due within 1-2 years	55,009	46,208
Amounts falling due within 2-5 years	254,837	207,831
Amounts falling due more than 5 years	6,634,282	6,631,833
	7,099,829	7,350,388

# EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

### 13. Financial instruments

	2018 £	2017 £
<b>Financial assets</b>		
Financial assets measured at amortised cost	<u>7,100,169</u>	<u>7,350,742</u>
<b>Financial liabilities</b>		
Financial liabilities measured at amortised cost	<u>(7,100,169)</u>	<u>(7,350,742)</u>

Financial assets measured at amortised cost comprise cash at bank, subordinated debt and intercompany loan due from parents.

Financial liabilities measured at amortised cost comprise accruals, subordinated debt and intercompany loan due to subsidiaries.

### 14. Reserves

#### Profit and loss account

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

### 15. Share capital

	2018 £	2017 £
<b>Allotted, called up and fully paid</b>		
48,600 (2017 - 48,600) Ordinary A shares of £1.00 each	48,600	48,600
5,400 (2017 - 5,400) Ordinary B shares of £1.00 each	5,400	5,400
6,000 (2017 - 6,000) Ordinary C shares of £1.00 each	6,000	6,000
	<u>60,000</u>	<u>60,000</u>

Shares rank pari passu in all respects except that the holders of the ordinary A shares are entitled to four votes for every share held and the holders of the ordinary B shares and ordinary C shares are entitled to one vote per share held. There have been no changes to the Company's share capital during the period.

# EQUITIX EDUCATION (CAMBRIDGESHIRE) HOLDINGS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

### 16. Transaction with related parties

	Dividends payable £	Interest receivable £	Interest payable £	Net Loans Due £
<b>2018</b>				
Cambridgeshire Learning and Community Partnership Limited	-	10,482	43,660	33,673
Equitix Education Limited	-	84,902	353,644	272,751
Building Schools for Future Investments LLP	-	9,434	39,294	30,306
	-	104,818	436,598	336,730

During prior years the company has provided a loan to its shareholders as disclosed in note 9, allocated to the shareholders in accordance with the shareholder equity interests.

During prior years the company received a loan from its subsidiary as disclosed in note 12. The interest due on this loan was £104,818 (2017 - £111,141). This amount is included in accruals at the year end.

	Dividends payable £	Interest receivable £	Interest payable £	Net Loans Due £
<b>2017</b>				
Cambridgeshire Learning and Community Partnership Limited	-	11,114	44,175	57,199
Equitix Education Limited	-	90,024	357,821	463,308
Building Schools for Future Investments LLP	-	10,003	39,758	51,479
	-	111,141	441,754	571,986

Cambridgeshire Learning and Community Partnerships Limited, Equitix Education Limited and Building Schools for Future Investments LLP are all shareholders of the Company and own 10%, 81% and 9% of issued ordinary share capital respectively.

The company has taken advantage of the exemption in Financial Reporting Standard 102 and has not disclosed transaction with group undertakings where 100% of the equity interest is held.

### 17. Controlling party

The Company immediate shareholders are:

Cambridgeshire Learning and Community Partnerships Limited - 10%  
Building Schools for Future Investments LLP - 9%  
Equitix Education Limited - 81%

The Company's ultimate parent and controlling entity is Equitix Fund I LP, a limited partnership registered in England and Wales.