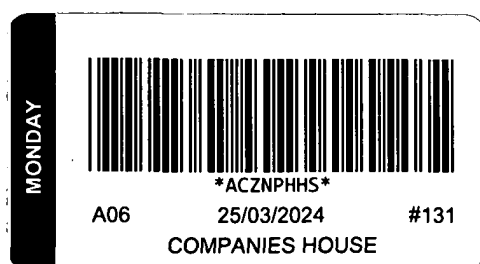


Charity Registration No. 1136362

Company Registration No. 07256996 (England and Wales)

HORIZONS (LONDON) EDUCATION TRUST LIMITED
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2023



HORIZONS (LONDON) EDUCATION TRUST LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees Lisa Banks
Brendan McShane
Michael Joseph Burke
Roger Sullivan

Charity number 1136362

Company number 07256996

Registered office 41 Ederline Avenue
London
England
SW16 4RZ

Bankers Lloyds Bank Plc
25 Gresham Street
London
EC2V 7HN

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TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 AUGUST 2023

The trustees present their report and financial statements for the year ended 31 August 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the company's memorandum and articles of association, the Companies Act 2006 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Objectives and activities

The company's objects are to advance education for the public benefit, in particular the education of young people in Lambeth. In line with these objects, the company made a charitable donation to The London Community Foundation.

Strategies for achieving aims and objectives

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the company should undertake.

Achievements and performance

The Statement of Financial Activities set out on page 4 shows the results for the year.

Total income amounted to £nil (2022 £nil).

The costs incurred relating to its charitable activities were £34,645 (2022: £1,675,934).

Financial review

The Statement of Financial Position at 31 August 2023 is shown on page 6.

Reserve Policy

At 31 August 2023, the company's unrestricted reserves comprised funds in the bank plus amounts due from the subsidiary company less the bank loan. The company continues to support its trading subsidiary as new income generating activities are explored.

Risk management

The trustees have assessed the major risks to which the company is exposed, and are satisfied that systems are in place to mitigate exposure to those risks.

Plans for the future

Following the sale of St Cuthman's in October 2021 the company has settled with the SoS, the GLD and ESFA. London Horizons Limited was granted a lease by Lambeth Council and continued to operate from the site at Hackford Road. The lease ceased at the end of March 2022 and was not renewed. The Trust is hopeful that it will continue to receive charitable donations from LHL from the new trading activity and will make these sums available in line with its charitable objects. The company has sold the property at St Cuthman's subsequent to the year end and has settled amounts due to Dunraven Education Trust having reached agreement with the ESFA.

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

Structure, governance and management

The company is limited by guarantee and was incorporated in England on 18 May 2010 (no. 07256996) and is a registered charity no. 1136362.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Brendan McShane

Michael Joseph Burke

Lisa Banks

Roger Sullivan

The number of directors should not be less than two, but (unless otherwise determined by ordinary resolution) is not subject to any maximum. The appointment is subject to any restrictions imposed by the Education Acts. A director is appointed by the company under an ordinary resolution provided that not less than two thirds of the directors support the application.

The company does not have a share capital. Every member of the company undertakes to contribute to the assets of the company, in the event of it being wound up while he/she is a member and for 12 months thereafter, such amounts as may be required, but not exceeding £10, for the debts and liabilities contracted before he/she ceases to be a member.

London Horizon Limited is a 100% subsidiary of the company. In the event of London Horizons Limited being wound up, the company undertakes to contribute £1 to its assets.

Fixed assets

The fixed assets shown on these financial statements are correct as at the reporting date. Following the year end, the sale of the St Cuthman's site has been concluded, and outstanding legal matters have been settled from the proceeds. The company no longer holds any fixed assets.

HORIZONS (LONDON) EDUCATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

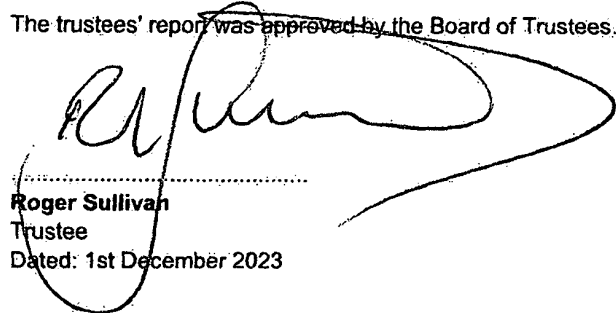
Going Concern

Following the sale of St Cuthman's in October 2021 the company has settled with the SoS, the GLD and ESFA. The proceeds remaining after these settlements and the settling of any other outstanding liabilities will be applied towards the company's charitable objects.

The lease granted to London Horizons Limited by Lambeth Council ceased at the end of March 2022 and was not renewed. The Trust is hopeful that it will continue to receive charitable donations from LHL and will make these sums available in line with its charitable objects

Therefore, the trustees continue to adopt a going concern basis in preparing these accounts.

The trustees' report was approved by the Board of Trustees.



.....
Roger Sullivan
Trustee

Dated: 1st December 2023

HORIZONS (LONDON) EDUCATION TRUST LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT**

FOR THE YEAR ENDED 31 AUGUST 2023

		2023	2022
	Notes	£	£
Income from:			
Voluntary income	3	0	0
Investments	4	0	0
Total income		0	0
Expenditure on:			
Charitable activities	5	34,645	1,675,934
Total resources expended		34,645	1,675,934
Net expenditure for the year/ Net movement in funds		(34,645)	(1,675,934)
Fund balances at 1 September 2022		581,893	2,257,827
Fund balances at 31 August 2023		547,248	581,893

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

HORIZONS (LONDON) EDUCATION TRUST LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)
INCLUDING INCOME AND EXPENDITURE ACCOUNT**

FOR THE YEAR ENDED 31 AUGUST 2023

Year ended 31 August 2022		2022
	Notes	£
Income from:		
Voluntary income	3	0
Investments	4	0
Total income		<u>0</u>
Expenditure on:		
Charitable activities	5	<u>1,675,934</u>
Fixed assets transferred to The Dunraven Educational Trust		
Total resources expended		<u>1,675,934</u>
Net expenditure for the year/ Net movement in funds		(1,675,934)
Fund balances at 1 September 2021		<u>2,257,827</u>
Fund balances at 31 August 2022		<u><u>581,893</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

HORIZONS (LONDON) EDUCATION TRUST LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT 31 AUGUST 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Property, plant and equipment					
Current assets					
Debtors	9	373,273		103,673	
Cash at bank and in hand		191,742		501,874	
Current liabilities	9	<u>(17,767)</u>		<u>(23,654)</u>	
Net current assets/(liabilities)			547,248		581,893
Total assets less current liabilities			<u>547,248</u>		<u>581,893</u>
Income funds					
Unrestricted funds			<u>547,248</u>		<u>581,893</u>
			<u>547,248</u>		<u>581,893</u>

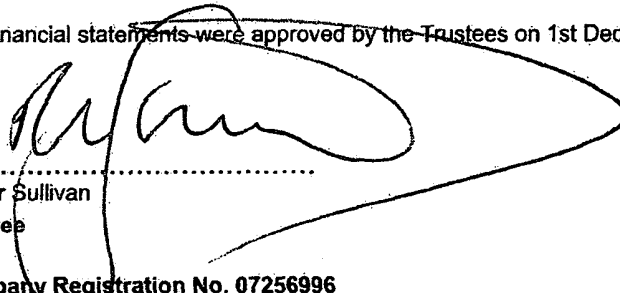
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2023.

The directors acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 1st December 2023.


.....
Roger Sullivan
Trustee

Company Registration No. 07256996

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2023

1 Accounting policies

Charity information

Horizons (London) Education Trust Limited is a private company limited by guarantee incorporated in England and Wales. The registered office at the time of approval of the accounts is at 41 Ederline Avenue, London, SW16 4RZ.

1.1 Accounting convention

The financial statements have been prepared in accordance with the company's [governing document], the Companies Act 2006 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019). The company is a Public Benefit Entity as defined by FRS 102.

The company has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approval of the accounts, the directors of London Horizons Limited are pursuing new ventures and anticipate continuing in their operations and being able to gift aid funds to Horizons (London) Education Ltd. Therefore, the trustees continue to adopt a going concern basis in preparing these accounts.

1.3 Charitable funds

Unrestricted income funds represent those resources which may be used towards meeting any of the charitable objects of the company at the discretion of the trustees.

There are no longer any Restricted funds held by the company.

1.4 Income

Income is recognised when the company is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the company has been notified of the donation, unless performance conditions require deferral of the amount.

Properties donated to the company are included in the accounts as incoming resources at the trustees' estimate of the market value of those properties at the time when the gift is made.

Interest is included within the statement of financial activities on a receivable basis.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

1 Accounting policies

(Continued)

1.5 Expenditure

Resources expended are recognised in the period in which they are incurred. They have been classified under headings that aggregate all costs related to that activity.

Governance costs include the costs attributable to the company's compliance with constitutional and statutory requirements, including audit, strategic management and reimbursed expenses.

1.6 Impairment of non-current assets

At each reporting end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/ (expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

1 Accounting policies

(Continued)

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including trade and other payables and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

1.8 Taxation

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

1.9 Consolidated financial statements

The financial statements present information about the company as an individual undertaking and not about its group. The gross income of the company and its subsidiary undertaking aggregate to less than £1m after consolidation adjustments and therefore advantage have been taken of the available exemption not to prepare consolidated accounts. These accounts therefore present information about the company as an individual entity and not about its group.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

2 Critical accounting estimates and judgements

In the application of the company's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

Critical accounting estimates and assumptions

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Voluntary income

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Donations and gifts	0	0
	<u>0</u>	<u>0</u>
Donations and gifts		
From London Horizon Limited	0	0
	<u>0</u>	<u>0</u>

4 Investments

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Interest receivable	0	0
	<u>0</u>	<u>0</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

5 Charitable activities

	Educational activities 2023 £	Educational activities 2022 £
Depreciation and impairment	0	0
Governance costs (see note 6)	34,645	1,675,934
	<u>34,645</u>	<u>1,675,934</u>
Analysis by fund		
Unrestricted funds	34,645	1,675,934
Restricted funds	0	0
	<u>34,645</u>	<u>1,675,934</u>

6 Governance costs

	2023 £	2022 £
Charitable Donation	0	33,000
Audit fees	0	0
Legal and professional	34,536	193,127
Net settlement to Dunraven Trust	0	1,426,000
Other costs	109	23,807
	<u>34,645</u>	<u>1,675,934</u>

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year.

8 Employees

Other than the directors, the company had no other employees (2022: none).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

	2023	2022
	£	£
9 Current assets and current liabilities		
Amounts owed (to)/by subsidiary undertakings	373,273	103,673
Bank	191,742	501,874
Other payables	(17,767)	(23,654)
Accruals and deferred income	0	0
	<u>547,248</u>	<u>581,893</u>

10 Events after the reporting date

In the year commencing 1 September 2023 the subsidiary company is embarking on a new venture with the support of the parent company. This is with a view to future profitable operations which will allow the subsidiary company to clear any sums due to the parent company after which it will resume donations to the parent company.

11 Related party transactions

During the year no donations were received from the company's subsidiary, London Horizons Limited (LHL) (2022: £nil). At the year end, LHL owed £373,273 (2022: £103,673) to the company.

12 Subsidiary

The company is the sole member of London Horizons Limited ('LHL').

LHL is a company limited by guarantee incorporated in the United Kingdom with no share capital. Its principal activities are the running of a leisure centre and the provision of health and sports facilities.