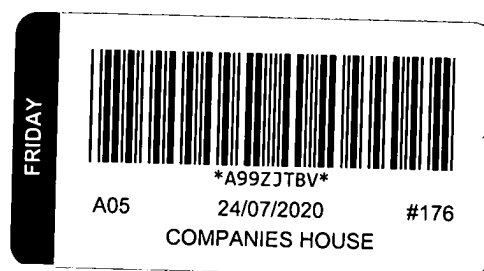


Registered number: 11184698

MCLAREN STUDENT (SOUTHAMPTON) LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2019



MCLAREN STUDENT (SOUTHAMPTON) LIMITED

COMPANY INFORMATION

Directors	J A Gatley C R Young
Company secretary	Taylor Wessing Secretaries Limited
Registered number	11184698
Registered office	3rd Floor East Leconfield House Curzon Street London W1J 5JA
Independent auditor	BDO LLP 55 Baker Street London W1U 7EU

MCLAREN STUDENT (SOUTHAMPTON) LIMITED

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MCLAREN STUDENT (SOUTHAMPTON) LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 JULY 2019

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

Directors' responsibilities statement

The directors are responsible for preparing the directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the company's financial statements and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- 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.

Principal activity

The principal activity of the company is to provide student accommodation. The incorporation date of the company was 2 February 2018.

Results

The loss for the year, after taxation, amounted to £35,585 (2018 - profit £NIL).

Directors

The directors who served during the year were:

J A Gatley
C R Young

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.

MCLAREN STUDENT (SOUTHAMPTON) LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2019**

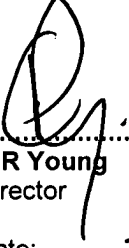
Auditor

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

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.


.....
C R Young
Director
Date: 20/07/20

MCLAREN STUDENT (SOUTHAMPTON) LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF MCLAREN STUDENT (SOUTHAMPTON) LIMITED

Opinion

We have audited the financial statements of McLaren Student (Southampton) Limited (the 'Company') for the year ended 31 July 2019, which comprise the statement of comprehensive income, the statement of financial position, 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 July 2019 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. 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 Directors report and financial statements, 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 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

MCLAREN STUDENT (SOUTHAMPTON) LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF MCLAREN STUDENT (SOUTHAMPTON) LIMITED (CONTINUED)

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 1, 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.

MCLAREN STUDENT (SOUTHAMPTON) LIMITED

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF MCLAREN STUDENT
(SOUTHAMPTON) LIMITED (CONTINUED)**


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. 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.

 BDO LLP

Geraint Jones (senior statutory auditor)

For and on behalf of BDO LLP, statutory auditor
London
United Kingdom

Date: 20 July 2020

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

MCLAREN STUDENT (SOUTHAMPTON) LIMITED

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 JULY 2019**

	Note	2019 £	2018 £
Turnover		258,715	-
Cost of sales		(290,392)	-
Gross (loss)		(31,677)	-
Administrative expenses		(3,908)	-
Operating (loss)		(35,585)	-
Tax on (loss)	5	-	-
Total comprehensive loss for the year		(35,585)	-

All amounts relate to continuing operations.

The notes on pages 9 to 12 form part of these financial statements.

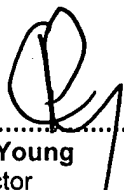
MCLAREN STUDENT (SOUTHAMPTON) LIMITED
REGISTERED NUMBER: 11184698

STATEMENT OF FINANCIAL POSITION
AS AT 31 JULY 2019

	Note	2019 £	2018 £
Current assets			
Debtors	6	51,667	1
		<u>51,667</u>	<u>1</u>
Creditors: amounts falling due within one year	7	(87,251)	-
		<u>(87,251)</u>	<u>-</u>
Net current (liabilities)/assets		(35,584)	1
Net (liabilities)/assets		(35,584)	1
Capital and reserves			
Share capital	8	1	1
Profit and loss account		(35,585)	-
		<u>(35,584)</u>	<u>1</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 by:



C R Young
 Director

Date: 20/07/20

The notes on pages 9 to 12 form part of these financial statements.

MCLAREN STUDENT (SOUTHAMPTON) LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 JULY 2019**

	Share capital	Profit and loss account	Total equity
	£	£	£
At 1 August 2018	1	-	1
Comprehensive income for the year			
Loss for the year	-	(35,585)	(35,585)
At 31 July 2019	<u>1</u>	<u>(35,585)</u>	<u>(35,584)</u>

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 JULY 2018**

	Share capital	Total equity
	£	£
Shares issued during the year	1	1
At 31 July 2018	<u>1</u>	<u>1</u>

The notes on pages 9 to 12 form part of these financial statements.

MCLAREN STUDENT (SOUTHAMPTON) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2019

1. General information

McLaren Student (Southampton) Limited is a private company, limited by shares, incorporated in England and Wales under the Companies Act 2006. The address of the registered office is stated on the company information page and the nature of the company's operations and principal activity are set out in the directors' report.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Financial reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.41(b), 11.41(c), 11.41(e), 11.41(f), 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of McLaren Property Holdings LLP as at 31 July 2019 and these financial statements may be obtained from Leconfield House, 3rd Floor East, Curzon Street, London, W1J 5JA.

MCLAREN STUDENT (SOUTHAMPTON) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2019

2. Accounting policies (continued)

2.3 Going concern

In making their assessment that the business is a going concern the directors have also considered the impact of Covid-19. The Going Concern risk, in the short term, is if the student tenants do not occupy their rooms the asset's ability to generate further Net Operating Income (NOI) for the academic year will be affected.

The company directors have prepared a cash flow forecasting a minimum of 12 months ahead. This cash flow shows a positive cash balance throughout the forecast period. The directors have assumed no further cash from students in the academic year 2019-20 and the company is still able to meet its operating commitments. Where possible the company also aims to look to reduce variable operating costs dependant on the number of students currently inhabiting. We have assumed circumstances return to normal for the academic year 2020-21, which we consider to be a reasonable assumption based on our current knowledge.

The directors having made an assessment of the Company's ability to continue as a going concern for a period of at least 12 months from the date of approval of these financial statements are satisfied that the Company has the resources to continue as a going concern and have therefore prepared the financial statements on this basis.

2.4 Turnover

Turnover comprises of rental and related income from the student accommodation and is recognised on an accruals basis. During the year the Company has become the operating company for the student property within McLaren (Southampton) Limited.

2.5 Operating leases: the company as lessee

Rentals paid under operating leases are charged to the statement of comprehensive income on a accruals basis over the lease term.

2.6 Debtors

Short term debtors are measured at transaction price, less any impairment.

2.7 Creditors

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

2.8 Expenses

Expenses are included on an accruals basis.

2.9 Interest Income

Interest income is recognised in the statement of comprehensive income using the effective interest method.

3. Judgements in applying accounting policies and key sources of estimation uncertainty

There are no estimates and judgements that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the financial year.

MCLAREN STUDENT (SOUTHAMPTON) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2019**

4. Auditor's remuneration

	2019 £	2018 £
Fees payable to the company's auditor and its associates for the audit of the company's annual financial statements	<u>3,500</u>	<u>-</u>

The company has taken advantage of the exemption not to disclose amounts paid for non audit services as these are disclosed in the group accounts of the parent company.

5. Taxation

	2019 £	2018 £
Current tax on profits for the year	-	-
Total current tax	<u>-</u>	<u>-</u>
Taxation on profit on ordinary activities	<u>-</u>	<u>-</u>

Factors affecting tax charge for the year

The tax assessed for the year is the same as (2018 - the same as) the standard rate of corporation tax in the UK of 19% (2018 - 19%) as set out below:

	2019 £	2018 £
(Loss)/profit on ordinary activities before tax	<u>(35,585)</u>	<u>-</u>
(Loss)/profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2018 - 19%)	<u>(6,761)</u>	<u>-</u>
Effects of:		
Losses	<u>6,761</u>	<u>-</u>
Total tax charge for the year	<u>-</u>	<u>-</u>

MCLAREN STUDENT (SOUTHAMPTON) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2019

6. Debtors

	2019 £	2018 £
Other debtors	45,270	1
Prepayments and accrued income	6,397	-
	<u>51,667</u>	<u>1</u>

All amounts shown under debtors fall due for payment within a year.

7. Creditors: Amounts falling due within one year

	2019 £	2018 £
Trade creditors	308	-
Accruals and deferred income	86,943	-
	<u>87,251</u>	<u>-</u>

8. Share capital

	2019 £	2018 £
Allotted, called up and unpaid		
1 Ordinary share of £1	<u>1</u>	<u>1</u>

9. Related party transactions

The company has taken advantage of the exemption available under paragraph 33.1A of the Financial Reporting Standard 102 not to disclose transactions with other wholly owned members of the group.

10. Controlling party

The company's immediate parent is McLaren (Southampton) Limited and ultimate parent undertaking is McLaren Property Holdings LLP, a limited liability partnership incorporated in the United Kingdom, which will be preparing consolidated financial statements for the year ended 31 July 2019 which will be publicly available.

The ultimate controlling party is Optimus Corporate Services Limited in its capacity as Trustee of the McLaren Construction Employee Trust 2007 re Mr Kevin Robert Taylor and Family sub fund.