

Edinburgh Science Ltd (formerly Edinburgh International Science Festival Limited)

Registered number: SC106331

Annual report

For the year ended 31 July 2019



EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)
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COMPANY INFORMATION

Directors

Prof M P Fourman
Dr A D Milne
Prof I J Wall
M Valenti
Cllr C B Rose
Dr S M Gage
Cllr A Staniforth
P Love
D Carter
R Marshall
Cllr A Mcneese-Mechan
Cllr D Wilson

Company secretary

MacRoberts Corporate Services Limited

Registered number

SC106331

Registered office

Harbourside House
110 Commercial Street
Edinburgh
EH6 6NF

Independent auditor

Mazars LLP
Chartered Accountants & Statutory Auditor
Apex 2
97 Haymarket Terrace
Edinburgh
EH12 5HD

Bankers

Bank of Scotland
The Mound
Edinburgh
EH1 1QE

Barclays Bank PLC
1 St. Andrew Square
Edinburgh
EH2 2BD

Solicitors

MacRoberts
Excel House
30 Sempie Street
Edinburgh
EH3 8BL

EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)

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EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL 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.

Principal activities and business review

The company changed its name from Edinburgh International Science Festival Limited to Edinburgh Science Ltd on 18 January 2019.

Overview

Since our first event in 1989, Edinburgh Science has built a reputation for developing and delivering world-class events through our annual Festival, year-round learning programmes and international work that recognise and celebrate the value and wonder of science and technology. We're pleased to report that in 2018/19 we continued this work with a huge range of partners, funders and supporters, in Edinburgh, across the UK and overseas.

Edinburgh Science Festival

In 2019, Edinburgh Science Festival celebrated its 31st year of inspiring people of all ages to experience the world of science around them. Inspired by the 50th anniversary of the moon landings, we asked visitors and participants to join us at the Frontiers of science, technology, knowledge and understanding. The Science Festival took some small steps into favoured familiar territories and some giant leaps in new and exciting directions with new venues, new collaborations and a programme packed full of events and ideas that explore the cutting edge and celebrate the inspiring individuals dedicated to expanding the frontiers of our collective knowledge.

2019 has been another tremendously successful programme of events, as we pushed our creative frontiers and welcomed our new major Festival venue sponsored by Baillie Gifford - the iconic Pleasance. The unique venue programme was packed with an exciting range of events and workshops, exploring the cutting edge of scientific frontiers and drawing a wide-ranging audience. Events included performances of Melody and Sam: Record Breakers, our original play that highlights the effects of climate change to a young audience, Experimentarium, Gadget Factory, interactive workshops and a variety of fascinating discussions led by outstanding academics, broadcasters and performers.

The Festival inspired over 179,000 people to ponder innovative themes, game-changing science and state-of-the-art technology. A mixture of free and ticketed events were held in 29 Edinburgh venues with many in the city centre and walking distance apart.

- 179,000 people attended
- 22,000 tickets issued
- 275 events
- 173 printed articles
- 501 online articles
- 105,000 website hits
- 305k Facebook impressions
- 751k Twitter impressions

An audience favourite and staff highlight of the 2019 Science Festival was Build and Break. Held in the National Museum of Scotland's Grand Gallery and free to the public, Build and Break inspired free play, resourcefulness and creativity through electronics and building blocks. In BUILD IT participants would unlock their creative spirit and build magical, massive structures with our super-sized construction blocks and then in BREAK IT they would be set loose on a huge pile of discarded electronics with a screwdriver and a pair of pliers, ripping old pieces of tech apart to discover what they are made of encouraging them to identify parts we might be able to reuse.

56,000 visitors experienced A Human Touch, our stunning large-scale open-air photography exhibition, which explored the effect of human activity on our planet: how modern practices are changing our landscapes and affecting the environment, and looking at some of the steps taken to cope with a rapidly changing world.

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 JULY 2019**

Every year during the Science Festival, five floors of the City Art Centre on Market Street is transformed into a science playground packed full of workshops, shows and interactive events for our younger audience. This year's City Art Centre was extremely popular and saw us welcome over 8,000 children and adults who enjoyed five brand-new workshops including Cubesat Creator, Geo Explorers and Wild Vets, as well as City Art Centre favourites like ER Surgery, Splat-tastic and Blood Bar.

Our family programme also consisted of a wide range of workshops, shows and activities on science of all sorts, with many of these delivered through our partnerships with organisations such as the University of Edinburgh, Scottish Parliament, Dynamic Earth, Royal Botanic Gardens Edinburgh and Heriot-Watt University.

We worked with our Youth Consultation Group throughout the planning and design stages of the Festival to increase our offering and appeal to young adults. The result was Generation Space – an event by young people for young people exploring themes of interest to them. These themes included space exploration and sustainability and were investigated through a number of hands-on activities and experiments.

In 2019, Edinburgh Science Festival launched a brand-new delegate programme for science engagement professionals, teachers, youth workers, academics and creatives. Aimed at our science communication, festival and creative partners and peers, this specially curated programme of Festival events, guided tours, special discussion sessions, masterclasses and networking events provided 55 local and international delegates with the opportunity to experience the excitement of a world-leading Science Festival, meet with like-minded peers, be inspired and explore opportunities for future collaboration. Supported by Platforms for Creative Excellence (PLACE). Part of a three-year project to develop a career-long professional learning framework for the Scottish (and wider) science engagement community and its creative and artistic partners and increase creative development opportunities for science engagement stakeholders.

Edinburgh Science Learning

With programmes for primary and secondary schools and training and support for teachers, Edinburgh Science works year-round to engage young people and educational professionals all across Scotland.

For 29 years, Generation Science has continued to deliver fun, interactive shows and workshops to schools all across Scotland. As the UK's longest running science education programme, and with all activities linked to the Curriculum for Excellence, Generation Science is a leader in its field.

In 2019 we offered a choice of 15 shows covering the Curriculum for Excellence's designated science strands of Planet Earth, Forces, Electricity and Waves, Biological Systems, Materials and Technologies.

Our team of 28 Science Communications delivered more than 1,400 performances in every one of Scotland's 32 local authorities between January and May 2019. More than 54,000 pupils in 572 schools had a Generation Science experience, which equates to 28% of all primary schools in Scotland. Thanks to the generosity of our sponsors, 47% of these performances were subsidised or free.

We opened up our Science Festival flagship family venue City Art Centre two days early for schools across Edinburgh. Eight primary schools joined us in 15 different workshops across five floors of our science playground.

We welcomed 405 students and their teachers to City Art Centre this year. All transport and costs were covered.

This year was our fourth iteration of secondary schools event Careers Hive. Held at the National Museum of Scotland from 25 February to 1 March, Careers Hive provided S1-S3s with insight into the wide spectrum of careers opportunities available to those who study science, technology, engineering and maths subjects.

We had 2,879 students from 11 local authorities visit, nearly doubling the number able to attend in 2018. Our volunteer number was the largest ever at 150 across the full five days.

EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 JULY 2019**

For Edinburgh Science, community engagement is a year-round focus, with events and ticket offers during the Festival time, bespoke workshops during the school holidays, science experiments at community days and more.

In 2019, the Edinburgh Science community engagement strategy branched out from North Edinburgh and Leith to include West and South West Edinburgh.

This year we reached an estimated total number of 8,258 people across all our community work.

Looking forward

In 2020 we will again produce an extensive programme of festival, learning and community events. The 2020 Edinburgh Science will take the theme of Elementary and invite audiences to explore how science, technology, engineering and creative thinking can help solve some of the biggest global challenges.

While Edinburgh Science's programmes and projects are highly regarded and viewed as essential, the charity continues to operate in an extremely competitive funding environment. Political uncertainty is proving challenging in this fundraising cycle and the organisation will continue to monitor and control its income and expenditure across all areas of the business, maximising return on investment and seeking best value wherever possible.

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 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.

EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)

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

Directors

The directors who served during the year were:

Prof M P Fourman
Dr A D Milne
Prof I J Wall
M Valenti (appointed 28 February 2019)
Cllr C B Rose
Dr S M Gage
Cllr A Staniforth (appointed 7 February 2019)
P Love
D Carter
R Marshall (appointed 6 June 2019)
Cllr A Mcneese-Mechan
Cllr D Wilson
S Monro (resigned on 22 March 2019)
I C Ritchie (resigned on 9 March 2019)
I D Campbell (resigned on 7 February 2019)

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

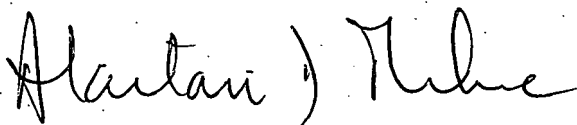
The auditor, Mazars LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

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 on

and signed on its behalf.



Dr A D Milne
Director

EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)

Opinion

We have audited the financial statements of Edinburgh Science Ltd (the 'company') for the year ended 31 July 2019 which comprise the statement of income and retained earnings, the balance sheet and notes to the financial statements, 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 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 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 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.

The impact of uncertainties due to the United Kingdom exiting the European Union on our audit

The terms on which the United Kingdom may withdraw from the European Union are not clear, and it is therefore not currently possible to evaluate all the potential implications to the company's trade, customers, suppliers and the wider economy.

We considered the impact of Brexit on the company as part of our audit procedures, applying a standard firm wide approach in response to the uncertainty associated with the company's future prospects and performance.

However, no audit should be expected to predict the unknowable factors or all possible implications for the company and this is particularly the case in relation to Brexit.

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.

EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)

Other information

The directors are responsible for the other information. The other information comprises the information 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 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.

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 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' exemption in preparing the directors' report and from the requirement to prepare a strategic report.

EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on page 3, 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 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 www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of the audit 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.



Craig Maxwell (Senior statutory auditor)

for and on behalf of

Mazars LLP
Chartered Accountants and Statutory Auditor
Apex 2
97 Haymarket Terrace
Edinburgh
EH12 5HD

Date: 18/12/19

EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)

**STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED 31 JULY 2019**

	Note	2019 £	2018 £
Revenue		2,027,904	1,876,710
Cost of sales		(1,685,339)	(1,695,303)
Gross profit		342,565	181,407
Administrative expenses		(570,084)	(518,388)
Other operating income		198,903	175,546
Operating loss		(28,616)	(161,435)
Interest receivable and similar income		1	18
Loss before tax		(28,615)	(161,417)
Tax on loss	5	-	-
Loss after tax		(28,615)	(161,417)
Accumulated losses at the beginning of the year		(353,967)	(192,550)
		(353,967)	(192,550)
Loss for the year		(28,615)	(161,417)
Accumulated losses at the end of the year		(382,582)	(353,967)

The notes on pages 10 to 17 form part of these financial statements.

EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)
REGISTERED NUMBER: SC106331

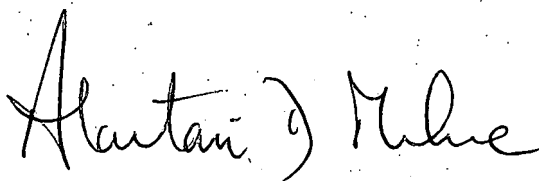
BALANCE SHEET
AS AT 31 JULY 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible fixed assets	6	42,253	161,912
Current assets			
Debtors: amounts falling due within one year	7	1,426,108	2,547,438
Cash and cash equivalents	8	97,123	101,260
		<u>1,523,231</u>	<u>2,648,698</u>
Creditors: amounts falling due within one year	9	<u>(1,948,064)</u>	<u>(3,164,575)</u>
Net current liabilities		<u>(424,833)</u>	<u>(515,877)</u>
Total assets less current liabilities		<u>(382,580)</u>	<u>(353,965)</u>
Net liabilities		<u>(382,580)</u>	<u>(353,965)</u>
Capital and reserves			
Called up share capital	10	2	2
Profit and loss account	11	<u>(382,582)</u>	<u>(353,967)</u>
		<u>(382,580)</u>	<u>(353,965)</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the Board and were signed on its behalf on

Dr A D Milne
Director



The notes on pages 10 to 17 form part of these financial statements.

EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)

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

1. General information

Edinburgh Science Ltd is a private company limited by shares and registered in Scotland. Its principal place of business and registered office is Harbourside House, 110 Commercial Street, Edinburgh, EH6 6NF.

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 Section 1A of 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 judgment in applying the company's accounting policies (see note 3).

The company's functional and presentational currency is GBP, with amounts rounded to the nearest £.

The following principal accounting policies have been applied:

2.2 Going concern

The company made a loss of £28,615 (2018: £161,417) for the year and at the year end had net liabilities of £382,580 (2018: £353,965).

The financial statements have been prepared on a going concern basis which assumes that the company will continue in operational existence for the foreseeable future. The validity of this assumption depends on the continued support of its parent undertaking, Edinburgh Science Foundation Ltd, which has the power under its Articles of Association to give financial support to the activities of Edinburgh Science Ltd. Further details of the support are discussed in note 16.

The directors are of the opinion that the financial statements should be prepared on a going concern basis.

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

2. Accounting policies (continued)

2.3 Revenue

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

Rendering of services

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

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

Donations

Donations are included as they are received, including from the parent charity.

2.4 Operating leases: the company as lessee

Rentals paid under operating leases are charged to the statement of income and retained earnings on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

The company has taken advantage of the optional exemption available on transition to FRS 102 which allows lease incentives on leases entered into before the date of transition to the standard 01 August 2017 to continue to be charged over the period to the first market rent review rather than the term of the lease.

2.5 Interest income

Interest income is recognised in the statement of income and retained earnings using the effective interest method.

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

2. Accounting policies (continued)

2.6 Pensions

Defined contribution pension plan

The company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payment obligations.

The contributions are recognised as an expense in the statement of income and retained earnings when they fall due. Amounts not paid are shown in accruals as a liability in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

2.7 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Leasehold improvements	- 33% straight line
Furniture and equipment	- 33% - 40% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the statement of income and retained earnings.

2.8 Debtors

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

2.9 Cash and cash equivalents

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

2.10 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.

EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)

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

2. Accounting policies (continued)**2.11 Financial instruments**

The company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

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

Judgments in applying accounting policies and key sources of estimation uncertainty

In the application of the company's accounting policies, which are described in note 2, the directors 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.

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, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

4. Employees

The average monthly number of employees, including directors, during the year was 62 (2018 - 54).

5. Taxation

	2019 £	2018 £
Current tax on loss for the year	-	-
Total current tax	<u>-</u>	<u>-</u>

Factors affecting tax charge for the year

There are no charges to corporation tax due to losses in the year.

EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)

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

6. Tangible fixed assets

	Furniture and equipment £	Leasehold improvements £	Total £
Cost			
At 1 August 2018	383,772	18,300	402,072
Additions	8,150	-	8,150
Disposals	(125,972)	-	(125,972)
At 31 July 2019	<u>265,950</u>	<u>18,300</u>	<u>284,250</u>
Depreciation			
At 1 August 2018	221,860	18,300	240,160
Charge for the year on owned assets	71,821	-	71,821
Disposals	(69,984)	-	(69,984)
At 31 July 2019	<u>223,697</u>	<u>18,300</u>	<u>241,997</u>
Net book value			
At 31 July 2019	<u>42,253</u>	<u>-</u>	<u>42,253</u>
At 31 July 2018	<u>161,912</u>	<u>-</u>	<u>161,912</u>

EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2019**

7. Debtors

	2019 £	2018 £
Trade debtors	213,328	174,366
Amounts owed by group undertakings (note 14)	1,155,939	2,329,454
Other debtors	8,981	1,673
Prepayments and accrued income	47,860	41,945
	1,426,108	2,547,438

8. Cash and cash equivalents

	2019 £	2018 £
Cash at bank and in hand	97,123	101,260
	97,123	101,260

9. Creditors: Amounts falling due within one year

	2019 £	2018 £
Trade creditors	40,873	20,820
Amounts owed to parent undertaking (note 14)	1,584,311	2,854,879
Other taxation and social security	25,121	29,693
Other creditors	18,057	8,681
Accruals	279,702	250,502
	1,948,064	3,164,575

10. Share capital

	2019 £	2018 £
Allotted, called up and fully paid		
2 (2018 - 2) Ordinary shares of £1.00 each	2	2
	2	2

11. Reserves

Profit & loss account

This reserve includes all current and prior periods retained profits and losses net of dividends paid.

EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)

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

12. Pension commitments

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £37,660 (2018 - £28,614). Contributions totaling £10,765 (2018 - £3,602) were payable to the fund at the balance sheet date and are included in other creditors.

13. Commitments under operating leases

At 31 July 2019 the company had future minimum lease payments under non-cancellable operating leases as follows:

	2019 £	2018 £
Not later than 1 year	99,200	81,200
Later than 1 year and not later than 5 years	260,733	206,933
Later than 5 years	-	34,500
	<u>359,933</u>	<u>322,633</u>

14. Related party transactions

As a wholly owned subsidiary of Edinburgh Science Foundation Ltd, a charitable company registered in Scotland, advantage has been taken of the exemption granted by Financial Reporting Standard 102, not to report details of the transactions with the entities which are 100% controlled by a common parent undertaking.

Total directors' remuneration for the year was £62,727 (2018 - £61,800). Defined contribution pension contributions of £1,236 (2018 - £653) were paid on behalf of directors.

In common with many other charities some grant funding is received from City of Edinburgh Council. Three directors are also City of Edinburgh Council Councillors, but they have no involvement in the grant-making process.

15. Controlling party

The company's ultimate parent undertaking is Edinburgh Science Foundation Ltd, a charitable company registered in Scotland, which is the smallest and largest group of companies for which group financial statements are prepared. Copies of the group financial statements are available to the public from Companies House, Edinburgh Quay 2, 139 Fountainbridge, Edinburgh, EH3 9FF.

The registered office of Edinburgh Science Foundation Ltd is Harbourside House, 110 Commercial Street, Edinburgh, EH6 6NF.

In the directors' opinion, the parent undertaking has no ultimate controlling party.

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

16. Post balance sheet events

Subsequent to the year end, the parent undertaking agreed to make a donation of £390,000 (2018: £360,000) to cover the reserves deficit in the balance sheet.

**Edinburgh Science Ltd
(formerly Edinburgh
International Science
Festival Limited)**

Management information

For the year ended 31 July 2019

EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)

**DETAILED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 JULY 2019**

	2019 £	2018 £
Turnover	2,027,904	1,876,710
Cost of Sales	(1,685,341)	(1,695,303)
Gross profit	342,563	181,407
Gross profit %	16.9 %	9.7 %
Other operating income	198,903	175,546
Less: overheads		
Administration expenses	(479,616)	(429,953)
Establishment expenses	(90,466)	(88,435)
Operating loss	(28,616)	(161,435)
Interest receivable	1	18
Loss for the year	(28,615)	(161,417)

EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)

**SCHEDULE TO THE DETAILED ACCOUNTS
FOR THE YEAR ENDED 31 JULY 2019**

	2019	2018
	£	£
Turnover		
Sales	2,027,904	1,876,710
	2019	2018
	£	£
Cost of sales		
Event staff	870,450	816,822
Subcontractors	110,935	132,903
Event materials	27,666	23,246
Membership and other	8,961	8,171
Publications/programmes	987	1,212
Box office costs	32,466	32,449
Press activity and media	11,898	6,742
Distribution	16,931	15,438
New event developments	25,635	25,375
Promotion and fundraising costs	76,589	86,905
Other event costs	87,385	72,447
Event travel	138,170	133,128
Venue and equipment hire	162,501	228,970
Marketing staff	114,767	111,495
	1,685,341	1,695,303
	2019	2018
	£	£
Other operating income		
Recharging of overheads to fellow subsidiary undertaking	198,903	175,546

EDINBURGH SCIENCE LTD (FORMERLY EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED)
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**SCHEDULE TO THE DETAILED ACCOUNTS
FOR THE YEAR ENDED 31 JULY 2019**

	2019 £	2018 £
Administration expenses		
Wages and salaries	149,973	114,005
Staff pension contributions	37,660	28,614
Staff training	7,626	2,745
Travel and subsistence	13,632	14,638
Printing, stationery and postage	15,033	12,731
Telephone	2,964	5,455
Legal and professional fees	8,966	6,039
Auditors' remuneration	5,100	4,925
Accountancy fees	1,212	4,125
Bank charges	6,593	4,490
Bad debts	-	3,000
Miscellaneous business costs	60,927	55,424
Depreciation	71,821	74,260
Loss on sale of tangible fixed assets	10,247	-
Recruitment expenses	8,559	15,807
Storage	50,702	50,779
Irrecoverable VAT	19,771	28,513
Database and computing costs	8,830	4,403
	<u>479,616</u>	<u>429,953</u>

	2019 £	2018 £
Establishment		
Rent	49,991	46,000
Rates and water	5,282	3,383
Light and heat	7,716	8,256
Insurances	15,642	20,826
Repairs and maintenance	11,835	9,970
	<u>90,466</u>	<u>88,435</u>

	2019 £	2018 £
Interest receivable		
Bank interest receivable	<u>1</u>	<u>18</u>