

**REPORT OF THE DIRECTORS AND  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022  
FOR  
LONDON BROOKES COLLEGE**

**LONDON BROOKES COLLEGE**

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FOR THE YEAR ENDED 31 March 2022**

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**LONDON BROOKES COLLEGE**  
**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 31 March 2022**

The directors present their report with the financial statements of the company for the year ended 31 March 2022.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 April 2021 to the date of this report.

Mrs U Ahmed  
I Ahmed  
I Ahmed  
S Ahmed  
Mrs A A Hassan

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Report of the Directors 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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**AUDITORS**

The auditors, Sigma Chartered Certified Accountants, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

**ON BEHALF OF THE BOARD:**



I Ahmed - Director

18 October 2022

**LONDON BROOKES COLLEGE**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31 March 2022**

**DIRECTORS:**

Mrs U Ahmed  
I Ahmed  
I Ahmed  
S Ahmed  
Mrs A A Hassan

**SECRETARY:**

Mrs U Ahmed

**REGISTERED OFFICE:**

42 The Burroughs, London  
NW4 4AP

**REGISTERED NUMBER:**

06683232 (England and Wales)

**AUDITORS:**

Sigma Chartered Certified Accountants  
& Registered Auditors  
Kelvin House  
Kelvin Way  
Crawley  
West Sussex  
RH10 9WE

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF LONDON BROOKES COLLEGE**

### **Opinion**

We have audited the financial statements of London Brookes College (the 'company') for the year ended 31 March 2022 which comprise the Income Statement, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, 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 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 March 2022 and of its surplus 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 Auditors' 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.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

### **Other information**

The directors are responsible for the other information. The other information comprises the information in the Report of the Directors, but does not include the financial statements and our Report of the Auditors 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 this gives rise to a material misstatement in the financial statements themselves. 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 Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Directors has been prepared in accordance with applicable legal requirements.

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF LONDON BROOKES COLLEGE**

### **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 Report of the Directors.

We have nothing to report in respect of the following matters where 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 take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.

### **Responsibilities of directors**

As explained more fully in the Statement of Directors' Responsibilities set out on page two, 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 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.

### **Auditors' 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 a Report of the Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;

- Enquiring of management, the Audit & Risk Committee in-house and external legal counsel concerning actual and potential litigation and claims;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- Reading minutes of meetings of those charged with governance;
- Obtained an understanding of provisions and held discussions with management to understand the basis of recognition or non-recognition of tax provisions; and
- In addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

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 Report of the Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
LONDON BROOKES COLLEGE**

**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 a Report of the Auditors 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.

*M I Ashraf*

M I Ashraf FCCA (Senior Statutory Auditor)  
for and on behalf of Sigma Chartered Certified Accountants  
& Registered Auditors  
Kelvin House  
Kelvin Way  
Crawley  
West Sussex  
RH10 9WE

18 October 2022



**LONDON BROOKES COLLEGE**  
**INCOME STATEMENT**  
**FOR THE YEAR ENDED 31 March 2022**

	Notes	31.3.22 £	31.3.21 £
<b>TURNOVER</b>		<b>1,002,344</b>	<b>1,023,001</b>
Cost of sales		<u>574,375</u>	<u>693,303</u>
<b>GROSS SURPLUS</b>		<b>427,969</b>	<b>329,698</b>
Administrative expenses		<u>604,870</u>	<u>334,029</u>
		<b>(176,901)</b>	<b>(4,331)</b>
Other operating income		<u>395,349</u>	<u>369,076</u>
<b>OPERATING SURPLUS</b>	4	<b>218,448</b>	<b>364,745</b>
Interest receivable and similar income		<u>39</u>	<u>-</u>
		<b>218,487</b>	<b>364,745</b>
Interest payable and similar expenses	5	<u>23,291</u>	<u>31,380</u>
<b>SURPLUS BEFORE TAXATION</b>		<b>195,196</b>	<b>333,365</b>
Tax on surplus	6	<u>-</u>	<u>-</u>
<b>SURPLUS FOR THE FINANCIAL YEAR</b>		<b><u>195,196</u></b>	<b><u>333,365</u></b>

The notes form part of these financial statements



**LONDON BROOKES COLLEGE**

**OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 March 2022**

	31.3.22	31.3.21
Notes	£	£
<b>SURPLUS FOR THE YEAR</b>	<b>195,196</b>	<b>333,365</b>
<b>OTHER COMPREHENSIVE INCOME</b>	<b>-</b>	<b>-</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<b><u>195,196</u></b>	<b><u>333,365</u></b>

The notes form part of these financial statements

**BALANCE SHEET**  
**31 March 2022**

	Notes	31.3.22 £	£	31.3.21 £	£
<b>FIXED ASSETS</b>					
Tangible assets	7		2,548,679		2,566,678
<b>CURRENT ASSETS</b>					
Debtors	8	321,876		218,106	
Cash at bank and in hand		405,167		443,306	
		<u>727,043</u>		<u>661,412</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	9	293,196		356,555	
<b>NET CURRENT ASSETS</b>			<u>433,847</u>		<u>304,857</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>2,982,526</u>		<u>2,871,535</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year	10		813,242		897,447
<b>NET ASSETS</b>			<u><u>2,169,284</u></u>		<u><u>1,974,088</u></u>
<b>RESERVES</b>					
Income and expenditure account	13		<u>2,169,284</u>		<u>1,974,088</u>
			<u><u>2,169,284</u></u>		<u><u>1,974,088</u></u>

The financial statements were approved by the Board of Directors and authorised for issue on 18 October 2022 and were signed on its behalf by:



I Ahmed - Director

**LONDON BROOKES COLLEGE**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 March 2022**

	<b>Retained earnings £</b>	<b>Total equity £</b>
<b>Balance at 1 April 2020</b>	1,640,723	1,640,723
<b>Changes in equity</b>		
Total comprehensive income	333,365	333,365
<b>Balance at 31 March 2021</b>	<u>1,974,088</u>	<u>1,974,088</u>
<b>Changes in equity</b>		
Total comprehensive income	195,196	195,196
<b>Balance at 31 March 2022</b>	<u><u>2,169,284</u></u>	<u><u>2,169,284</u></u>

The notes form part of these financial statements

**LONDON BROOKES COLLEGE**

**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 March 2022**

	Notes	31.3.22 £	31.3.21 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	(206,047)	135,568
Interest paid		(23,291)	(31,380)
Net cash from operating activities		<u>(229,338)</u>	<u>104,188</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(13,000)	(314,323)
Interest received		39	-
Net cash from investing activities		<u>(12,961)</u>	<u>(314,323)</u>
<b>Cash flows from financing activities</b>			
New loans in year		-	1,298
Loan repayments in year		(98,062)	158,197
Government Grant		298,643	249,833
Net cash from financing activities		<u>200,581</u>	<u>409,328</u>
<b>(Decrease)/increase in cash and cash equivalents</b>		<u>(41,718)</u>	<u>199,193</u>
<b>Cash and cash equivalents at beginning of year</b>	2	443,306	244,113
<b>Cash and cash equivalents at end of year</b>	2	<u><u>401,588</u></u>	<u><u>443,306</u></u>

The notes form part of these financial statements

# LONDON BROOKES COLLEGE

## NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 March 2022

### 1. RECONCILIATION OF SURPLUS BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	31.3.22	31.3.21
	£	£
Surplus before taxation	195,196	333,365
Depreciation charges	30,999	30,918
Government grants	(298,643)	(249,833)
Finance costs	23,291	31,380
Finance income	(39)	-
	<u>(49,196)</u>	<u>145,830</u>
(Increase)/decrease in trade and other debtors	(103,770)	37,695
Decrease in trade and other creditors	(53,081)	(47,957)
<b>Cash generated from operations</b>	<u><u>(206,047)</u></u>	<u><u>135,568</u></u>

### 2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

#### Year ended 31 March 2022

	31.3.22	1.4.21
	£	£
Cash and cash equivalents	405,167	443,306
Bank overdrafts	(3,579)	-
	<u><u>401,588</u></u>	<u><u>443,306</u></u>

#### Year ended 31 March 2021

	31.3.21	1.4.20
	£	£
Cash and cash equivalents	<u><u>443,306</u></u>	<u><u>244,113</u></u>

### 3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.4.21	Cash flow	At 31.3.22
	£	£	£
<b>Net cash</b>			
Cash at bank and in hand	443,306	(38,139)	405,167
Bank overdrafts	-	(3,579)	(3,579)
	<u><u>443,306</u></u>	<u><u>(41,718)</u></u>	<u><u>401,588</u></u>
<b>Debt</b>			
Debts falling due within 1 year	(158,197)	13,857	(144,340)
Debts falling due after 1 year	(897,447)	84,205	(813,242)
	<u><u>(1,055,644)</u></u>	<u><u>98,062</u></u>	<u><u>(957,582)</u></u>
<b>Total</b>	<u><u>(612,338)</u></u>	<u><u>56,344</u></u>	<u><u>(555,994)</u></u>

The notes form part of these financial statements

# LONDON BROOKES COLLEGE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 March 2022

### 1. STATUTORY INFORMATION

London Brookes College is a private company, limited by guarantee, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

### 2. ACCOUNTING POLICIES

#### **Basis of preparing the financial statements**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

#### **Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

#### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Fixtures and fittings	- 25% on reducing balance

#### **Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to surplus or deficit on a straight line basis over the period of the lease.

### 3. EMPLOYEES AND DIRECTORS

	31.3.22	31.3.21
	£	£
Wages and salaries	422,601	402,417
Social security costs	29,840	37,396
	<u>452,441</u>	<u>439,813</u>

The average number of employees during the year was as follows:

	31.3.22	31.3.21
Directors	5	5
Employees	12	12
	<u>17</u>	<u>17</u>

	31.3.22	31.3.21
	£	£
Directors' remuneration	<u>106,050</u>	<u>134,400</u>

# LONDON BROOKES COLLEGE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 March 2022

### 4. OPERATING SURPLUS

The operating surplus is stated after charging:

	31.3.22	31.3.21
	£	£
Other operating leases	90,796	75,600
Depreciation - owned assets	30,999	30,918
Auditors' remuneration	4,239	3,000
	<u>125,934</u>	<u>109,518</u>

### 5. INTEREST PAYABLE AND SIMILAR EXPENSES

	31.3.22	31.3.21
	£	£
Interest payable	23,291	31,380
	<u>23,291</u>	<u>31,380</u>

### 6. TAXATION

The company is exempt from corporation tax, it being a company not carrying on business for the purpose of making a profit.

### 7. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
<b>COST</b>			
At 1 April 2021	2,631,338	51,057	2,682,395
Additions	13,000	-	13,000
	<u>2,644,338</u>	<u>51,057</u>	<u>2,695,395</u>
At 31 March 2022	2,644,338	51,057	2,695,395
<b>DEPRECIATION</b>			
At 1 April 2021	70,594	45,123	115,717
Charge for year	29,515	1,484	30,999
	<u>100,109</u>	<u>46,607</u>	<u>146,716</u>
At 31 March 2022	100,109	46,607	146,716
<b>NET BOOK VALUE</b>			
At 31 March 2022	2,544,229	4,450	2,548,679
At 31 March 2021	2,560,744	5,934	2,566,678

Freehold land and building with carrying amount of £2,531,489 (2021 - £2,560,774) have been pledged to secure borrowing of the company.

Included in cost of land and buildings is freehold land of £1,168,565 (2021 - £1,168,565) which is not depreciated.

### 8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.22	31.3.21
	£	£
Trade debtors	314,251	218,106
Other debtors	7,625	-
	<u>321,876</u>	<u>218,106</u>



**LONDON BROOKES COLLEGE**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 March 2022**

**9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>31.3.22</b>	31.3.21
	£	£
Bank loans and overdrafts (see note 11)	<b>147,919</b>	158,197
Trade creditors	<b>54,191</b>	71,377
Social security and other taxes	<b>7,893</b>	39,484
Other creditors	<b>45,375</b>	87,497
Accruals and deferred income	<b>37,818</b>	-
	<u><b>293,196</b></u>	<u><b>356,555</b></u>

**10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<b>31.3.22</b>	31.3.21
	£	£
Bank loans (see note 11)	<b>813,242</b>	897,447

**11. LOANS**

An analysis of the maturity of loans is given below:

	<b>31.3.22</b>	31.3.21
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	<b>3,579</b>	-
Bank loans	<b>144,340</b>	158,197
	<u><b>147,919</b></u>	<u><b>158,197</b></u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<b>813,242</b>	897,447

Freehold land and building with carrying amount of £2,531,489 (2021 - £2,560,774) have been pledged to secure borrowing of the company.

**12. LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	<b>31.3.22</b>	31.3.21
	£	£
Between one and five years	<b>402,000</b>	378,000

# **LONDON BROOKES COLLEGE**

## **NOTES TO THE FINANCIAL STATEMENTS - continued** **FOR THE YEAR ENDED 31 March 2022**

### **13. RESERVES**

	<b>Income and expenditure account £</b>
At 1 April 2021	1,974,088
Surplus for the year	195,196
	<hr/>
At 31 March 2022	<u>2,169,284</u>

### **14. RELATED PARTY DISCLOSURES**

Mr. Ishtiaq Ahmed is owner of the property 42 The Burroughs, Hendon, London. The College lease the building on a rolling 5 years contract paying a sum of £80,400 per annum. The contract started renew on 01-01-2022

### **15. LIMITED BY GUARANTEE**

The company is limited by guarantee, not having a share capital and consequently the liability of members is limited, subject to an undertaking by each member to contribute to the net assets or liabilities of the company on winding up such amounts as may be required not exceeding £1.