

BUSINESS EDUCATION LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 DECEMBER 2019



BUSINESS EDUCATION LIMITED

COMPANY INFORMATION

Directors	C. A. B. Pringle O. S. Edwards G. Younghusband
Registered number	00737087
Registered office	5 Grosvenor Gardens London SW1W 0BD

BUSINESS EDUCATION LIMITED

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BUSINESS EDUCATION LIMITED
REGISTERED NUMBER: 00737087

BALANCE SHEET
AS AT 30 DECEMBER 2019

	Note	30 December 2019 £	31 December 2018 £
Fixed assets			
Intangible assets	4	112,625	153,710
Tangible assets	5	58,677	72,198
		<u>171,302</u>	<u>225,908</u>
Current assets			
Debtors	6	4,418,321	4,658,099
Cash at bank and in hand	7	29,001	55,043
		<u>4,447,322</u>	<u>4,713,142</u>
Creditors: falling due within one year	8	(4,643,939)	(4,858,908)
Net current liabilities		<u>(196,617)</u>	<u>(145,766)</u>
Total assets less current liabilities		<u>(25,315)</u>	<u>80,142</u>
Provisions for liabilities			
Deferred tax	9	(9,360)	(11,607)
		<u>(9,360)</u>	<u>(11,607)</u>
Net (liabilities)/assets		<u><u>(34,675)</u></u>	<u><u>68,535</u></u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		(34,775)	68,435
		<u><u>(34,675)</u></u>	<u><u>68,535</u></u>

BUSINESS EDUCATION LIMITED
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BALANCE SHEET (CONTINUED)
AS AT 30 DECEMBER 2019

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the period in question in accordance with section 476 of the Companies Act 2006.


The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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 have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

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



18/12/2020

C. A. B. Pringle
Director

The notes on pages 3 to 9 form part of these financial statements.

BUSINESS EDUCATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 DECEMBER 2019

1. General information

Business Education Limited is a private company, limited by shares, registered in England and Wales. The company's registered office address can be found on the Company Information page.

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 following principal accounting policies have been applied:

2.2 Going concern

The directors have received confirmation from the directors of Rulebook Limited, the parent company of Business Education Limited that it will provide adequate financial support for the foreseeable future. Consequently these financial statements have been prepared on a going

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

2.4 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.

Turnover comprises revenue recognised by the company in respect of the provision of English language courses and accommodation supplied during the year. Fees are recognised on the completion of the course. All sales relating to services after the year end are included in deferred income.

2.5 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the lease term.

2.6 Borrowing costs

All borrowing costs are recognised in profit or loss in the period in which they are incurred.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 DECEMBER 2019**

2. Accounting policies (continued)

2.7 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 profit or loss 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.

2.8 Current and deferred taxation

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

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

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

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

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

2.9 Intangible assets

Intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Amortisation is charged to write off the cost of the intangible assets less their residual values over their estimated useful lives on a straight line basis. The intangible assets are written off over the following useful economic lives:

Software development costs - 10 years.

If there are indicators of a significant movement in the useful life or residual value of the asset, amortisation is revised prospectively to reflect this.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 DECEMBER 2019**

2. Accounting policies (continued)

2.10 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,

Depreciation is provided on the following basis:

Fixtures and fittings	-	20% reducing balance
Computer equipment	-	33% on cost
Other fixed assets	-	20% on cost

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 profit or loss.

2.11 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.

2.12 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.

2.13 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.

3. Employees

The average monthly number of employees, including directors, during the period was 60 (2018 - 63).

BUSINESS EDUCATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 DECEMBER 2019

4. Intangible assets

	Software development £
Cost	
At 1 January 2019	410,857
At 30 December 2019	410,857
Amortisation	
At 1 January 2019	257,146
Charge for the period on owned assets	41,086
At 30 December 2019	298,232
Net book value	
At 30 December 2019	112,625
At 31 December 2018	153,710

BUSINESS EDUCATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 DECEMBER 2019

5. Tangible fixed assets

	Fixtures and fittings £	Computer equipment £	Total £
Cost or valuation			
At 1 January 2019	953,546	150,775	1,104,321
Additions	-	2,652	2,652
At 30 December 2019	953,546	153,427	1,106,973
Depreciation			
At 1 January 2019	881,546	150,577	1,032,123
Charge for the period on owned assets	14,400	1,773	16,173
At 30 December 2019	895,946	152,350	1,048,296
Net book value			
At 30 December 2019	57,600	1,077	58,677
At 31 December 2018	72,000	198	72,198

6. Debtors

	30 December 2019 £	31 December 2018 £
Trade debtors	265,660	283,176
Amounts owed by group undertakings	3,913,388	4,206,614
Other debtors	38,907	38,908
Prepayments and accrued income	200,366	129,401
	4,418,321	4,658,099

BUSINESS EDUCATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 DECEMBER 2019

7. Cash and cash equivalents

	30 December 2019 £	31 December 2018 £
Cash at bank and in hand	29,001	55,043
	29,001	55,043

8. Creditors: Amounts falling due within one year

	30 December 2019 £	31 December 2018 £
Bank loans	137,500	78,823
Trade creditors	233,658	165,469
Amounts owed to group undertakings	3,349,247	3,844,523
Corporation tax	-	7,528
Other taxation and social security	22,197	20,965
Obligations under finance lease and hire purchase contracts	-	697
Other creditors	301,702	242,089
Accruals and deferred income	599,635	498,814
	4,643,939	4,858,908

The following liabilities were secured:

	30 December 2019 £	31 December 2018 £
Bank loans	137,500	78,823
Obligations under finance lease and hire purchase contracts	-	697
	137,500	79,520

Details of security provided:

The company has given an unlimited guarantee to its bankers in respect of overdraft and loan facilities granted to itself and the following group companies: Langham Secretarial College Limited, Quest Professional Limited, University Tutorial Classes Limited and Rulebook Limited.

BUSINESS EDUCATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 DECEMBER 2019

9. Deferred taxation

	2019 £
At beginning of year	(11,607)
Utilised in year	2,247
At end of year	(9,360)

The provision for deferred taxation is made up as follows:

	30 December 2019 £	31 December 2018 £
Accelerated capital allowances	(9,360)	(11,607)
	(9,360)	(11,607)

10. Pension commitments

The company operates a defined contribution scheme. Contributions to the scheme amounted to £28,153 for the year ended 30 December 2019 (2018 - £25,912). An amount of £8,958 (2018 - £6,820) was payable to the scheme at the year end.

11. Related party transactions

At the reporting date, the company owed £3,349,247 (2018 - £3,844,523) to group undertakings and was owed £3,913,388 (2018 - £4,206,613) from group undertakings. No interest was charged on these balances during the year ended 30 December 2019 (2018 - £nil) and there was no set date for repayment.

12. Controlling party

The ultimate holding company throughout the year was Rulebook Limited, a company registered in England and Wales. Its registered office is at 5 Grosvenor Gardens, London, SW1W 0BD.