

**REGISTRAR OF COMPANIES**

**HCTC  
Enterprises  
Limited**

**Annual Report and Financial  
Statements**

31 August 2016

Company Registration Number  
02962551 (England and Wales)



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## Legal and administrative information

<b>Directors</b>	Mr P Harris Sir D Moynihan Mr K Morley
<b>Secretary</b>	Mr M Antoniou
<b>Registered office</b>	4 <sup>th</sup> Floor, Norfolk House Wellesley Road London CR0 1LH
<b>Company registration number</b>	02962551 (England and Wales)
<b>Auditor</b>	Buzzacott LLP 130 Wood Street London EC2V 6DL
<b>Bankers</b>	National Westminster Bank plc 83 – 84 High Street South Norwood London SE25 6YZ

## **Directors' report 31 August 2016**

The directors submit their report and the financial statements for the year ended 31 August 2016 which show the state of the company's affairs.

### **Principal activity and objectives**

The principal activity of the company is to carry on business as a general commercial company for the benefit of Harris City Academy Crystal Palace ("the Academy"). To this end, the company operates the Lewis Sports and Leisure Centre.

### **Review of business**

The Lewis Sports and Leisure Centre earned a profit of £369 (2015 - £9,909).

The net deficit for the year after a Gift Aid donation of £4,478 (2015 - £6,193) was £4,109 (2015 – surplus of £3,716).

### **Directors**

The directors who served during the year were:

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Mr P Harris  
Mr K Morley  
Sir D Moynihan

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None of the directors had any interest in the share capital of the company. The parent undertaking, Harris Federation, is a company limited by guarantee and has no share capital.

### **Directors' liability**

The company participates in a directors' liability insurance policy taken out by the parent company.

### **Statement of directors' responsibilities**

The directors are responsible for preparing the directors' report and 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 Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102, Section 1A '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.

**Statement of directors' responsibilities (continued)**

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

- ♦ select suitable accounting policies and then apply them consistently;
- ♦ make judgements and estimates that are reasonable and prudent;
- ♦ state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- ♦ prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

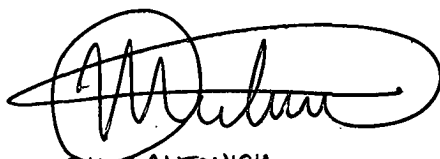
The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies 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.

Each of the directors confirms 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 he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Signed on behalf of the board of directors:

A handwritten signature in black ink, appearing to read 'Mike Antoniou', enclosed within a large, hand-drawn oval.

**MIKE ANTONIOU**  
Secretary

Approved by the board on: 19/12/16

**Independent auditor's report to the shareholder of HCTC Enterprises Limited**

We have audited the financial statements of HCTC Enterprises Limited for the year ended 31 August 2016, which comprise the statement of comprehensive income, the statement of financial position and the related notes. The relevant financial reporting framework that has been applied in their preparation is the Companies Act 2006 and the 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'.

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.

**Respective responsibilities of directors and auditor**

As explained more fully in the statement of directors' responsibilities, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's *Ethical Standards for Auditors*.

**Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the directors' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

**Opinion on the financial statements**

In our opinion the financial statements:

- ♦ give a true and fair view of the company's affairs as at 31 August 2016 and of its loss for the year then ended;
- ♦ have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Small Entities; and
- ♦ have been properly prepared in accordance with the Companies Act 2006.

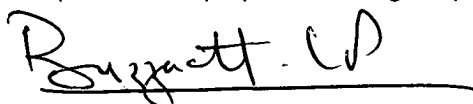
**Opinion on other matters prescribed by the Companies Act 2006**

In our opinion the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with those accounts and this report has been prepared in accordance with applicable legal requirements. In the light of our 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.

**Matters on which we are required to report by exception**

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 prepare the financial statements and the Directors' report in accordance with the small companies regime and to the exemption from the requirement to prepare a strategic report.



Avnish Savjani, Senior Statutory Auditor  
for and on behalf of Buzzacott LLP, Statutory Auditor  
130 Wood Street  
London  
EC2V 6DL

Date: 20 December 2016

# Statement of income and retained earnings Year to 31 August 2016

	Notes	2016 £	2015 £
<b>Turnover</b>	1	<b>58,582</b>	65,231
Cost of sales		<b>(50,143)</b>	(45,520)
<b>Gross profit</b>		<b>8,439</b>	19,711
Administrative expenses		<b>(8,070)</b>	(9,802)
<b>Operating profit</b>		<b>369</b>	9,909
Gift aid payment	2	<b>(4,478)</b>	(6,193)
<b>(Loss)/profit on ordinary activities for the year before taxation</b>		<b>(4,109)</b>	3,716
Taxation	5	<b>—</b>	—
<b>(Loss)/profit for the financial year</b>	3	<b>(4,109)</b>	3,716
<b>Retained profit at 1 September 2015</b>		<b>91,508</b>	87,792
<b>Retained profit at 31 August 2016</b>		<b>87,399</b>	91,508

All of the company's activities derived from continuing operations during the above two financial periods.

The company has no recognised gains and losses other than those shown above.

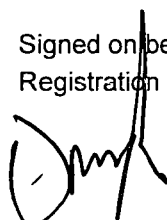


# Statement of financial position 31 August 2016

	Notes	2016 £	2016 £	2015 £	2015 £
<b>Fixed assets</b>					
Tangible fixed assets	6		7,678		12,165
<b>Current assets</b>					
Debtors	7	7,990		11,513	
Cash at bank		<u>78,722</u>		<u>79,775</u>	
		86,712		91,288	
<b>Creditors: amounts falling due within one year</b>	8	<u>(6,989)</u>		<u>(11,943)</u>	
<b>Net current assets</b>			<u>79,723</u>		<u>79,345</u>
<b>Total net assets</b>			<u>87,401</u>		<u>91,510</u>
<b>Capital and reserves</b>					
Called-up share capital	9		2		2
Retained earnings			<u>87,399</u>		<u>91,508</u>
<b>Shareholder's funds</b>	10		<u>87,401</u>		<u>91,510</u>

The financial statements have been prepared in accordance with the special provisions relating to the small companies regime within Part 15 of the Companies Act 2006 and Financial Reporting Standard 102 Section 1A.

Signed on behalf of the board of directors of HCTC Enterprises Limited, Company Registration No. 02962551 (England and Wales) by:

  
 DAN MOYNIHAN  
 Director 19/12/18

Approved by the board on:

HCTC Enterprises Limited (Company Registration Number 02962551 (England and Wales))

## **Principal accounting policies 31 August 2016**

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are laid out below.

### **Basis of accounting**

These financial statements have been prepared in compliance with applicable United Kingdom accounting standards, including Financial Reporting Standard 102 (FRS 102) Section 1A, the Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006. The date of transition to FRS 102 was 1 September 2014. This is the first set of financial statements of the company prepared in accordance with FRS 102.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant accounting policies below or the notes to these financial statements.

The financial statements are prepared in sterling and are rounded to the nearest pound.

### **Reconciliation with previous Generally Accepted Accounting Practice**

In preparing the financial statements, the directors have considered whether in applying the accounting policies required by FRS 102 a restatement of comparative items was needed. No restatements were required.

### **Critical accounting estimates and areas of judgement**

Preparation of the financial statements requires the directors to make significant judgements and estimates. In the case of the company the areas affected by judgement and estimation are the estimation of the expected useful lives of tangible assets and the related calculation of depreciation.

There are no key assumptions or areas of uncertainty where there is a significant risk of material adjustment to the carrying value of the assets and liabilities of the company being required during the financial year ending 31 August 2017.

### **Assessment of going concern**

The directors have assessed whether the use of the going concern assumption is appropriate in preparing these financial statements. The directors have made this assessment in respect to a period of one year from the date of approval of these financial statements.

The directors have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the company to continue as a going concern. The directors are of the opinion that the company will have sufficient resources to meet its liabilities as they fall due.

**Turnover**

Turnover derives from the one principal activity of the company arising in the UK. Revenue is recognised at cost value when these services are provided, the amount of revenue can be measured reliably and it is probable that the economic benefits associated with the transaction will flow to the company. Where income is received in advance of this provision of services, it is held on the statement of financial position as deferred income and released in the period in which services are provided.

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the company to make a payment to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. All expenditure is accounted for on an accruals basis and excludes recoverable VAT. Expenditure comprises the direct costs associated with the delivery of the company's services as well as general administrative support costs.

**Statement of cash flows**

The financial statements do not include a statement of cash flows because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Section 1A of FRS 102.

**Debtors**

Debtors are recognised at their settlement amount, less any provision for non-recoverability. They have been discounted to the present value of future cash receipts where such discounting is material.

**Cash at bank and in hand**

Cash at bank and in hand represents such accounts and instruments that are available on demand or have a maturity of less than three months from the date of acquisition.

**Creditors**

Creditors are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be measured reliably. Creditors are recognised at the amount the company anticipates it will pay to settle the debt. They have been discounted to the present value of the future cash payment where such discounting is material.

## **Principal accounting policies 31 August 2016**

### **Related party transactions**

The company is a wholly-owned subsidiary of Harris Federation and has taken advantage of the exemption included within section 33 of FRS 102 not to disclose transactions with entities that are part of the group qualifying as related parties. Hence, transactions with Harris Federation are not separately disclosed. The consolidated financial statements in which the company is included are publically available.

**1 Profit on ordinary activities before and after taxation**

This is stated after charging:

	2016 £	2015 £
Staff costs (note 2)	49,982	44,634
Auditors' remuneration	2,000	4,500

**2 Staff costs**

There were [ ] employees during the year (2015 - 5). Their employment costs were:

	2016 £	2015 £
Wages and salaries	44,620	41,217
Social security costs	2,043	1,378
Pension	3,319	1,289
	49,982	43,884
Staff development and training	—	750
	49,982	44,634

The directors consider that they comprise the key management personnel of the company in charge of directing and controlling, running and operating the company on a day to day basis. The total remuneration paid to key management personnel during the year was £nil (2015 - £nil).

None of the directors received any emoluments in respect of their services during the year (2015 - none).

**3 Taxation**

No provision is made for corporation tax in these financial statements as the company donates under Gift Aid its annual taxable income, if any, to Harris City Academy Crystal Palace which is an Academy owned by Harris Federation, its ultimate parent undertaking. During the year ended 31 August 2016 the donation amounted to £4,478 (2015 - £6,193).

**4 Tangible fixed assets**

	Furniture and equipment £
<b>Cost</b>	
At 1 September 2015	55,365
Additions	0
At 31 August 2016	<u>55,365</u>
<b>Depreciation</b>	
At 1 September 2015	43,200
Charge for the year	4,487
At 31 August 2016	<u>47,686</u>
<b>Net book values</b>	
At 31 August 2016	7,678
At 31 August 2015	<u>12,165</u>

**5 Debtors**

	2016 £	2015 £
Trade debtors	7,685	11,513
Amounts due from Harris Federation	305	—
	<u>7,990</u>	<u>11,513</u>

**6 Creditors: amounts falling due within one year**

	2016 £	2015 £
Accruals and income in advance	2,511	5,750
Amounts due to the Harris Federation	4,478	6,193
	<u>6,989</u>	<u>11,943</u>

**7 Share capital**

	2016 £	2015 £
<b>Allotted, called-up and fully paid</b>		
2 ordinary shares of £1 each	2	2

**8 Equity shareholder's funds**

	2016 £	2015 £
Shareholder's funds at 1 September 2015	91,510	87,794
Retained profit for the year	369	3,716
Shareholder's funds at 31 August 2016	91,879	91,510

**9 Ultimate parent undertaking**

Harris Federation (company number 06228587) incorporated in the UK, is the ultimate holding company. Its registered office is 4<sup>th</sup> Floor, Norfolk House, Wellesley Road, Croydon, CR0 1LH.

The financial statements do not include disclosure of transactions between the company and Harris Federation. This is because, as a subsidiary which is 100% controlled within the group, it is exempt from the requirement to disclose such transactions under section 33 of FRS 102.

**Detailed profit and loss account** Year to 31 August 2016

This page does not form part of the statutory financial statements

	2016 £	2016 £	2015 £	2015 £
<b>Lewis Sports and Leisure Centre</b>				
Sports contracts		27,388		38,338
Membership and admission fees		10,845		13,707
Other income		20,350		13,186
		<u>58,582</u>		<u>65,231</u>
 Staff costs	 49,982		 44,635	
Miscellaneous expenses	<u>161</u>		<u>885</u>	
		<u>(50,143)</u>		<u>(45,520)</u>
<b>Profit on Lewis Sports and Leisure Centre</b>		<b>8,439</b>		<b>19,711</b>
 <b>Administrative expenditure</b>				
Auditor's fees (including taxation services)	2,000		4,500	
Miscellaneous expenses	4,919		4,535	
Maintenance of equipment	<u>1,151</u>		<u>767</u>	
		<u>(8,070)</u>		<u>(9,802)</u>
<b>Profit on ordinary activities before Gift Aid and taxation</b>		<u><b>369</b></u>		<u><b>9,909</b></u>