

**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2020**  
**FOR**  
**NEWMAN SCHOOLS LIMITED**

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for the year ended 31 August 2020**

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**NEWMAN SCHOOLS LIMITED**  
**COMPANY INFORMATION**  
**for the year ended 31 August 2020**

**DIRECTORS:**

W N Dore  
D G Newman  
D Preston

**SECRETARY:**

W N Dore

**REGISTERED OFFICE:**

Arnold Lodge School  
Kenilworth Road  
Leamington Spa  
Warwickshire  
CV32 5TW

**REGISTERED NUMBER:**

03941615 (England and Wales)

**ACCOUNTANTS:**

LDP Luckmans  
1110 Elliott Court  
Coventry Business Park  
Herald Avenue  
Coventry  
West Midlands  
CV5 6UB

**BALANCE SHEET**  
**31 August 2020**

	Notes	2020 £	£	2019 £	£
<b>FIXED ASSETS</b>					
Intangible assets	4	-	-	-	-
Tangible assets	5	<u>344,738</u>	<u>344,738</u>	<u>300,475</u>	<u>300,475</u>
<b>CURRENT ASSETS</b>					
Stocks		37,417		41,342	
Debtors	6	346,812		2,317,635	
Cash at bank and in hand		<u>92,403</u>		<u>9,292</u>	
		476,632		2,368,269	
<b>CREDITORS</b>					
Amounts falling due within one year	7	<u>1,174,821</u>		<u>3,115,650</u>	
<b>NET CURRENT LIABILITIES</b>			<u>(698,189)</u>		<u>(747,381)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			(353,451)		(446,906)
<b>CREDITORS</b>					
Amounts falling due after more than one year	8	<u>3,710,090</u>		<u>3,699,412</u>	
<b>NET LIABILITIES</b>			<u>(4,063,541)</u>		<u>(4,146,318)</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	10	100		100	
Retained earnings	11	<u>(4,063,641)</u>		<u>(4,146,418)</u>	
<b>SHAREHOLDERS' FUNDS</b>		<u>(4,063,541)</u>		<u>(4,146,318)</u>	

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

**BALANCE SHEET - continued**  
**31 August 2020**

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 22 March 2021 and were signed on its behalf by:

D Preston - Director

**NOTES TO THE FINANCIAL STATEMENTS**  
**for the year ended 31 August 2020**

**1. STATUTORY INFORMATION**

Newman Schools Limited is a private company, limited by shares, 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" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements have been prepared on a going concern basis which assumes that the company will continue to trade for the foreseeable future. This basis is dependant on the ongoing long term support of the company's directors and bankers as the financial statements of the company show Net Current Liabilities and Total Net Liabilities.

Banking facilities have been negotiated, and are in place until 30th September 2021. The directors are confident that these facilities will be renewed at that time and have no reasons to doubt that the bank will renew the facilities. The directors have confirmed their intention to continue to support the company for the foreseeable future so that it will continue as a going concern. These financial statements do not include any adjustments that may be necessary should this basis not be appropriate.

**Turnover**

Turnover represents school fees for the academic year together with income arising from ancillary services for the academic year.

**Goodwill**

Goodwill, being the amount paid in connection with the acquisition of a business in 2000, is being amortised evenly over its estimated useful life of eight years.

**Intangible assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Short leasehold	- in accordance with the property
Improvements to property	- in accordance with the property
Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance

Tangible fixed assets are initially recognised at their original cost plus any cost of bringing the asset into useable condition.

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

NOTES TO THE FINANCIAL STATEMENTS - continued  
for the year ended 31 August 2020

2. ACCOUNTING POLICIES - continued

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 71 (2019 - 65 ).

4. INTANGIBLE FIXED ASSETS

	Goodwill £
<b>COST</b>	
At 1 September 2019 and 31 August 2020	688,240
<b>AMORTISATION</b>	
At 1 September 2019 and 31 August 2020	688,240
<b>NET BOOK VALUE</b>	
At 31 August 2020	-
At 31 August 2019	-

NOTES TO THE FINANCIAL STATEMENTS - continued  
for the year ended 31 August 2020

5. TANGIBLE FIXED ASSETS

	Short leasehold £	Improvements to property £	Plant and machinery £
<b>COST</b>			
At 1 September 2019	34,234	213,761	13,336
Additions	-	33,891	10,000
Disposals	-	-	-
At 31 August 2020	<u>34,234</u>	<u>247,652</u>	<u>23,336</u>
<b>DEPRECIATION</b>			
At 1 September 2019	34,234	106,161	4,588
Charge for year	-	10,710	3,255
Eliminated on disposal	-	-	-
At 31 August 2020	<u>34,234</u>	<u>116,871</u>	<u>7,843</u>
<b>NET BOOK VALUE</b>			
At 31 August 2020	<u>-</u>	<u>130,781</u>	<u>15,493</u>
At 31 August 2019	<u>-</u>	<u>107,600</u>	<u>8,748</u>
	Fixtures and fittings £	Motor vehicles £	Totals £
<b>COST</b>			
At 1 September 2019	597,852	29,182	888,365
Additions	63,509	-	107,400
Disposals	(43,547)	-	(43,547)
At 31 August 2020	<u>617,814</u>	<u>29,182</u>	<u>952,218</u>
<b>DEPRECIATION</b>			
At 1 September 2019	417,936	24,970	587,889
Charge for year	36,257	1,053	51,275
Eliminated on disposal	(31,684)	-	(31,684)
At 31 August 2020	<u>422,509</u>	<u>26,023</u>	<u>607,480</u>
<b>NET BOOK VALUE</b>			
At 31 August 2020	<u>195,305</u>	<u>3,159</u>	<u>344,738</u>
At 31 August 2019	<u>179,916</u>	<u>4,212</u>	<u>300,476</u>



NOTES TO THE FINANCIAL STATEMENTS - continued  
for the year ended 31 August 2020

5. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Fixtures and fittings £
<b>COST</b>	
At 1 September 2019 and 31 August 2020	<u>10,313</u>
<b>DEPRECIATION</b>	
At 1 September 2019	3,141
Charge for year	<u>1,076</u>
At 31 August 2020	<u>4,217</u>
<b>NET BOOK VALUE</b>	
At 31 August 2020	<u>6,096</u>
At 31 August 2019	<u>7,172</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	141,849	2,199,358
Other debtors	92,225	534
Prepayments	<u>112,738</u>	<u>117,743</u>
	<u>346,812</u>	<u>2,317,635</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Bank loans and overdrafts	3,333	7,459
Hire purchase contracts	15,862	14,495
Trade creditors	657,590	2,715,150
Social security and other taxes	118,757	36,011
Other creditors	211,585	212,035
Directors' current accounts	94,452	94,452
Accrued expenses	<u>73,242</u>	<u>36,048</u>
	<u>1,174,821</u>	<u>3,115,650</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2020 £	2019 £
Bank loans - 1-2 years	10,000	-
Bank loans - 2-5 years	30,000	-
Bank loans more 5 yr by instal	6,667	-
Hire purchase contracts	31,692	41,449
Other creditors	250,000	250,000
Directors loan account	<u>3,381,731</u>	<u>3,407,963</u>
	<u>3,710,090</u>	<u>3,699,412</u>

NOTES TO THE FINANCIAL STATEMENTS - continued  
for the year ended 31 August 2020

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR - continued

	2020 £	2019 £
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>6,667</u>	<u>-</u>

9. SECURED DEBTS

The following secured debts are included within creditors:

	2020 £	2019 £
Bank overdraft	-	7,459
Hire purchase contracts	<u>47,554</u>	<u>55,944</u>
	<u>47,554</u>	<u>63,403</u>

The company's bank overdraft facility is secured by a personal guarantee from Mr W N Dore and Mr D G Newman.

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2020 £	2019 £
100	Ordinary	£1	<u>100</u>	<u>100</u>

11. RESERVES

	Retained earnings £
At 1 September 2019	(4,146,418)
Profit for the year	<u>82,777</u>
At 31 August 2020	<u>(4,063,641)</u>

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.