

Registered in England No: 05397317

IIC (LEEDS SCHOOLS) FUND INVESTMENT LIMITED
DIRECTORS' REPORT AND CONSOLIDATED FINANCIAL
STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020



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IIC (Leeds Schools) Fund Investment Limited

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IIC (Leeds Schools) Fund Investment Limited
Year ended 30 June 2020
Company Information

The Board of Directors

C R Field
J S Gordon
K A Cunningham

Company secretary

Imagile Secretariat Services Limited

Registered office

Third Floor Broad Quay House
Prince Street
Bristol
United Kingdom
BS1 4DJ

Independent auditor

Johnston Carmichael LLP
Chartered Accountants
7-11 Melville Street,
Edinburgh
EH3 7PE

IIC (Leeds Schools) Fund Investment Limited

Directors' report for the year ended 30 June 2020

The directors present their report and the audited financial statements of the Group for the year ended 30 June 2020.

Principal activity and business review

The Company's principal activity is that of an intermediate investment company which provides funding to Investors in the Community (Leeds Schools) Subdebt Limited in the form of loan stock, which in turn provides funding in the form of loan stock to Investors in the Community (Leeds Schools) Limited.

The principal activity of the Group is that of an intermediate investment vehicle, which invests in Investors in the Community (Leeds Schools) Limited in the form of loan stock.

The directors have reviewed the activities of the business for the year and the position as at 30 June 2020 and consider them to be satisfactory.

Results and dividends

The trading results for the year to 30 June 2020 and the Group's financial position at 30 June 2020 are shown in the attached financial statements. The Group has made a profit during the year of £10,932 (2019: £14,241) and the shareholder's funds at 30 June 2020 show a surplus of £75,044 (2019: £64,112).

No dividends were paid during the year ended 30 June 2020 (2019: £nil).

Directors

The directors of the Group who held office during the year and to the date of this report are listed below:

C R Field
J S Gordon
K A Cunningham (appointed 29 June 2020)

IIC (Leeds Schools) Fund Investment Limited

Directors' report for the year ended 30 June 2020 (*continued*)

Going concern

The Group balance sheet shows net current asset of £7,928 (2019: net current liabilities of £86,277). The Directors have reviewed the forecast, which includes capital returns on the loan stock investment (note 7) in the next 12 months of £82,917, and therefore consider that it is appropriate to prepare these financial statements on a going concern basis.

In assessing the recoverability of forecast loan stock capital, the Directors have assessed the viability of the main sub-contractors of the loan stock issuer, Investors in the Community (Leeds Schools) Limited. The directors are satisfied in the ability of the main subcontractors to provide the services in line with the contract. To date, there has been no adverse impact arising from Covid-19.

Principal risks and uncertainties

The Directors consider that there are no material risks and uncertainties for the Company which require disclosure.

Strategic report

The Group has taken advantage of the exemption, under section 414B of the Companies Act 2006, from preparing a strategic report for the financial year

Political and charitable contributions

The Group made no political or charitable contributions during the year (2019: £nil).

Financial instruments

The Group has borrowings in place of £6,482,010 (2019: £6,646,845). These are at a fixed interest rate and therefore the Group is not exposed to interest rate volatility.

Disclosure of information to the auditor

The directors who held office at the date of approval of this Directors' Report confirm that, so far as they are each aware, there is no relevant audit information of which the Group's auditor is unaware; and each director has taken all the steps that he/she ought to have taken as a director to make himself/herself aware of any relevant audit information and to establish that the Group's auditor is aware of that information.

Auditor

Johnston Carmichael LLP have indicated their willingness to be reappointed for another term and appropriate arrangements are being made for them to be deemed reappointed as auditors in the absence of an Annual General Meeting.

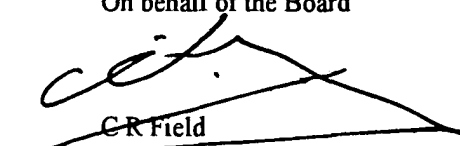
IIC (Leeds Schools) Fund Investment Limited

Directors' report for the year ended 30 June 2020 (*continued*)

Registered office:
Broad Quay House (Third Floor)
Prince Street
Bristol
BS1 4DJ

Registered number: 05397317
Company Secretary: Imagile Secretariat Services Limited

On behalf of the Board



C R Field
Director

Approved by the directors on 29 January 2021

IIC (Leeds Schools) Fund Investment Limited

Statement of directors' responsibilities in respect of the directors' report and the financial statements

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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including FRS 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 group and the company and of the profit or loss of the group for that period.

In preparing those 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;
- state whether applicable United Kingdom Accounting Standards, including FRS 102, 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 group and the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the group's and the company's transactions and disclose with reasonable accuracy at any time the financial position of the group and 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 group and the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent auditor's report to the members of IIC (Leeds Schools) Fund Investment Limited (continued)

Opinion

We have audited the consolidated financial statements of IIC (Leeds Schools) Fund Investment Limited (the 'group') for the year ended 30 June 2020 which comprise the Consolidated profit and loss account and statement of other comprehensive income, Consolidated balance sheet, Company balance sheet, Consolidated statement of changes in equity, Company statement of changes in equity, Consolidated cash flow statement 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 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 group's affairs as at 30 June 2020, and of its profit 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 group 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

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 group'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.

Other information

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

Independent auditor's report to the members of IIC (Leeds Schools) Fund Investment Limited (continued)

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 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.

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 take advantage of the small companies' exemption from the requirement to prepare a strategic report.

Responsibilities of directors

As explained more fully in the Statement of directors' responsibilities statement set out on page 5 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 group'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 group or the parent 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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Independent auditor's report to the members of IIC (Leeds Schools) Fund Investment Limited (continued)

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the group and company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's or parent company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or parent company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the group audit. We remain solely responsible for our audit approach.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the group'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 group'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 group and the group's members as a body, for our audit work, for this report, or for the opinions we have formed.

Johnston Carmichael LLP
Irvine Spowart (Senior Statutory Auditor)
For and on behalf of Johnston Carmichael LLP

Chartered Accountants
Street Statutory Auditor

29 January 2021

7-11 Melville
Edinburgh
EH3 7PE

IIC (Leeds Schools) Fund Investment Limited

Consolidated profit and loss account for the year ended 30 June 2020

	Note	2020 £	2019 £
Administrative expenses		(67)	(37)
Operating loss		(67)	(37)
Interest receivable and similar income	4	838,231	1,167,973
Interest payable and similar charges	5	(824,668)	(1,150,354)
Profit on ordinary activities before taxation	2	13,496	17,582
Tax on profit on ordinary activities	6	(2,564)	(3,341)
Profit for the financial year		10,932	14,241

All results are in respect of continuing activities.

The notes on pages 15 to 25 form part of these financial statements.

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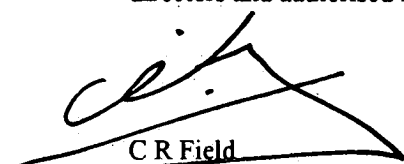
IIC (Leeds Schools) Fund Investment Limited

Consolidated balance sheet as at 30 June 2020

	Note	2020	2019
		£	£
Fixed Assets			
Investments	7	6,288,098	6,437,132
Current assets			
Debtors falling due within one year	8	202,563	268,425
Cash at bank and in hand		74,358	76,818
		276,921	345,243
Creditors (amounts falling due within one year)	9	(268,993)	(431,520)
Net current asset /(liabilities)		7,928	(86,277)
Total assets less current liabilities		6,296,026	6,350,855
Creditors (amounts falling due after more than one year)	9	(6,220,982)	(6,286,743)
Net assets		75,044	64,112
Capital and reserves			
Called up share capital	11	37,000	37,000
Profit and loss account	11	38,044	27,112
Total shareholder's funds		75,044	64,112

The notes on pages 15 to 25 form part of these financial statements.

These financial statements, for company registration number 05397317, were approved by the board of directors and authorised for issue on 29 January 2021 and signed on its behalf by:


C R Field
Director

IIC (Leeds Schools) Fund Investment Limited


Company balance sheet as at 30 June 2020

	Note	2020	2019
		£	£
Fixed Assets			
Investments	8	6,288,099	6,437,133
Current assets			
Debtors falling due within one year	9	200,942	266,396
Cash at bank and in hand		55,874	57,005
		256,816	323,401
Creditors (amounts falling due within one year)	10	(267,747)	(423,180)
Net current liabilities		(10,931)	(99,779)
Total assets less current liabilities		6,277,168	6,337,354
Creditors (amounts falling due after more than one year)	10	(6,220,982)	(6,286,743)
Net assets		56,186	50,611
Capital and reserves			
Called up share capital	12	37,000	37,000
Profit and loss account	12	19,186	13,611
Total shareholder's funds		56,186	50,611

The notes on pages 15 to 25 form part of these financial statements.

Under section 408 of the Companies Act 2006 the Company is exempt from the requirement to present its own profit and loss account. The parent Company's profit for the year was £5,575 (2019: £7,219).

These financial statements, for company registration number 05397317, were approved by the board of directors and authorised for issue on 29 January 2021 and signed on its behalf by:


E.R. Field
Director

IIC (Leeds Schools) Fund Investment Limited

Consolidated cash flow statement for the year ended 30 June 2020

	Note	2020 £	2019 £
Cash flows from operating activities			
Profit for the financial year		10,932	14,241
<i>Adjustments for:</i>			
Interest receivable and similar income	4	(838,231)	(1,167,973)
Interest payable and similar charges	5	824,668	1,150,354
Taxation	6	2,564	3,341
Operating cash flows before movements in working capital		(67)	(37)
Cash used in operations		(67)	(37)
Tax paid		(2,564)	(4,065)
Interest paid		(873,914)	(1,488,884)
Net cash used in operating activities		(876,545)	(1,492,986)
Investing activities			
Equity return on subdebt		150,628	221,778
Interest received		888,292	1,526,133
Net cash from investing activities		1,038,920	1,747,911
Financing activities			
Repayment of subdebt		(164,835)	(221,778)
Net cash used in financing activities		(164,835)	(221,778)
Net (decrease)/increase in cash and cash equivalents		(2,460)	33,147
Cash and cash equivalents at 1 July		76,818	43,671
Cash and cash equivalents at 30 June		74,358	76,818

The notes on pages 15 to 25 form part of these financial statements.

IIC (Leeds Schools) Fund Investment Limited

Consolidated statement of changes in equity for the year ended 30 June 2020

	Note	Called up share capital £	Profit and loss account £	Shareholder's funds £
Balance as at 1 July 2018		37,000	12,871	49,871
Profit for the year		-	14,241	14,241
Total comprehensive income for the year		-	14,241	14,241
Balance as at 30 June 2019		37,000	27,112	64,112
Profit for the year		-	10,932	10,932
Total comprehensive income for the year		-	10,932	10,932
Balance as at 30 June 2020		37,000	38,044	75,044

The notes on pages 15 to 25 form part of these financial statements.

IIC (Leeds Schools) Fund Investment Limited

Company statement of changes in equity for the year ended 30 June 2020

	Note	Called up share capital £	Profit and loss account £	Shareholder's funds £
Balance as at 1 July 2018		37,000	6,392	43,392
Profit for the year		-	7,219	7,219
Total comprehensive income for the year		-	7,219	7,219
Balance as at 30 June 2019		37,000	13,611	50,611
Profit for the year		-	5,575	5,575
Total comprehensive income for the year		-	5,575	5,575
Balance as at 30 June 2020		37,000	19,186	56,186

The notes on pages 15 to 25 form part of these financial statements.

IIC (Leeds Schools) Fund Investment Limited

Notes to the financial statements for the year ended 30 June 2020

1. Accounting policies

Basis of preparation

Investors in the Community (Leeds Schools) Fund Investment Limited (the “Company”) is a private company limited by shares and incorporated and domiciled in England and Wales. The Company’s principal activity is that of an intermediate investment company which provides funding to Investors in the Community (Leeds Schools) Subdebt Limited in the form of loan stock, which in turn provides funding in the form of loan stock to Investors in the Community (Leeds Schools) Limited. The registered office is Broad Quay House (Third Floor), Prince Street, Bristol, BS1 4DJ.

These financial statements have been prepared in accordance with FRS 102 “The Financial Reporting Standard applicable in the UK and Republic of Ireland” (“FRS 102”) and the requirements of the Companies Act 2006, including the provisions of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008. The financial statements are prepared on the historical cost basis. The presentation currency of these financial statements is sterling and amounts have been rounded to the nearest whole pound sterling unless otherwise stated.

Going concern

The financial statements have been prepared on a going concern basis. In forming that assessment, the directors have considered the associated group companies’ financial projections, cash flows and ability to continue to operate with the long term facility currently agreed and their ability to meet liabilities as they fall due.

The Group balance sheet shows net current assets of £7,928 (2019: net current liabilities of £86,277). The Directors have reviewed the forecast, which includes capital returns on the loan stock investment (note 7) in the next 12 months of £82,917, and therefore consider that it is appropriate to prepare these financial statements on a going concern basis.

In assessing the recoverability of forecast loan stock capital, the Directors have assessed the viability of the main sub-contractors of the loan stock issuer, Investors in the Community (Leeds Schools) Limited. The directors are satisfied in the ability of the main subcontractors to provide the services in line with the contract. To date, there has been no adverse impact arising from Covid-19.

Basis of consolidation

The consolidated financial statements include the financial statements of the Company and its subsidiary undertaking made up to 30 June 2020. The acquisition method of accounting has been adopted. Under this method, the results of subsidiary undertakings acquired or disposed of in the year are included in the consolidated profit and loss account from the date of acquisition or up to the date of disposal.

All intra-group transactions and balances are eliminated on consolidation.

Under section 408 of the Companies Act 2006 the Company is exempt from the requirement to present its own profit and loss account.

Investments

Investments are stated at cost less provision for any impairment in value.

IIC (Leeds Schools) Fund Investment Limited

Notes to the financial statements for the year ended 30 June 2020 (*continued*)

1. Accounting policies (*continued*)

Basic financial instruments

The Group has elected to apply the provisions of section 11 'Basic financial instruments' to all of its financial instruments.

Interest-bearing borrowings classified as basic financial instruments

Interest-bearing borrowings are recognised initially at the present value of future payments discounted at a market rate of interest. Subsequent to initial recognition, interest-bearing borrowings are stated at amortised cost using the effective interest method, less any impairment losses.

Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits.

Impairment excluding deferred tax assets

Financial assets (including trade and other debtors)

A financial asset not carried at fair value through profit or loss is assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate. For financial instruments measured at cost less impairment an impairment is calculated as the difference between its carrying amount and the best estimate of the amount that the Group would receive for the asset if it were to be sold at the reporting date.

Interest on the impaired asset continues to be recognised through the unwinding of the discount. Impairment losses are recognised in profit or loss. When a subsequent event causes the amount of impairment loss to decrease, the decrease in impairment loss is reversed through profit or loss.

Interest receivable and interest payable

Interest payable and similar charges include interest payable on borrowings and associated ongoing financing fees. Other interest receivable and similar income include interest receivable on funds invested.

Interest income and interest payable are recognised in profit or loss as they accrue, using the effective interest method.

IIC (Leeds Schools) Fund Investment Limited

Notes to the financial statements for the year ended 30 June 2020 (*continued*)

1. Accounting policies (*continued*)

Taxation

Tax on the profit or loss for the year comprises current and deferred tax. Tax is recognised in the profit and loss account except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided on timing differences which arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements. Deferred tax is not recognised on permanent differences arising because certain types of income or expense are non-taxable or are disallowable for tax or because certain tax charges or allowances are greater or smaller than the corresponding income or expense.

Deferred tax is measured at the tax rate that is expected to apply to the reversal of the related difference, using tax rates enacted or substantively enacted at the balance sheet date. Deferred tax balances are not discounted.

Dividends

Dividends are recognised as liabilities once they are no longer at the discretion of the Company.

Judgements and key sources of estimation uncertainty

The directors consider that there are no estimates with a significant risk of material adjustment in the next year.

IIC (Leeds Schools) Fund Investment Limited

Notes to the financial statements for the year ended 30 June 2020 (*continued*)

2. Profit on ordinary activities before taxation

The fees for taxation services and for the statutory audit of the Group for 2020 payable to Johnston Carmichael LLP (2019: RSM UK Audit LLP) have been borne by a group undertaking.

3. Staff costs and directors' remuneration

The directors received no emoluments in respect of their services to the Group during the year (2019: £nil). The Group had no employees during the year (2019: no employees).

4. Interest receivable and similar income

	2020	2019
	£	£
Bank interest receivable	409	287
Interest and fees receivable on intercompany loan	822,021	1,153,241
Loan issue costs receivable	15,801	14,445
	838,231	1,167,973

5. Interest payable and similar charges

	2020	2019
	£	£
Amortisation of debt issue costs	15,801	14,445
Interest and fees payable on intercompany loan	808,867	1,135,909
	824,668	1,150,354

IIC (Leeds Schools) Fund Investment Limited

Notes to the financial statements for the year ended 30 June 2020 (*continued*)

6. Taxation

a) Tax on profit on ordinary activities	2020	2019
	£	£
Current tax:		
UK corporation tax on profit for the year	2,564	3,341
Total current tax	2,564	3,341
Tax on profit on ordinary activities	2,564	3,341

No tax was recognised through other comprehensive income, or directly in equity.

b) Tax reconciliation	2020	2019
	£	£
Profit on ordinary activities before taxation	13,496	17,582
Taxation using standard UK rate of 19% (2019: 19%)	2,564	3,341
Total tax charge for the year	2,564	3,341

c) Factors that may affect future tax charges

There are no factors that may affect future tax charges

IIC (Leeds Schools) Fund Investment Limited

Notes to the financial statements for the year ended 30 June 2020 (*continued*)

7. Investments

Group

Loan stock in:	2020	2019
Investors in the Community (Leeds Schools) Limited	£	£
Loan stock part paid	6,482,010	6,646,845
Issue Costs	(193,912)	(209,713)
	6,288,098	6,437,132

Investors in the Community (Leeds Schools) Limited is a company registered in England and Wales and its principal activity is the development, construction and facilities management operation of five new secondary schools and one new primary school under a private finance initiative ("PFI") with Leeds City Council (the project). The Group owns 100% of the loan stock in Investors in the Community (Leeds Schools) Limited, which has an interest coupon of 12.5%.

Capital returns of £164,835 were made during the year (2019: £221,778). Capital returns due to be made in the next 12 months are £82,917 (2019: £164,835).

Company

Loan stock in:	2020	2019
Investors in the Community (Leeds Schools) Subdebt Limited	£	£
Loan stock part paid	6,482,010	6,646,845
Issue Costs	(193,912)	(209,713)
	6,288,098	6,437,132

Equity Investment in:	£	£
Investors in the Community (Leeds Schools) Subdebt Limited		
1 £1 ordinary share representing 100% of issued share capital of the company	1	1
	1	1
	6,288,099	6,437,133

Investors in the Community (Leeds Schools) Subdebt Limited, is a company registered in England and Wales and its principal activity is that of an intermediate investment company. Investors in the Community (Leeds Schools) Subdebt Limited ultimately invests, in the form of loan stock, in Investors in the Community (Leeds Schools) Limited, which is involved in the development, construction and facilities management operation of five new secondary schools and one new primary school under a private finance initiative ("PFI") with Leeds City Council (the project). The loan stock in Investors in the Community (Leeds Schools) Subdebt Limited has an interest rate coupon 12.4%.

IIC (Leeds Schools) Fund Investment Limited

Notes to the financial statements for the year ended 30 June 2020 (*continued*)

8. Debtors: amounts falling due within one year

Group

	2020	2019
	£	£
Accrued income	202,563	268,425

The accrued income represents interest accrued on the loan stock investment in Investors in the Community (Leeds Schools) Limited.

Company

	2020	2019
	£	£
Accrued income	200,942	266,396

The accrued income represents interest accrued on the loan stock investment in Investors in the Community (Leeds Schools) Subdebt Limited.

9. Creditors

Group

	2020	2019
	£	£
Amounts falling due within one year:		
Amounts owed to group undertakings	67,116	163,820
Corporation tax	2,555	3,331
Accruals and deferred income	199,322	264,369
	268,993	431,520
Amounts falling due after more than one year:		
Amounts owed to group undertakings	6,220,982	6,286,743
	6,220,982	6,286,743

IIC (Leeds Schools) Fund Investment Limited

Notes to the financial statements for the year ended 30 June 2020 (*continued*)

10. Creditors (continued)

Company

	2020	2019
	£	£
Amounts falling due within one year:		
Amounts owed to group undertakings	67,116	157,117
Corporation tax	1,309	1,694
Accruals and deferred income	199,322	264,369
	267,747	423,180
Amounts falling due after more than one year:		
Amounts owed to group undertakings	6,220,982	6,286,743
	6,220,982	6,286,743

11. Interest bearing loans and borrowings

Group

	2020	2019
	£	£
Amounts owed to group undertakings	6,288,098	6,437,132
	6,288,098	6,437,132
Maturity of financial liabilities		
In one year or less	82,917	164,835
In more than one year, but not more than two years	101,898	82,917
In more than two years, but not more than five years	379,620	302,697
In more than five years	5,917,575	6,096,396
	6,482,010	6,646,845
Less: unamortised debt issue costs	(193,912)	(209,713)
	6,288,098	6,437,132

IIC (Leeds Schools) Fund Investment Limited

Notes to the financial statements for the year ended 30 June 2020 (*continued*)

11. Interest bearing loans and borrowings (*continued*)

Company

	2020 £	2019 £
Amounts owed to group undertakings	6,288,098	6,437,132
	6,288,098	6,437,132
Maturity of financial liabilities		
In one year or less	82,917	164,835
In more than one year, but not more than two years	101,898	82,917
In more than two years, but not more than five years	379,620	302,697
In more than five years	5,917,575	6,096,396
	6,482,010	6,646,845
Less: unamortised debt issue costs	(193,912)	(209,713)
	6,288,098	6,437,132

On 7 April 2005, the Company issued £11,750,000 of fixed rate unsecured subordinated loan stock due in 2033 part paid at the amount of £3,157,839. A further £6,832,161 was paid on 2 September 2008. The loan stock had an interest rate of 5.3% during the construction stage of Investors in the Community (Leeds Schools) Limited's project and increased to 12.3% now the project is operational. At the balance sheet date, 100% (2019: 100%) of the loan stock is subscribed for by JLIF Investments Limited.

12. Share capital and reserves

Group and Company

	2020 £	2019 £
Allotted, called up and fully paid		
37,000 Ordinary shares of £1 each	37,000	37,000

Profit and loss reserve

The profit and loss reserve contains the cumulative retained earnings carried forward less distributions to shareholders.

IIC (Leeds Schools) Fund Investment Limited

Notes to the financial statements for the year ended 30 June 2020 (*continued*)

13. Financial Instruments

Group

a) Carrying amounts of financial instruments

The carrying amounts of the financial assets and liabilities include:

	2020	2019
	£	£
Assets measured at amortised cost		
- Accrued income	202,563	268,425
Liabilities measured at amortised cost		
- Trade and other payables	(199,322)	(264,369)
- Amounts owed to group undertakings	(6,288,098)	(6,450,563)
	(6,487,420)	(6,714,932)

b) Financial instruments measured at fair value

There are no financial instruments measured at fair value through profit and loss.

Company

a) Carrying amounts of financial instruments

The carrying amounts of the financial assets and liabilities include:

	2020	2019
	£	£
Assets measured at amortised cost		
- Accrued income	200,942	266,396
Liabilities measured at amortised cost		
- Trade and other payables	(199,322)	(264,369)
- Amounts owed to group undertakings	(6,288,098)	(6,443,860)
	(6,487,420)	(6,708,229)

b) Financial instruments measured at fair value

There are no financial instruments measured at fair value through profit and loss.

IIC (Leeds Schools) Fund Investment Limited

Notes to the financial statements for the year ended 30 June 2020 (*continued*)

14. Related party transactions

At the balance sheet date, the Group was a wholly owned subsidiary of JLIF Investments Limited and has taken advantage of the exemption, under the terms of FRS 102, from disclosing related party transactions with entities that are part of the group headed by JLIF Investments Limited.

No remuneration was paid to key management by the Group during the year.

There were no other related party transactions entered into by the Group during the year.

15. Ultimate controlling party

The Company's ultimate parent is Jura Holdings Limited, a Guernsey registered company owned by a consortium jointly led by funds managed by Dalmore Capital Limited and Equitix Investment Management Limited. Copies of the financial statements are available from the Guernsey registry website. The Directors consider that there is no ultimate controlling entity.

The Company's immediate holding company is Louiseco Limited which is registered at 1 Kingsway, London, WC2B 6AN.

The head of the largest and smallest group for which consolidated financial statements are prepared and of which the Company is a member is IIC (Leeds Schools) Fund Investment Limited. The consolidated financial statements of this group are available to the public and may be obtained from the Company Secretary, Company Secretary, Broad Quay House (Third Floor), Prince Street, Bristol, BS1 4DJ.