

FRA ENTERPRISES LTD

Annual report and Financial Statements For the year ended 31 July 2017



FRA Enterprises Limited, a company limited by guarantee, registered in England and Wales
Registered no: 6793904

Registered office: 15 Gresse Street, London W1T 1QL

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FRA ENTERPRISES LTD

KEY MANAGEMENT PERSONNEL, BOARD OF GOVERNORS AND PROFESSIONAL ADVISERS

Directors

Mrs Kim Longman, Director
Mr Lee Lucas, Director

Company Secretary

Mr G Cooper acted as Clerk to the Company throughout the period.

Professional advisers

Financial statements auditors and reporting accountants:

PricewaterhouseCoopers LLP
1 Hardman Square
Manchester
M3 3EB

Internal auditors:

MHA MacIntyre Hudson
30-34 New Bridge Street
London EC4V 6BJ

Bankers:

HSBC
2nd floor, 16 King Street,
Covent Garden
London WC2E 8JF

Solicitors:

Bates Wells Braithwaite
10 Queen Street Place
London EC4R 1BE

FRA ENTERPRISES LTD

Directors' report for the year ended 31 July 2017

The directors have pleasure in presenting their report and the audited financial statements for the year ended 31 July 2017.

Principal activities

The principal activities of FRA Enterprises Limited, which is a private company limited by guarantee, are to conduct trading activities with the intention of generating profits that can be donated as gift aid to the parent organisation, Fashion Retail Academy and not be subject to corporation tax.

Review of business

The Statement of Comprehensive Income for the year is set out on page 8.

The company trades under the name of FRA Enterprises Limited.

FRA Enterprises Limited conducts a range of trading activities. In 2016/17, this focused mainly on the renting of rooms and the lecture theatre at 15 Gresse Street; the provision of catering, IT and security to clients, and the teaching of short courses.

FRA Enterprises Limited generated an operating profit in 2016/17 of £1,867 (2015/16:£0) with total income generated of £274,119 (2015/16:£241,803).

The intention is to continue to increase trading activity steadily thereby increasing the profits donated to the Fashion Retail Academy.

Directors' interests

The directors and their families had no beneficial interest in the company at 31 July 2017 (2016:nil).

No director had, during or at the end of the year, a material interest in any contract that was significant to the company's business.

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Directors' report for the year ended 31 July 2017

Statement of the Directors' Responsibilities

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulation.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", 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 profit or loss of the company for that period. In preparing the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 102, have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; 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.

The directors 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.

Provision of information to auditors

So far as each member of the Board is aware, there is no relevant audit information of which the Company's auditors are unaware and each member has taken all the steps that he/she ought to have taken as a member in order to make him/herself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Independent Auditors

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office and a resolution concerning their reappointment will be proposed at the Annual General Meeting.

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

By order of the Board



Graham Cooper
Company Secretary
30 November 2017

FRA ENTERPRISES LTD

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FRA ENTERPRISES LTD ON FINANCIAL STATEMENTS

Our opinion

In our opinion, FRA Enterprises Ltd's financial statements (the "financial statements"):

- give a true and fair view of the state of the company's affairs as at 31 July 2017 and of its result 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.

What we have audited

The financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), comprise:

- the Statement of Financial Position as at 31 July 2017;
- the Statement of Comprehensive Income for the year then ended; and
- the Statement of Changes in Reserves for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law (United Kingdom Generally Accepted Accounting Practice).

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

Opinion on other matter 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.

In addition, in light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we are required to report if we have identified any material misstatements in the Directors' report. We have nothing to report in this respect.

Other matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

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Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

Entitlement to exemptions

Under the Companies Act 2006 we are required to report to you if, in our opinion, the directors were not entitled to: take advantage of the small companies exemption in preparing the Directors' report; and take advantage of the small companies exemption from preparing a strategic report. We have no exceptions to report arising from this responsibility.

Responsibilities for the financial statements and the audit

Our responsibilities and those of the directors

As explained more fully in the Statement of the 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) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors. This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

What an audit of financial statements involves

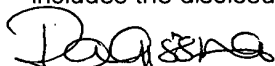
We conducted our audit in accordance with ISAs (UK & Ireland). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. 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.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Annual 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. With respect to the Directors' report, we consider whether this report includes the disclosures required by applicable legal requirements.



Rebecca Gissing (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Manchester
12 December 2017

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Statement of Comprehensive Income for the year ended 31 July 2017

	Note	2017 £	2016 £
TURNOVER			
Continuing operations	2	274,119	241,803
Operating costs		(264,090)	(199,519)
GROSS PROFIT		10,029	42,284
Administrative expenses		(8,162)	(42,284)
OPERATING PROFIT/ RESULT - continuing operations	3	1,867	-
PROFIT/ RESULT ON ORDINARY ACTIVITIES BEFORE TAXATION		1,867	-
Gift aid payment to parent company	12	(1,867)	-
Tax on profit/ result on ordinary activities	13	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	8	-	-

The results relate wholly to continuing activities.

The accompanying notes form part of these financial statements. The company has no other comprehensive income other than that is required/disclosed within the statement of comprehensive income.

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Statement of Changes in Reserves for the year ended 31 July 2017

	Profit and Loss account £	Share Capital £	Total Shareholders Funds £
Balance at 1 August 2016	-	-	-
Total comprehensive income for the year	-	-	-
Balance at 31 July 2017	-	-	-

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Statement of Financial Position as at 31 July 2017

	Note	2017 £	2016 £
CURRENT ASSETS			
Debtors	6	61,096	47,898
Cash at bank and in hand		42,471	112,133
		103,567	160,031
CREDITORS: Amounts falling due within one year	7	(103,567)	(160,031)
NET CURRENT ASSETS		-	-
TOTAL ASSETS LESS CURRENT LIABILITIES		-	-
CAPITAL AND RESERVES			
Profit and Loss account	8	-	-
TOTAL SHAREHOLDERS' FUNDS	9	-	-

The financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006, "The Small Companies and Groups (Accounts and Directors' Report) Regulations 2008.

The financial statements on pages 8 to 14 were approved by the Board of Directors on 30th November 2017 and signed on its behalf by:



Director
Kim Longman



Company Secretary
Graham Cooper

Registered no: 6793904

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Notes to the Financial Statements for the year ended 31 July 2017

1. Accounting Policies

FRA Enterprises Limited is a limited company incorporated and registered in England and Wales under the Companies Act 2006. It is a private company limited by share. Its parent and ultimate holding company is Fashion Retail Academy, incorporated in England and Wales. The address of the registered office and principal place of business is 15 Gresse Street, London W1T 1QL.

These financial statements are presented in Pounds Sterling being the Company's functional and presentational currency.

Basis of Accounting

The company is a wholly controlled subsidiary of Fashion Retail Academy and is included in the consolidated financial statements of Fashion Retail Academy.

The financial statements of the company are prepared under the historical cost convention and in accordance with UK Generally Accepted Accounting Principles (UK GAAP), FRS102 and Companies Act 2006.

The accounting policies have been applied consistently and there has been no prior period re-statement required.

These accounts have been prepared on a going concern basis.

General information

Exemptions for qualifying under FRS102

As a qualifying entity, the company has taken advantage of the following exemptions:

- i) from the requirement to prepare a statement of cash flows as required by paragraph 3.17(d) of FRS 102;
- ii) from the requirement to present certain financial instrument disclosures, as required by sections 11 and 12 of FRS 102;
- iii) from the requirement to present a reconciliation of the number of shares outstanding at the beginning and end of the period as required by paragraph 4.12(a)(iv) of FRS 102; and
- iv) from the requirement to disclose the key management personnel compensation in total as required by paragraph 33.7 of FRS 102.

Turnover

Turnover represents the amounts derived from the provision of goods and services to customers during the year. Revenue is recognised in the appropriate period in which the activity took place.

Cashflow Statement

The Company has taken the exemption available under FRS102 not to publish a cashflow statement because it is a wholly owned subsidiary undertaking of Fashion Retail Academy Ltd which publishes a consolidated cashflow statement.

Critical accounting estimates and judgements

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, revenue and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are continually evaluated and are based on historical experience and other factors, including expectations of future events that are reasonable under the circumstances.

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Notes to the Financial Statements for the year ended 31 July 2017 (continued)

1. Accounting Policies (continued)

Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

There are no judgements and estimates that have a significant effect on amounts recognised in the financial statements.

2. Turnover

	2017	2016
	£	£
Short courses	170,640	109,621
Venue Hire	52,843	92,182
Apprenticeship	51,359	40,000
Other commercial activities	28	-
	274,869	241,803

All revenue is generated in the UK.

3. Operating Profit /Result

	2017	2016
	£	£
Operating profit/result is stated after charging:		
Auditors' remuneration for the audit of the Financial statements	2,056	3,165
	2,056	3,165

4. Remuneration Of Directors

The directors are the Chair and Principal of Fashion Retail Academy (the parent undertaking) and they receive no remuneration from FRA Enterprises Limited, all costs are borne by Fashion Retail Academy (2015/16: Nil).

5. Employees

The Company has no employees (2015/16: none).

6. Debtors

	2017	2016
	£	£
Amounts owed by group undertakings	-	6,136
Other debtors	61,096	41,762
	61,096	47,898

The amounts owed by group undertakings are interest free and repayable on demand.

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Notes to the Financial Statements for the year ended 31 July 2017 (continued)

7. Creditors: amounts falling due within one year

	2017	2016
	£	£
Trade creditors	7,260	17,819
Amounts owed to group undertakings	72,166	136,277
Amount owed to group undertakings as Gift Aid	1,969	-
Other creditors	22,171	5,935
	<u>103,567</u>	<u>160,031</u>

The amounts owed to group undertakings are interest free and repayable on demand.

8. Profit and Loss Account

	2017	2016
	£	£
1 August	-	-
Result for the financial year	-	-
31 July	<u>-</u>	<u>-</u>

9. Reconciliation of Movements in Total Shareholders' Funds

	2017	2016
	£	£
Result for the financial year	-	-
Opening total shareholders' funds	-	-
Closing total shareholders' funds	<u>-</u>	<u>-</u>

10. Parent Undertaking

The company is a wholly owned subsidiary of the Fashion Retail Academy, which is the controlling party. Fashion Retail Academy is the parent undertaking of the largest group of undertakings to consolidate these financial statements at 31 July 2017. The consolidated financial statements of Fashion Retail Academy are available from 15 Gresse St, Fitzrovia, London W1T 1QL.

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Notes to the Financial Statements for the year ended 31 July 2017 (continued)

11. Related Party disclosures

As the company is a wholly owned subsidiary of Fashion Retail Academy the Company has applied the exemptions permitted under FRS102 and has not disclosed transactions entered into with wholly owned subsidiary undertakings. There are no other related party transactions.

12. Corporation Tax	2017	2016
	£	£
Profit/result on ordinary activities before taxation	1,867	-
Gift Aid to Fashion Retail Academy	(1,867)	-
Result for the financial year	-	-

13. Tax on profit/result on ordinary activities	2017	2016
	£	£
UK Corporation Tax on profit/result on ordinary activities for the year	-	-

Tax Reconciliation	2017	2016
	£	£
Profit/result on ordinary activities before taxation	1,867	-
Gift Aid to Fashion Retail Academy	(1,867)	-
Total tax charge for the year	-	-