

Registered number  
SC354499

Capital for Enterprise (GP) Limited  
Annual Report and Financial Statements  
for the year ended 31 March 2021



**Capital for Enterprise (GP) Limited**  
**Annual Report and Financial Statements**  
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**Capital for Enterprise (GP) Limited**  
**Company Information**

**Directors**

K D Cooper  
R J Cawdron

**Secretary**

D G Campbell

**Bankers**

National Westminster Bank plc  
250 Bishopsgate  
London  
EC2M 4AA

**Registered office**

50 Lothian Road  
Festival Square  
Edinburgh  
EH3 9WJ

**Registered number**

SC354499

**Capital for Enterprise (GP) Limited****Registered number:** SC354499**Directors' Report**

The Directors present their Annual Report and Financial Statements for the year ended 31 March 2021.

**Principal activities and review of the business**

The principal activity of the Company is to act as General Partner to the Capital for Enterprise Fund LP (the Fund).

As General Partner it has undertaken the administration of the Capital for Enterprise Fund in accordance with the Limited Partnership Agreement between the Company, Capital for Enterprise Fund LP and the limited partners of the Fund.

The Fund entered liquidation on 23 March 2016. Capital for Enterprise Fund Managers Limited was appointed Liquidating Trustee and, except in the case of three investments, realised the value of the Fund portfolio. The remaining investments were distributed in-specie to the Limited Partners, together with most of the realisation proceeds to leave a small cash balance available to meet liquidation expenses. The Fund was formally dissolved on 1 February 2021.

Following the Fund's dissolution it is anticipated that the Company's activities will cease within twelve months from the date of signing the Statement of Financial Position and therefore the Company is no longer a going concern. The accounts have been prepared on a breakup basis, however, given the nature of the remaining assets and liabilities that the Company holds no adjustments have had to be made to adopt this basis.

*The Company is controlled by British Business Bank plc, a company incorporated in England and Wales. The internal control procedures implemented by the group and the remuneration paid to the Directors of this company are disclosed in the consolidated accounts of British Business Bank plc which are available from Companies House.*

**Results**

The total comprehensive income for the year after taxation amounted to a profit of £6,137 (2020: loss of £60).

**Small company provisions**

This report has been prepared in accordance with the provisions in Part 15 of the Company Act 2006 applicable to companies subject to the small companies regime.

**Directors**

The following persons served as directors during the year:

K D Cooper  
R J Cawdron

This report was approved by the Board on 29 November 2021 and signed on its behalf by:



K D Cooper  
Director

**Capital for Enterprise (GP) Limited****Registered number:** SC354499**Statement of Directors' Responsibilities**

The Directors are responsible for preparing the annual report and financial statements in accordance with applicable law and regulations.

Under company law the Directors are required to prepare the financial statements in accordance with recognised accounting standards. The Directors have chosen to adopt International Financial Reporting Standards (IFRSs) and Article 4 of the International Accounting Standards (IAS) Regulation which is consistent with the accounting treatment adopted by the parent company. 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 these financial statements, IAS 1 requires that Directors:

- properly select and apply accounting policies;
- present information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information;
- provide additional disclosures when compliance with the specific requirements in IFRSs are insufficient to enable users to understand the impact of particular transactions, other events and conditions on the entity's financial position and financial performance; and
- make an assessment of the Company's ability to continue as a going concern.

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.

Legislation in the United Kingdom (UK) governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

**Directors' responsibility statement**

We confirm that to the best of our knowledge:

- the financial statements, prepared in accordance with the IFRS, give a true and fair view of the assets, liabilities, financial position and profit or loss of the Company; and
- the annual report and financial statements, taken as a whole, are fair, balanced and understandable and provide the information necessary for shareholders to assess the Company's performance, business model and strategy.

Approved by the board on 29 November 2021 and signed on its behalf by;



K D Cooper  
Director

**Capital for Enterprise (GP) Limited**  
**Statement of Comprehensive Net Income**  
**for the year ended 31 March 2021**

	Notes	2021 £	2020 £
Administrative expenses		(978)	(60)
<b>Operating loss</b>		<b>(978)</b>	<b>(60)</b>
Loss on revaluation of investment assets		(31)	-
<b>Loss on ordinary activities before taxation</b>		<b>(1,009)</b>	<b>(60)</b>
Tax on loss on ordinary activities	3	7,146	-
<b>Profit/(loss) after tax</b>		<b>6,137</b>	<b>(60)</b>
Other comprehensive income		-	-
<b>Total comprehensive profit/(loss)</b>		<b>6,137</b>	<b>(60)</b>

All amounts relate to discontinued operations.

The notes on pages 8 to 11 form part of these Financial Statements.

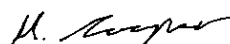
**Capital for Enterprise (GP) Limited**  
**Statement of Financial Position**  
**as at 31 March 2021**

	Notes	2021 £	2020 £
<b>Non-current assets</b>			
Investments	4	-	-
<b>Current assets</b>			
Cash at bank		19,366	20,344
<b>Total assets</b>		19,366	20,344
<b>Non-current liabilities</b>			
Deferred taxation	5	-	(7,146)
<b>Net assets</b>		<u>19,366</u>	<u>13,198</u>
<b>Capital and reserves</b>			
Called up share capital	6	1	1
Retained earnings		19,365	13,228
<b>Total equity</b>		<u>19,366</u>	<u>13,229</u>

For the financial year in question, the Company was entitled to exemption from audit under section 479a of the Companies Act 2006. No members have required the Company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006. The Directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

The Financial Statements have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime.

The Financial Statements (company number SC354499) were approved and authorised for issue by the Board on 29 November 2021 and have been signed on its behalf by:



K D Cooper  
Director

The notes on pages 8 to 11 form part of these Financial Statements.

**Capital for Enterprise (GP) Limited**  
**Statement of Changes in Equity**  
**for the year ended 31 March 2021**

	Share capital	Retained earnings	Total
	£	£	£
<b>At 1 April 2019</b>	1	13,288	13,289
Loss for the financial year	-	(60)	(60)
<b>At 31 March 2020</b>	<u>1</u>	<u>13,228</u>	<u>13,229</u>
 <b>At 1 April 2020</b>	 1	 13,228	 13,229
Profit for the financial year	-	6,137	6,137
<b>At 31 March 2021</b>	<u>1</u>	<u>19,365</u>	<u>19,366</u>

The notes on pages 8 to 11 form part of these Financial Statements.



**Capital for Enterprise (GP) Limited**  
**Statement of Cash Flows**  
**for the year ended 31 March 2021**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Cash flows from operating activities</b>		
Net operating loss before tax	(978)	(60)
Cash outflow from operating activities	<u>(978)</u>	<u>(60)</u>
<b>Net cash outflow</b>		
Cash outflow operating activities	(978)	(60)
<b>Movement in cash and cash equivalents in the year</b>	(978)	(60)
Cash and cash equivalents at beginning of the year	<u>20,344</u>	<u>20,404</u>
<b>Cash and cash equivalents at the end of the year</b>	<u>19,366</u>	<u>20,344</u>
Cash and cash equivalents comprise:		
Cash at bank	<u>19,366</u>	<u>20,344</u>

The notes on pages 8 to 11 form part of these Financial Statements.

**Capital for Enterprise (GP) Limited**  
**Notes to the Financial Statements**  
**for the year ended 31 March 2021**

**1 Summary of significant accounting policies**

***Basis of preparation of financial statements***

The financial statements have been prepared in accordance with International Financial Reporting Standards, the International Financial Reporting Interpretations Committee (IFRIC) Interpretations and those parts of the Companies Act 2006 applicable to companies reporting under IFRS. The financial statements have been prepared under the historical cost convention.

The financial statements are prepared in accordance with the IFRS and Interpretations in force at the reporting date. The Company has not adopted any Standards or Interpretations in advance of the required implementation dates. It is not expected that adoption of Standards or Interpretations which have been issued by the International Accounting Standards Board but have not been adopted will have a material impact on the financial statements.

There have been no areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements.

The Fund entered liquidation on 23 March 2016. Capital for Enterprise Fund Managers Limited was appointed Liquidating Trustee and, except in the case of three investments, realised the value of the Fund portfolio. The remaining investments were distributed in-specie to the Limited Partners, together with most of the realisation proceeds to leave a small cash balance available to meet liquidation expenses. The Fund was formally dissolved on 1 February 2021.

As the Fund was dissolved on 1 February 2021 the Company is no longer a going concern. The accounts have been prepared on a breakup basis, however, given the nature of the remaining assets and liabilities that the Company holds no adjustments have had to be made to adopt this basis.

The functional currency of the Company is pounds sterling and rounding is to the nearest pound.

The reporting period for the financial statements is the financial year ended 31 March 2021. Comparative information relates to the year ended 31 March 2020.

***Revenue***

Revenue comprises the fair value of the consideration received or receivable for services in the ordinary course of the Company's activities.

Revenue is shown net of value added tax.

***Investments***

Investments held as non current assets are shown at cost less provision for impairment.

***Value Added Tax***

Value Added Tax (VAT) is accounted for in the accounts, in that amounts are shown net of VAT.

Irrecoverable VAT is charged to the statement of comprehensive income of the parent company and included under the relevant expenditure heading.

***Cash and cash equivalents***

Cash and cash equivalents includes cash in hand.

**Capital for Enterprise (GP) Limited**  
**Notes to the Financial Statements**  
**for the year ended 31 March 2021**

***Taxation***

Tax on the result for the year comprises current and deferred tax. Tax is recognised in the statement of comprehensive income, except to the extent that it relates to items recognised outside of the statement of comprehensive income, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using the tax rates and tax laws that have been enacted or substantively enacted by the date of the statement of financial position, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the date of the statement of financial position and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.

Deferred tax assets are recognised only to the extent that it is probable future taxable income will be available against which the temporary differences can be utilised.

Deferred tax assets and liabilities are not discounted.

***Retained earnings***

The retained earnings, as shown in the statement of changes in equity, are used to assist with the funding of the ongoing activities of the Company.

**2 Staff costs**

The Company has no employees other than the Directors. The Directors did not receive any emoluments (2020: £nil) for their roles in this Company.

**Capital for Enterprise (GP) Limited**  
**Notes to the Financial Statements**  
**for the year ended 31 March 2021**

<b>3 Taxation</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Current tax expense</b>		
Deferred tax:		
Origination and reversal of timing differences	(7,146)	-
<b>Tax on loss on ordinary activities</b>	<b>(7,146)</b>	<b>-</b>

**Factors affecting tax charge for period**

The tax assessed for the year is lower than the anticipated rate of corporation tax in the UK at 19% (2020: 19%), assuming the deferred tax charge becomes an actual payment. The actual rate may be different at the relevant time and will depend on the overall level of taxable profit in the period. A deferred tax rate of 19% has been used for 2021 (2020: 19%). This is on the basis that the timing differences are unlikely to unwind before 2021 when the rate of corporation tax is due to fall to this level.

The differences are explained below:

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Loss on ordinary activities before tax	(1,009)	(60)
Standard rate of corporation tax in the UK	19%	19%
	<b>£</b>	<b>£</b>
Loss on ordinary activities multiplied by the standard rate of corporation tax	(192)	(11)
Effects of:		
Expenses not deductible for tax purposes	192	11
<b>Current tax (income)/charge for period</b>	<b>-</b>	<b>-</b>

**Factors that may affect future tax charges**

The Company has tax losses carried forward of £1,754,527 (2020: £1,755,445). A deferred tax asset in respect of these losses has not been recognised.

**4 Investments**

	<b>Unlisted investments</b>
	<b>£</b>
<b>Cost or valuation</b>	
At 1 April 2020	31
Revaluation	(31)
<b>At 31 March 2021</b>	<b>-</b>

The investment in Capital for Enterprise Fund LP has been revalued to nil as the Fund was dissolved on 1 February 2021.

**Capital for Enterprise (GP) Limited**  
**Notes to the Financial Statements**  
**for the year ended 31 March 2021**

<b>5 Deferred taxation</b>			<b>2021</b>	<b>2020</b>
			<b>£</b>	<b>£</b>
Short term timing differences			298,271	305,417
Tax losses carried forward			(298,271)	(298,271)
			<u>-</u>	<u>7,146</u>
			<b>2021</b>	<b>2020</b>
			<b>£</b>	<b>£</b>
At 1 April			7,146	7,146
Credited to the profit and loss account			(7,146)	-
At 31 March			<u>-</u>	<u>7,146</u>
<b>6 Share capital</b>				
	<b>Nominal value</b>	<b>2021 Number</b>	<b>2021 £</b>	<b>2020 £</b>
Allotted, called up and fully paid:				
Ordinary shares	£1 each	1	<u>1</u>	<u>1</u>

**7 Events after the reporting date**

There have been no significant events since the end of the year.

**8 Related party transactions**

There are no material transactions with related parties during the year or in prior year in accordance with IAS 24 Related Party Disclosures.

No Director, Board member, key manager or other related party has undertaken any material transactions with the Company during the year.

**9 Ultimate Parent Undertaking and Controlling Party**

In the opinion of the Directors, the Company's parent company is the Capital for Enterprise Limited and the ultimate controlling party is the British Business Bank plc shareholder, the Secretary of State for the Department for Business, Energy and Industrial Strategy. The consolidated financial statements of the Department for Business, Energy and Industrial Strategy are available from the government departments' website at GOV.UK. Copies of the group financial statements of the British Business Bank plc and the financial statements of British Business Finance Limited are available from Companies House, Crown Way, Maindy, Cardiff CF14 3UZ.