

LCB ENTERPRISES LIMITED

Directors Report and Financial Statements

For the year ended 31st July 2019

Company registration number

06973453

LCB ENTERPRISES LIMITED

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LCB ENTERPRISES LIMITED

Company Information

Directors:

| | |
|---------------|---------------------|
| D A Whitehead | |
| D N Pullein | |
| A Iveson | (Resigned 31.12.18) |
| I D Billyard | (Resigned 31.12.18) |
| M Roper | (Appointed 1.6.19) |
| A Kenny | (Appointed 1.6.19) |

Company number 06973453

Registered Office
LCB Enterprises Limited
c/o Leeds College of Building
North Street
Leeds
LS2 7QT

Bankers
NatWest Bank
8 Park Row
Leeds
LS15 5HD

Auditor
Grant Thornton UK LLP
No 1 Whitehall Riverside
Whitehall Road
Leeds
LS1 4BN

LCB ENTERPRISES LIMITED

Directors Report for the year to 31st July 2019

The directors present their report and audited financial statements for the year to 31st July 2019.

Principal activity

The principal activity of the company is the design and build of a new College campus.

Operational Summary

The company was incorporated on 27th July 2009 as LCB Enterprises Limited.

The company commenced trading on 1st August 2009 and its first report was for the year ending 31st July 2010. This report covers the period from 1st August 2018 to 31st July 2019. The next accounting period will be for the year ending 31st July 2020.

Financial Performance

LCB Enterprises Ltd (LCB/E) is a design and build company set up by Leeds College of Building to deliver its accommodation strategy. The company recharges all Capital build costs to the College and makes a small loss due to administration costs.

Directors of the company

D A Whitehead
D N Pullein
M Roper
A Kenny

This report has been prepared in accordance with the special provisions for small companies under Section 415A of the Companies Act 2006.

This report was approved by the Board on 17th December 2019 and signed on its behalf by:

LCB ENTERPRISES LIMITED

Director



D A Whitehead

LCB ENTERPRISES LIMITED

Directors' responsibilities statement

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 and profit or loss of the company for that period.

In preparing these 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;
- 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.

The directors confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- the directors have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Director



D A Whitehead

17 December 2019

Independent auditor's report to the members of LBC Enterprises Limited

Opinion

We have audited the financial statements of LCB Enterprises Limited (the 'company') for the year ended 31st July 2019 which comprise the income statement, the balance sheet 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 company's affairs as at 31st July 2019 and of its loss 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 company 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 company'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 Directors report set out on pages 2 and 3, 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.

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 under the Companies Act 2006

In the light of the 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 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 prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the strategic report

Responsibilities of directors for the financial statements

As explained more fully in the directors' responsibilities statement set out on page 3, 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 company'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 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

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.

Grant Thornton UK LLP

Deborah Watson BSc (Hons) FCA

Senior Statutory Auditor

for and on behalf of Grant Thornton UK LLP

Statutory Auditor, Chartered Accountants

Leeds

19 December 2019

LCB ENTERPRISES LIMITED

Income Statement for the year to 31st July 2019

| | | 2019 | 2018 |
|--|--------------|----------------|----------------|
| | <i>Notes</i> | £ | £ |
| Turnover | | 5,687,847 | 4,803,760 |
| Cost of Sales | | (5,687,847) | (4,803,760) |
| Gross Profit | | - | - |
| Administrative expenses | 4 | (2,413) | (2,245) |
| Operating Loss | 5 | (2,413) | (2,245) |
| Interest payable and similar charges | | - | - |
| Loss on ordinary activities before taxation | | (2,413) | (2,245) |
| Tax on loss on ordinary activities | 7 | - | - |
| Loss for the financial period | | (2,413) | (2,245) |

There were no gains and losses other than those shown in the income statement. All results are derived from continuing operations.

The accompanying notes are an integral part of this income statement.

LCB ENTERPRISES LIMITED

Balance Sheet as at 31st July 2019

| | | 2019 | 2018 |
|--|--------------|-----------------|-----------------|
| | <i>Notes</i> | £ | £ |
| Current assets | | | |
| Other debtors | 8 | 234,054 | 15,606 |
| Cash at bank | | 36,368 | 5,360 |
| | | <u>270,422</u> | <u>20,966</u> |
| Creditors - amounts falling due within one year | 9 | (358,988) | (107,118) |
| Net current liabilities | | <u>(88,566)</u> | <u>(86,152)</u> |
| Net liabilities | | <u>(88,566)</u> | <u>(86,152)</u> |
| Capital and reserves | | | |
| Called up share capital | 10 | 100 | 100 |
| Profit and loss account | | (88,666) | (86,252) |
| Shareholders' funds | | <u>(88,566)</u> | <u>(86,152)</u> |

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

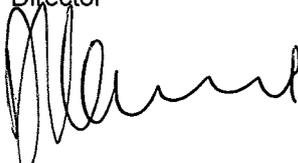
The financial statements were approved by the Board of directors on 17th December 2019 and were signed on its behalf by:

LCB ENTERPRISES LIMITED
Director



D A Whitehead

LCB ENTERPRISES LIMITED
Director



A Kenny

LCB ENTERPRISES LIMITED

Notes to the Financial Statements for the year to 31st July 2019

1. Company information

LCB Enterprises Limited is a company limited by shares and was incorporated in the United Kingdom and is registered at Leeds College of Building, North Street, Leeds, LS2 7QT.

2. Basis of Preparation

These financial statements have been prepared in accordance with applicable United Kingdom accounting standards, including Section 1A of the Financial Reporting Standard 102 (Provision for Small Companies) – ‘the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (‘FRS102’). There were no material departures from the standard. The financial statements have been prepared on the historical cost basis.

The financial statements are presented in Sterling (£).

The Company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS102 “The Financial Reporting Standard applicable in the UK and Republic of Ireland”:

- the requirement to prepare a cash flow under Section 7;
- the requirement to disclose financial instruments under Section 11;
- the requirement to disclose related parties under Section 33.

Going Concern

After reviewing the company’s forecasts and projections, the directors have a reasonable expectation that the entity has adequate resources to continue in operational existence for the foreseeable future being a period of at least 12 months after the date on which the Report and Financial Statements are signed. The entity therefore continues to adopt the going concern basis in preparing its financial statements.

The accounts have been prepared on a going concern basis, despite the net liability position, as a letter of support has been received by the parent College, Leeds College of Building.

3. Accounting Policies

Turnover

Turnover represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers.

Deferred taxation

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes. Deferred taxation is calculated on an un-discounted basis at the tax rates which are expected to apply in the periods when the timing differences will reverse.

4. Administrative Expenses

| | 2019 £ | 2018 £ |
|--|-----------|-----------|
| Administrative expenses include: | | |
| Auditors remuneration for audit services | 2,100 | 2,000 |

5. Operating Loss

There are no charges of depreciation or pension costs in the accounting period.

LCB ENTERPRISES LIMITED

Notes to the Financial Statements for the year to 31st July 2019

6. Directors Remuneration

No Director received any remuneration or other benefits from the company in the accounting period.

7. Taxation

The company has no liability of UK Corporation Tax at the period ending 31st July 2019.

8. Debtors: Amounts falling due within one year

| | 2019 | 2018 |
|--------------------------------|----------------|---------------|
| | £ | £ |
| Unpaid share capital | 100 | 100 |
| Prepayments and accrued income | - | 15,506 |
| Other Debtors | 233,954 | - |
| | <u>234,054</u> | <u>15,506</u> |

9. Creditors - amounts falling due within one year

| | 2019 | 2018 |
|------------------------------|----------------|----------------|
| | £ | £ |
| Trade Payables | 320,942 | - |
| Accruals and prepaid income | 2,100 | 17,505 |
| Inter-company creditor - LCB | 31,204 | 89,613 |
| VAT | 4,742 | - |
| | <u>358,988</u> | <u>107,118</u> |

10. Capital and reserves

| | 2019 | 2018 |
|---|------------|------------|
| | £ | £ |
| Authorised | | |
| 1 Ordinary share of £1 | <u>100</u> | <u>100</u> |
| Allotted, called up and not paid | | |
| 1 Ordinary share of £1 | <u>100</u> | <u>100</u> |

11. Ultimate controlling party

Leeds College of Building holds 100% of the share capital.

During the year three of the Directors of the company were Senior Post holders within Leeds College of Building (a Further Education College established under the Further Education Act 1992).

Through its Directors the Company is effectively controlled by the Governing Body of Leeds College of Building.

12. Related Party Transactions

As permitted by FRS102 (Section 33), transactions which eliminate on consolidation have not been reported as the company is a wholly owned subsidiary of Leeds College of Building, North Street, Leeds LS2 7QT.

