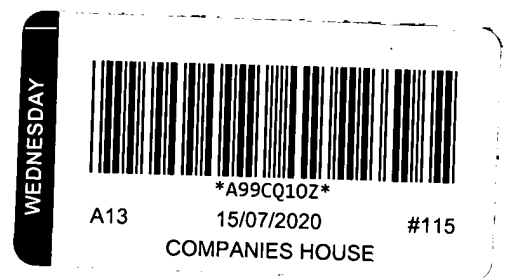


HARLOW EDUCATION CONSORTIUM
(A Company Limited by Guarantee)

UNAUDITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2020



HARLOW EDUCATION CONSORTIUM

COMPANY INFORMATION

| | |
|--------------------------|---|
| Directors | Mrs M C Evans Ms E Bloomfield Mr V Goddard Mr N Coster Ms H Ginger Mr I Kendal Ms C Peden Mr R Smith Mr J Tye |
| Company Secretary | Mr C J Fluskey |
| Registered Number | 05449685 |
| Registered Office | The Study Centre Netteswellbury Farm Harlow Essex CM18 6BW |
| Accountants | Price Bailey LLP Chartered Accountants Causeway House 1 Dane Street Bishop's Stortford Hertfordshire CM23 3BT |

HARLOW EDUCATION CONSORTIUM

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HARLOW EDUCATION CONSORTIUM

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2020

The Directors present their Report and the financial statements for the year ended 31 March 2020.

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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 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 Company and of the surplus or deficit of the Company for that period.

In preparing these financial statements, the Directors are required to:

- select suitable accounting policies for the Company's financial statements and then apply them consistently;
- make judgments 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 to 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.

Directors

The Directors who served during the year were:

Mrs M C Evans
Ms E Bloomfield
Mr V Goddard
Mr N Coster
Ms H Ginger
Mr I Kendal
Ms C Peden
Mr R Smith
Mr J Tye

Small companies note

In preparing this Report, the Directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This Report was approved by the Board and signed on its behalf.



Mr V Goddard (Jul 8, 2020, 12:38pm)
Director

Date: 03 Jul 2020

HARLOW EDUCATION CONSORTIUM

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF HARLOW EDUCATION CONSORTIUM FOR THE YEAR ENDED 31 MARCH 2020

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Harlow Education Consortium for the year ended 31 March 2020 which comprise the Statement of Comprehensive Income, the Balance Sheet and the related notes from the Company accounting records and from information and explanations you have given to us.

As a member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew.com/en/members/regulations-standards-and-guidance/.

This Report is made solely to the Board of Directors of Harlow Education Consortium, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Harlow Education Consortium and state those matters that we have agreed to state to you in this Report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Harlow Education Consortium and its Board of Directors, as a body, for our work or for this Report.

It is your duty to ensure that Harlow Education Consortium has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the Company's assets, liabilities, financial position and loss. You consider that Harlow Education Consortium is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or review of the financial statements of Harlow Education Consortium. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

We draw your attention to note 2.3 in the Financial Statements which discloses and explains the Director's assessment of the going concern position of the company.

Price Bailey LLP
Chartered Accountants
Causeway House
1 Dane Street
Bishop's Stortford
Hertfordshire
CM23 3BT
3 July 2020

HARLOW EDUCATION CONSORTIUM

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 MARCH 2020

| | 2020 £ | 2019 £ |
|--|-----------------|-----------------|
| Turnover | 360,052 | 446,408 |
| Direct expenditure | (233,780) | (346,154) |
| GROSS PROFIT | 126,272 | 100,254 |
| Administrative expenses | (192,692) | (184,637) |
| OPERATING LOSS | (66,420) | (84,383) |
| Interest receivable and similar income | 587 | 1,017 |
| Tax on loss | (898) | (193) |
| LOSS FOR THE FINANCIAL YEAR | (66,731) | (83,559) |

There was no other comprehensive income for 2020 (2019 - £NIL).

The notes on pages 5 to 10 form part of these financial statements.

HARLOW EDUCATION CONSORTIUM
REGISTERED NUMBER: 05449685

BALANCE SHEET
AS AT 31 MARCH 2020


| | Note | | 2020 £ | 2019 £ |
|--|------|----------------|----------------|----------------|
| CURRENT ASSETS | | | | |
| Debtors: amounts falling due within one year | 5 | 22,681 | 24,767 | |
| Cash at bank and in hand | 6 | 220,672 | 291,616 | |
| | | <u>243,353</u> | <u>316,383</u> | |
| Creditors: amounts falling due within one year | 7 | (35,236) | (41,535) | |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>208,117</u> | <u>274,848</u> |
| NET ASSETS | | | <u>208,117</u> | <u>274,848</u> |
| CAPITAL AND RESERVES | | | | |
| Profit and loss account | | | <u>208,117</u> | <u>274,848</u> |
| | | | <u>208,117</u> | <u>274,848</u> |

The Directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and Members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The Directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the Board and were signed on its behalf by:


 Mr V Goddard (Jul 3, 2020, 12:38pm)
Mr V Goddard
 Director

Date: 03 Jul 2020

The notes on pages 5 to 10 form part of these financial statements.

HARLOW EDUCATION CONSORTIUM

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

1. GENERAL INFORMATION

Harlow Education Consortium is a Company limited by guarantee without shares and incorporated in England and Wales. The address of the registered office is The Study Centre, Netteswellbury Farm, Harlow, Essex, CM18 6BW.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006 (FRS 102).

The Company's functional and presentational currency is Pounds Sterling

The following principal accounting policies have been applied:

2.2 INCOME

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

2.3 GOING CONCERN

Following the year end the company has been unaffected by restrictions imposed by the UK Government in response to the COVID-19 pandemic.

The Directors consider that the resources available to the Company will be sufficient for it to be able to continue as a going concern during the restrictions and once the restrictions are lifted. However, there is a high level of uncertainty about how long the restrictions will last and the level of demand once the restrictions have ended which could affect this assessment. The financial statements do not contain any adjustments that would be required if the Company were not able to continue as a going concern.

2.4 TANGIBLE FIXED ASSETS

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

HARLOW EDUCATION CONSORTIUM

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

2. ACCOUNTING POLICIES (CONTINUED)

2.4 TANGIBLE FIXED ASSETS (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using both the straight-line method and the reducing balance method.

Depreciation is provided on the following basis:

| | |
|------------------------|------------------------|
| Leasehold improvements | - 20% straight line |
| Motor vehicles | - 33% reducing balance |
| Fixtures & fittings | - 33% reducing balance |

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

2.5 DEBTORS

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.6 CASH AND CASH EQUIVALENTS

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.7 FINANCIAL INSTRUMENTS

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors.

2.8 CREDITORS

Short term creditors are measured at the transaction price. Other financial liabilities are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.9 OPERATING LEASES: THE COMPANY AS LESSEE

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the lease term.

HARLOW EDUCATION CONSORTIUM

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

2. ACCOUNTING POLICIES (CONTINUED)

2.10 PENSIONS

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.11 INTEREST INCOME

Interest income is recognised in profit or loss using the effective interest method.

2.12 TAXATION

Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

3. EMPLOYEES

The average monthly number of employees, including Directors, during the year was 4 (2019 - 4).

HARLOW EDUCATION CONSORTIUM

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

4. TANGIBLE FIXED ASSETS

| | Leasehold Improvements £ | Motor vehicles £ | Fixtures & fittings £ | Total £ |
|--------------------------|--------------------------------|------------------------|-----------------------------|------------|
| COST OR VALUATION | | | | |
| At 1 April 2019 | 67,247 | 10,165 | 45,467 | 122,879 |
| At 31 March 2020 | 67,247 | 10,165 | 45,467 | 122,879 |
| DEPRECIATION | | | | |
| At 1 April 2019 | 67,247 | 10,165 | 45,467 | 122,879 |
| At 31 March 2020 | 67,247 | 10,165 | 45,467 | 122,879 |
| NET BOOK VALUE | | | | |
| At 31 March 2020 | - | - | - | - |
| At 31 March 2019 | - | - | - | - |

5. DEBTORS

| | 2020 £ | 2019 £ |
|--------------------------------|-----------|-----------|
| Trade debtors | 8,572 | 12,819 |
| Other debtors | 10,000 | 7,936 |
| Prepayments and accrued income | 4,109 | 4,012 |
| | 22,681 | 24,767 |

6. CASH AND CASH EQUIVALENTS

| | 2020 £ | 2019 £ |
|--------------------------|-----------|-----------|
| Cash at bank and in hand | 220,672 | 291,616 |

HARLOW EDUCATION CONSORTIUM

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

7. CREDITORS: Amounts falling due within one year

| | 2020 £ | 2019 £ |
|------------------------------|---------------|---------------|
| Trade creditors | 12,651 | 18,339 |
| Corporation tax | 112 | 193 |
| Other creditors | - | 345 |
| Accruals and deferred income | 22,473 | 22,658 |
| | <u>35,236</u> | <u>41,535</u> |

8. COMPANY STATUS

The Company is a private company limited by guarantee and consequently does not have share capital. Each of the Members is liable to contribute an amount not exceeding £10 towards the assets of the Company in the event of liquidation.

9. PENSION COMMITMENTS

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £3,480 (2019 - £2,024). Contributions totalling £NIL (2019 - £345) were payable to the fund at the balance sheet date and are included in creditors.

10. COMMITMENTS UNDER OPERATING LEASES

At 31 March 2020 the Company had future minimum lease payments under non-cancellable operating leases as follows:

| | 2020 £ | 2019 £ |
|--|------------|-----------|
| Not later than 1 year | 4,970 | 4,946 |
| Later than 1 year and not later than 5 years | <u>247</u> | <u>-</u> |

HARLOW EDUCATION CONSORTIUM

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

11. RELATED PARTY TRANSACTIONS

| | 2020 £ | 2019 £ |
|---|-----------|-----------|
| During the year the company sold goods from entities under common control | | |
| Transactions during the period | 124,451 | 117,404 |
| Amount due from them at year end | 3,506 | 4,540 |
| During the year the company purchased goods from entities under common control | | |
| Transactions during the period | 2,143 | 21,728 |
| Amount due to them at year end | 1,193 | 1,100 |

12. CONTROLLING PARTY

The controlling parties are the Members liable to contribute an amount not exceeding £10 towards the assets of the Company in the event of liquidation.