
GRIMSBY COLLEGE TRADING LIMITED

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2023

GRIMSBY COLLEGE TRADING LIMITED

COMPANY INFORMATION

Director	Ann Margaret Hardy
Registered number	03059910
Registered office	C/O TEC Partnership Nuns Corner Lacey Road Grimsby DN34 5BQ
Independent auditor	Mazars LLP Park View House 58 The Ropewalk Nottingham NG1 5DW
Tax Advisers	Mazars LLP Park View House 58 The Ropewalk Nottingham NG1 5DW
Bankers	Santander Bank PLC 298 Deansgate Manchester M3 4HH
Solicitors	Eversheds Sutherland Bridgewater Place Water Lane Leeds LS11 5DR

GRIMSBY COLLEGE TRADING LIMITED

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GRIMSBY COLLEGE TRADING LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 JULY 2023

The director presents her report together with the audited financial statements for the year ended 31 July 2023.

Principal activity

The principle activity of the Company is the provision of transport services to local organisations and to its parent undertaking, The TEC Partnership.

Business review

The Director is satisfied with the performance of the company and with its financial position at 31 July 2023. The company will continue with the same activities for the foreseeable future.

Results and dividends

The surplus for the year, after taxation, amounted to £104,326 (2022 - £41,018).

The surplus will be gift aided to The TEC Partnership.

Going Concern

As the transportation of students is vital to the ongoing success and viability of TEC Partnership, the Director has a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Director

The director who served during the year was:

Ann Margaret Hardy

Disclosure of information to auditor

The director at the time when this Director's Report is approved has confirmed that:

- so far as she is aware, there is no relevant audit information of which the Company's auditor is unaware, and
- she has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Director's Indemnities

As permitted by the Articles of Association, the Director has the benefit of an indemnity, the cost of which is borne by its parent, The TEC Partnership, which is a qualifying third party indemnity provision as defined by Section 234 of the Companies Act 2006. The indemnity was in force throughout the last financial year and is currently in force. The Company's parent also purchased and maintained throughout the financial year Director's and Officer's liability insurance in respect of the Company and its Director.

GRIMSBY COLLEGE TRADING LIMITED

**DIRECTOR'S REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023**

Director's responsibilities statement

The director is responsible for preparing the Director's Report and the audited financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare audited financial statements for each financial year. Under that law the director has elected to prepare the audited 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 director must not approve the audited financial statements unless she is 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 audited financial statements, the director is 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 audited financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The director is 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 her to ensure that the audited financial statements comply with the Companies Act 2006. She is 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.

Small companies note

In preparing this report, the Director has taken advantage of the small companies exemptions provided by Section 415A and 415B of the Companies Act 2006 in the requirement to provide a Strategic Report.

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

This report was approved by the board on 12th December 2023 and signed on its behalf.



Ann Hardy
Director

GRIMSBY COLLEGE TRADING LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GRIMSBY COLLEGE TRADING LIMITED

Opinion

We have audited the financial statements of Grimsby College Trading Limited (the 'Company') for the year ended 31 July 2023, which comprise the Statement of Income and Retained Earnings, the Statement of Financial Position and the related notes, 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 31 July 2023 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 Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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

In auditing the financial statements, we have concluded that the director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the director with respect to going concern are described in the relevant sections of this report.

GRIMSBY COLLEGE TRADING LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GRIMSBY COLLEGE TRADING LIMITED (CONTINUED)

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditor's Report thereon. The director is responsible for the other information contained within the Annual Report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

Opinion 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 Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Director's Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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 Director's 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 director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the director was 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 Director's Report and from the requirement to prepare a Strategic Report.

GRIMSBY COLLEGE TRADING LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GRIMSBY COLLEGE TRADING LIMITED (CONTINUED)

Responsibilities of directors

As explained more fully in the Director's Responsibilities Statement set out on page 2, the director is 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 director determines 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 director is 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 director either intends 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the company and its industry, we considered that non-compliance with the following laws and regulations might have a material effect on the financial statements: employment regulation, health and safety regulation, anti-money laundering regulation.

To help us identify instances of non-compliance with these laws and regulations, and in identifying and assessing the risks of material misstatement in respect to non-compliance, our procedures included, but were not limited to:

- Inquiring of management and, where appropriate, those charged with governance, as to whether the company is in compliance with laws and regulations, and discussing their policies and procedures regarding compliance with laws and regulations;
- Inspecting correspondence, if any, with relevant licensing or regulatory authorities;
- Communicating identified laws and regulations to the engagement team and remaining alert to any indications of non-compliance throughout our audit; and
- Considering the risk of acts by the company which were contrary to applicable laws and regulations, including fraud.

We also considered those laws and regulations that have a direct effect on the preparation of the financial statements, such as tax legislation, pension legislation, the Companies Act 2006.

In addition, we evaluated the director's and management's incentives and opportunities for fraudulent manipulation of the financial statements, including the risk of management override of controls, and determined that the principal risks related to posting manual journal entries to manipulate financial performance, management bias through judgments and assumptions in significant accounting estimates, revenue recognition (which we pinpointed to the cut-off assertion) and significant one-off or unusual transactions.

GRIMSBY COLLEGE TRADING LIMITED

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GRIMSBY COLLEGE TRADING LIMITED
(CONTINUED)**

Our audit procedures in relation to fraud included but were not limited to:

- Making enquiries of the director and management on whether they had knowledge of any actual, suspected or alleged fraud;
- Gaining an understanding of the internal controls established to mitigate risks related to fraud;
- Discussing amongst the engagement team the risks of fraud; and
- Addressing the risks of fraud through management override of controls by performing journal entry testing.

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management. As with any audit, there remained a risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal controls.

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.



David Hoose (Dec 18, 2023 15:17 GMT)

**David Hoose (Senior Statutory Auditor) for and on behalf of Mazars LLP
Chartered Accountants and Statutory Auditor**

Park View House
58 The Ropewalk
Nottingham
NG1 5DW

Date: Dec 18, 2023

GRIMSBY COLLEGE TRADING LIMITED

**STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED 31 JULY 2023**

	Note	2023 £	2022 £
Turnover		555,896	493,284
Cost of sales		(447,893)	(449,209)
Gross profit		108,003	44,075
Administrative expenses		(3,677)	(3,057)
Operating profit and profit before tax		104,326	41,018
Profit after tax		104,326	41,018
Retained earnings at the beginning of the year		809,133	768,115
		809,133	768,115
Profit for the year		104,326	41,018
Retained earnings at the end of the year		913,459	809,133

The notes on pages 9 to 15 form part of these financial statements.

GRIMSBY COLLEGE TRADING LIMITED
REGISTERED NUMBER: 03059910

STATEMENT OF FINANCIAL POSITION
AS AT 31 JULY 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	8	63,410	92,855
		<u>63,410</u>	<u>92,855</u>
Current assets			
Debtors: amounts falling due within one year	9	1,034,520	721,202
Cash at bank and in hand		16,047	12,369
		<u>1,050,567</u>	<u>733,571</u>
Creditors: amounts falling due within one year	10	(200,516)	(17,291)
Net current assets		<u>850,051</u>	<u>716,280</u>
Total assets less current liabilities		<u>913,461</u>	<u>809,135</u>
Net assets		<u><u>913,461</u></u>	<u><u>809,135</u></u>
Capital and reserves			
Called up share capital	11	2	2
Profit and loss account		913,459	809,133
		<u>913,461</u>	<u>809,135</u>

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 on 12th December 2023.



Ann Margaret Hardy
 Director

The notes on pages 9 to 15 form part of these financial statements.

GRIMSBY COLLEGE TRADING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2023

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

Grimsby College Trading Limited is a private limited company limited by share capital and incorporated and domiciled in England. The address of its registered office and principle place of business is disclosed on the company information page.

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.

The financial statements have been presented in Pound Sterling as this is the currency of the primary economic environment in which the company operates and is rounded to the nearest pound (£).

The following principal accounting policies have been applied:

1.2 TURNOVER

Turnover represents the invoiced value of services provided in the UK exclusive of VAT. In the opinion of the directors, turnover represents one class of business.

1.3 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 Statement of Financial Position. The assets of the plan are held separately from the Company in independently administered funds.

1.4 GOING CONCERN

The Director has a reasonable expectation that the Company has adequate resources available to continue in operational existence for the foreseeable future. The Company therefore continues to adopt the going concern basis in preparing its financial statements.

1.5 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.

GRIMSBY COLLEGE TRADING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2023**

1. ACCOUNTING POLICIES (CONTINUED)

1.5 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 the straight-line method.

Depreciation is provided on the following basis:

Motor vehicles	- 5 Years
Equipment / Fixtures & Fittings	- 5 Years

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.

1.6 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.

1.7 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.

1.8 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, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

All financial assets and liabilities are initially measured at transaction price and subsequently measured at amortised cost.

GRIMSBY COLLEGE TRADING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2023**

**2. JUDGMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION
UNCERTAINTY**

The preparation of the Financial Statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the company's accounting policies.

In preparing the Financial Statements there are no areas that require management to exercise judgment in applying accounting policies.

Tangible fixed assets are depreciated over their useful lives taking into account residual values, where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending on a number of factors. In reassessing asset lives, factors such as technological innovation and maintenance programmes are taken into account. Residual value assessments consider issues such as future market conditions, the remaining life of the asset and projected disposal values.

3. OPERATING PROFIT

The operating profit is stated after charging:

	2023	<i>2022</i>
	£	£
Depreciation	29,445	<i>40,833</i>

4. AUDITOR'S REMUNERATION

The cost of the Auditor remuneration for the year ended 31 July 2023 is borne by the parent entity.

GRIMSBY COLLEGE TRADING LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2023

5. EMPLOYEES

	2023 £	2022 £
Wages and salaries	164,374	149,510
Social security costs	13,746	8,982
Cost of defined contribution scheme	15,884	20,853
	<u>194,004</u>	<u>179,345</u>

The average monthly number of employees during the year was as follows:

	2023 No.	2022 No.
Drivers	3	5
Supervisors	1	1
	<u>4</u>	<u>6</u>

6. DIRECTOR'S REMUNERATION

There is no Director's remuneration.

GRIMSBY COLLEGE TRADING LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2023

7. TAXATION

FACTORS AFFECTING TAX CHARGE FOR THE YEAR

The tax assessed for the year is lower than (*2022 - lower than*) the standard rate of corporation tax in the UK of 19% (*2022 - 19%*). The differences are explained below:

	2023 £	2022 £
Profit on ordinary activities before tax	104,326	41,018
Profit at prevailing rate of 19%	19,822	7,793
Effects of:		
Expenses not deductible for tax purposes (depreciation)	5,595	7,758
Capital allowances for year in excess of depreciation	(711)	(3,670)
Group relief	(24,706)	(11,881)
Total tax charge for the year	-	-

GRIMSBY COLLEGE TRADING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2023**

8. TANGIBLE FIXED ASSETS

	Equipment / Fixtures & Fittings £	Motor vehicles £	Total £
Cost or valuation			
At 1 August 2022	20,336	361,880	382,216
At 31 July 2023	<u>20,336</u>	<u>361,880</u>	<u>382,216</u>
Depreciation			
At 1 August 2022	8,989	280,372	289,361
Charge for the year on owned assets	2,269	27,176	29,445
At 31 July 2023	<u>11,258</u>	<u>307,548</u>	<u>318,806</u>
Net book value			
At 31 July 2023	<u>9,078</u>	<u>54,332</u>	<u>63,410</u>
At 31 July 2022	<u>11,347</u>	<u>81,508</u>	<u>92,855</u>

9. DEBTORS

	2023 £	2022 £
Trade debtors	49,581	6,225
Amounts owed by group undertakings	798,876	698,979
Other debtors	186,063	15,998
	<u>1,034,520</u>	<u>721,202</u>

Amounts owed by Group undertakings are trading balances repayable on demand and are non-interest bearing.

GRIMSBY COLLEGE TRADING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2023**

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	<i>2022</i>
	£	£
Trade creditors	56,699	<i>16,108</i>
Amounts owed to group undertakings	142,124	<i>-</i>
Payroll Creditors	450	<i>450</i>
Other Creditors & Accruals	1,243	<i>733</i>
	200,516	<i>17,291</i>

11. SHARE CAPITAL

	2023	<i>2022</i>
	£	£
Authorised, allotted, called up and fully paid		
2 (2022 - 2) Ordinary shares of £1 each	2	<i>2</i>

12. PARENT UNDERTAKING

The ultimate parent undertaking and controlling party is The TEC Partnership, an exempt charity.

The TEC Partnership is the Parent undertaking of the largest and smallest group of undertakings to consolidate these financial statements at 31 July 2023. The consolidated financial statements of The TEC Partnership are available from Nuns Corner, Grimsby, North East Lincolnshire, DN34 5BQ.

13. RELATED PARTY TRANSACTIONS

The Company is a wholly owned subsidiary of The TEC Partnership. Pursuant to paragraph 33.5 of FRS 102 the Company has not disclosed details of transactions with the Partnership or any of the Partnership's subsidiary undertakings.

14. PENSION COMMITMENTS

Employees at Grimsby College Trading are eligible to participate in a defined combination NEST pension. Both employers and employees contribute 5% and there is no Balance Sheet liability. The contributions made in the year total £15,884 (2022: £20,853) and are included in Cost of defined contribution scheme as per note 5.