

# **Annual report and financial statements Cambridge Arts & Sciences Limited**

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**For the year ended 31 August 2019**

**Company No 085480**

## Offices and professional advisers

**Company registration number**

**085480**

**Registered office**

**Suites 67 The Turvill Building Old Swiss  
19 Cherry Hinton Road  
Cambridge  
England  
CB1 7BX**

**Directors**

**CA J Stacey  
RNiu**

**Independent auditor**

**Deloitte LLP  
1 Station Square  
Cambridge  
CB1 2GA  
United Kingdom**

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## Strategic report

The directors present their strategic report on the company for the year ended 31 August 2022

### Principal activities

The principal activity of the company is the provision of pre-university study programmes to enable domestic and international students to meet the entry requirements for a UK university degree course. From 1 September 2021, the provision of study programmes is on behalf of CGS Administrative Services Limited (CGS).

CAIS Colleges, established in 1982, is a UK-based global group that specialises in the provision of high

## **Strategic report (continued)**

### **Financial key performance indicators**









## **Directors' responsibility statement**

**The directors are responsible for preparing the Annual 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 of the company and of the 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 judgments and accounting estimates that are reasonable and prudent;**
- state whether applicable UK Accounting Standards, comprising FRS 102, have been followed, subject to any material departures disclosed and explained in the financial statements; 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. 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 are responsible for the maintenance and integrity of the corporate and financial information included on the Company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.**



## **Corporate governance and internal control statement (Continued)**

**Risk registers are maintained and reviewed quarterly by the CGS Executive Team. Risk is assessed in the register by assigning a score based on likelihood of a risk multiplied by the impact if that risk occurred. Residual risk is assessed once mitigating actions have been agreed.**

**Risk assessment and internal controls are embedded into the company's ongoing operations. These are based on a framework of regular management information and defined administrative procedures including segregation of duties and a system of delegation and accountability. The following processes are in place to regularly review the company's system of internal control:**





## **Independent auditor's report to the members of Cambridge Arts & Sciences Limited (continued)**

**Extent to which the audit was considered capable of detecting irregularities, including fraud**

**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.**

**We considered the nature of the company's industry and its control environment, and reviewed the company's documentation of its policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management about their own identification and assessment of the**

# **Independent auditor's report to the members of Cambridge Arts & Sciences Limited (continued)**

**Report on other legal and regulatory requirements**

**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 strategic report and the directors' report for the financial year for which**





## Income statement

For the year ended 31 August 2022

	Note	2022 £'000	2021 £'000
Revenue	5	160	1595
Cost of sales		(1308)	(422)
Gross profit		292	1168
Other operating income	6	35	20
Administrative expenses		(197)	(3)
Operating profit	7	130	1185
Profit before taxation		130	48
Tax on profit	10	(3)	(3)
Profit and total comprehensive income for the	8	127	45

## Statement of financial position

As at 31 August 2022

	Note	2022 £'000	Restated 2021 £'000
<b>Fixed assets</b>			
Intangible assets	11	16	-
Tangible assets	12	855	222
Loans to group undertakings	13	5,222	5,256
		<u>5,908</u>	<u>5,228</u>
<b>Current assets</b>			
Debtors amounts due within one year	14	1,029	362
Cash at bank and in hand		994	35
		<u>1,223</u>	<u>407</u>
<b>Creditors amounts falling due within one year</b>	15	<del>(4,535)</del>	<del>(4,616)</del>
<b>Net current liabilities</b>		<del>(3,338)</del>	<del>(3,759)</del>
<b>Total assets less current liabilities</b>		<u>1,679</u>	<u>1,569</u>
<b>Net assets</b>		<u>1,679</u>	<u>1,569</u>
<b>Capital and reserves</b>			
Called up share capital	17	-	-
Profit and loss account	17	1,679	1,569
<b>Shareholders' funds</b>		<u>1,679</u>	<u>1,569</u>

Details of the prior period adjustment can be found in note 20

The financial statements were approved by the directors and authorised for issue and signed on their behalf by

CAJ Stacey  
 Director  
 Company Registration Number: 0854680

K Ashkan  
 O/S Accountable Officer

Date 21 April 2023

21 April 2023

## Statement of cash flows

For the year ended 31 August 2022

	Note	2022 £000	2021 £000
<b>Cash flows from operating activities</b>			
Profit for the year		1080	447
Adjustments for:			
Taxation		316	33
Depreciation		10	12
Withdrawal of assets		(20)	-
Operating profit		<u>1586</u>	<u>692</u>
<b>Movements in working capital:</b>			
Increase in debtors			

## Statement of changes in equity

For the year ended 31 August 2022

	<b>Called up share capital £000</b>	<b>Profit and loss account £000</b>	<b>Total equity £000</b>
<b>At 1 September 2020</b>	-	<b>15202</b>	<b>15202</b>
<b>Profit for the financial year</b>	-	<b>447</b>	<b>447</b>
<b>Total comprehensive income for the financial year</b>	-	<b>447</b>	<b>447</b>



## Notes to the financial statements (continued)

### 3 Summary of significant accounting policies (continued)

#### b) Going concern

The directors have considered the company's financial position taking into account reasonably possible changes in trading performance, including the possible impacts of the cost of living and energy crisis on the company. The company has net assets of £167,290 (2021: £156,900) and net current liabilities of

## **Notes to the financial statements (continued)**

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## Notes to the financial statements (continued)

### 3 Summary of significant accounting policies (continued)

#### p) Financial instruments (continued)

When the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

When the contractual terms of share capital do not have any terms negating the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are credited to equity.

### 4 Critical accounting estimates and judgements

The company makes judgements, estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. In the opinion of the directors, the estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are described below.

#### Critical judgements in applying the Company's accounting policies

There are no critical judgements, apart from those involving estimations (which are dealt with separately below), that the directors have made in the process of applying the Company's accounting policies that have a significant effect on the amounts recognised in the financial statements.

#### Key sources of estimation uncertainty

There are no key assumptions concerning the future, and other key sources of estimation uncertainty at the balance sheet date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.



## Notes to the financial statements (continued)

### 7 Operating profit

Operating profit is stated after charging/(crediting):

	Note	2022 £000	2021 £000
Depreciation of tangible assets	12	170	172
Loss on disposal of assets		3	-
Bad debt provision		-	110
Operating lease costs		5686	5078
Management charges		-	(1,190)
		<u>          </u>	<u>          </u>

### 8 Auditor's remuneration

	2022 £000	2021 £000
Fees payable to the company's auditor for the audit of the company's annual financial statements	<u>          10</u>	<u>          16</u>
Fees payable to the company's auditor in respect of		
Tax compliance services	-	4
All other services	-	1
	<u>          -</u>	<u>          5</u>





## Notes to the financial statements (continued)

### 11 Intangible Assets

	<b>Software</b>	<b>Total</b>
	<b>£000</b>	<b>£000</b>
<b>Cost:</b>		
At 1 September 2021	-	-
Additions	<b>16</b>	<b>16</b>
At 31 August 2022	<b><u>16</u></b>	<b><u>16</u></b>
<b>Accumulated depreciation</b>		
At 1 September 2021	-	-
Charge for the year	-	-
At 31 August 2022	<b><u>-</u></b>	<b><u>-</u></b>
<b>Net book value</b>	<b>Ú</b>	<b>Ú</b>

**Notes to the financial statements (continued)**



## **Notes to the financial statements (continued)**

### **13 Loans to go up undertakings**

**Loans**  
**£000**



## **Notes to the financial statements (continued)**

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## Notes to the financial statements (continued)

### 21 Ultimate controlling party

The immediate parent company is OEG Colleges Limited, a company incorporated in the United Kingdom.

The ultimate controlling parties are Ms Ming Yang and Ms Haiyan Yang by virtue of their controlling interest in the company's ultimate parent undertaking.

Bigt Scholar Education Holdings Limited is the smallest and largest group which prepares publicly available consolidated financial statements that incorporate the results of the company. Bigt Scholar Education Holdings Limited, a company incorporated in the Cayman Islands and listed on the New York Stock Exchange. Copies of the consolidated financial statements may be obtained from the Company's registered address below.

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