

COMPANY REGISTRATION NUMBER 07114831

**MILDMAY COMMUNITY NURSERY LIMITED**  
**COMPANY LIMITED BY GUARANTEE**  
**FINANCIAL STATEMENTS**  
**31 MARCH 2016**



Charity Number 1135043

**N M KHAN & ASSOCIATES LTD**

Chartered Accountants  
1 Bromley Lane  
Chislehurst  
Kent  
BR7 6LH

**MILDMAY COMMUNITY NURSERY LIMITED  
COMPANY LIMITED BY GUARANTEE**

**FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2016**

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# **MILDMAY COMMUNITY NURSERY LIMITED COMPANY LIMITED BY GUARANTEE**

## **TRUSTEES' ANNUAL REPORT**

**YEAR ENDED 31 MARCH 2016**

The trustees, who are also directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2016.

### **REFERENCE AND ADMINISTRATIVE DETAILS**

<b>Registered charity name</b>	Mildmay Community Nursery Limited
<b>Charity registration number</b>	1135043
<b>Company registration number</b>	07114831
<b>Principal office</b>	19-23 Mildmay Park Islington London N1 4NA

#### **The trustees**

The trustees who served the charity during the period were as follows:

A Josa

K Anderson-Tyrrell	(Appointed 1 July 2015)
Z S James	(Appointed 10 February 2016)

C E Amaechi	(Resigned 8 October 2015)
N Frost	(Resigned 1 July 2015)

F Abrams	(Served from 8 October 2015 to 10 February 2016)
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N Reyes Chacon was appointed as a trustee on 15 June 2016.

K Anderson-Tyrrell resigned as a trustee on 15 June 2016.

<b>Secretary</b>	M Aldrige
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### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

#### **Legal Status**

Mildmay Community Nursery Ltd is a registered charity and a company limited by guarantee. It was formed in January 2010. The organisation abides by its constitution and by its company Memorandum and Articles of Association.

#### **Committee**

The Directors/Trustee committee is made up of a Chair, Secretary and Treasurer. The day to day running of the Nursery is carried out by the Manager Ms D Bryne on behalf of the committee.

# **MILDMAY COMMUNITY NURSERY LIMITED COMPANY LIMITED BY GUARANTEE**

## **TRUSTEES' ANNUAL REPORT** *(continued)*

**YEAR ENDED 31 MARCH 2016**

### **OBJECTIVES AND ACTIVITIES**

#### **Principle Activity**

The principle activity of the charity is to provide care and education for children aged between six months and five years, for 48 weeks of the year (Monday to Friday).

#### **Governing Document**

The Nursery's objectives are to enhance the education and development of children under the age of five by providing good quality play, care and education facilities to stimulate and promote positive learning. To provide a warm, welcoming and inclusive environment that encourages children to develop a sense of community, regardless of their race, sex, culture, religion or ability. To provide an environment where parents are actively involved in their child's learning and group activities. The Nursery actively promotes and builds strong links to the wider community.

#### **Public Benefit**

The Public benefits provided by the charity;

Firstly, helping to advance the development and education of children, including those with special educational needs. Secondly, it enables working parents to return to work and parents who wish to return to studies. The Nursery also provides job opportunities for members of the community.

### **ACHIEVEMENTS AND PERFORMANCE**

#### **Accounts**

The Nursery maintains a healthy financial position and we continue to receive new children from within the community.

#### **Fundraising**

The Nursery has not implemented any large fundraising opportunities due to its healthy financial position. However, we have organised smaller events that focus more around parental involvement, such as selling tea towels and children's photographs. The Nursery is also in the process of organising future fundraising opportunities, both large and small.

### **FINANCIAL REVIEW**

#### **Reserves**

The Nursery continues to maintain a healthy reserve account of £152,570.

The purpose of this account is to support the Nursery's contingency plan if anything happens to the Nursery. This amount includes children's deposits of one month's fees and would also cover the running costs (including staff salaries) for four months.

#### **Principle Source of Funds**

The Nursery continues to receive its principle source of funding from children's fees (all fee accounts up to date with no arrears). The Nursery also receives regular additional funding grants from Islington council (to subsidise fees, pay for staff training etc).

The healthy surplus of the Nursery has also enabled us to maintain high quality activities such as regular group trips, children's parties and events, purchasing new toys and equipment.

### **PLANS FOR FUTURE PERIODS**

The Charity plans in the coming financial period to strive to ensure all places in the nursery are taken up to full capacity. Lessons have been learned during this reporting period on the transitional aspect of places when children leave the nursery to go to school or move from one room to another.

# **MILDMAY COMMUNITY NURSERY LIMITED COMPANY LIMITED BY GUARANTEE**

## **TRUSTEES' ANNUAL REPORT** *(continued)*

**YEAR ENDED 31 MARCH 2016**

### **TRUSTEES' RESPONSIBILITIES STATEMENT**

The trustees (who are also the directors of Mildmay Community Nursery Limited for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the trustees 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 charity and the income and expenditure of the charity for that period.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### **INDEPENDENT EXAMINER**

Nila M Khan MA(Cantab) FCA CTA

N M Khan & Associates Ltd. has been re-appointed as independent examiner for the ensuing year.

### **SMALL COMPANY PROVISIONS**

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Registered office:  
19-23 Mildmay Park  
Islington  
London  
N1 4NA

Signed on behalf of the trustees



A Josa  
Trustee

10 October 2016

**MILDMAY COMMUNITY NURSERY LIMITED  
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT EXAMINER'S REPORT TO THE MEMBERS OF  
MILDMAY COMMUNITY NURSERY LIMITED**

**YEAR ENDED 31 MARCH 2016**

I report on the accounts of the charity for the year ended 31 March 2016 which are set out on pages 6 to 12.

**RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND EXAMINER**

The trustees (who are also the directors of Mildmay Community Nursery Limited for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

**BASIS OF INDEPENDENT EXAMINER'S REPORT**

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

**INDEPENDENT EXAMINER'S STATEMENT**

In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 386 of the Companies Act 2006; and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

**MILDMAY COMMUNITY NURSERY LIMITED  
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT EXAMINER'S REPORT TO THE MEMBERS OF  
MILDMAY COMMUNITY NURSERY LIMITED *(continued)***

**YEAR ENDED 31 MARCH 2016**

Nila M Khan MA(Cantab) FCA CTA  
N M Khan & Associates Ltd.  
Independent examiner

1 Bromley Lane  
Chislehurst  
Kent  
BR7 6LH

10 October 2016

**MILDMAY COMMUNITY NURSERY LIMITED  
COMPANY LIMITED BY GUARANTEE**

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE  
INCOME AND EXPENDITURE ACCOUNT)**

**YEAR ENDED 31 MARCH 2016**

	Note	Total Funds 2016 £	Total Funds 2015 £
<b>INCOME AND ENDOWMENTS</b>			
Donations and legacies	2	115,593	114,695
Other trading activities	3	260,683	257,940
Investment income	4	76	79
<b>TOTAL INCOME</b>		<u>376,352</u>	<u>372,714</u>
<b>EXPENDITURE</b>			
Expenditure on raising funds:			
Costs of other trading activities	5	(366,314)	(349,723)
Other expenditure	6	(500)	–
<b>TOTAL EXPENDITURE</b>		<u>(366,814)</u>	<u>(349,723)</u>
<b>NET INCOME AND NET MOVEMENT IN FUNDS FOR THE YEAR</b>	7	9,538	22,991
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward		157,993	135,002
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u>167,531</u>	<u>157,993</u>

The Statement of financial activities includes all gains and losses in the year.

All of the above amounts relate to continuing activities.

The notes on pages 8 to 11 form part of these financial statements.



**MILDMAY COMMUNITY NURSERY LIMITED  
COMPANY LIMITED BY GUARANTEE**

**BALANCE SHEET**

**31 MARCH 2016**

	Note	2016 £	2015 £
<b>FIXED ASSETS</b>			
Tangible assets	10	7,215	8,156
<b>CURRENT ASSETS</b>			
Debtors	11	6,872	5,730
Cash at bank and in hand		180,431	165,718
		<u>187,303</u>	<u>171,448</u>
<b>CREDITORS: Amounts falling due within one year</b>	12	<u>(26,987)</u>	<u>(21,611)</u>
<b>NET CURRENT ASSETS</b>		<b>160,316</b>	<b>149,837</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b><u>167,531</u></b>	<b><u>157,993</u></b>
<b>NET ASSETS</b>		<b><u>167,531</u></b>	<b><u>157,993</u></b>
<b>FUNDS OF THE CHARITY</b>			
Unrestricted income funds	14	<u>167,531</u>	<u>157,993</u>
<b>TOTAL CHARITY FUNDS</b>		<b><u>167,531</u></b>	<b><u>157,993</u></b>

For the year ended 31 March 2016 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Trustees' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements were approved by the members of the committee and authorised for issue on the 10 October 2016 and are signed on their behalf by:

N Reyes Chacon  
Trustee/Director



Company Registration Number: 07114831

The notes on pages 8 to 11 form part of these financial statements.

# MILDMAY COMMUNITY NURSERY LIMITED COMPANY LIMITED BY GUARANTEE

## NOTES TO THE FINANCIAL STATEMENTS

**YEAR ENDED 31 MARCH 2016**

### 1. ACCOUNTING POLICIES

#### Basis of accounting

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets and investments measured at market value. The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015), and the requirements of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015) (SORP 2015).

#### Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment	25%	Reducing balance
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#### Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

### 2. DONATIONS AND LEGACIES

	Unrestricted Funds £	Total Funds 2016 £	Unrestricted Funds £	Total Funds 2015 £
<b>Grants receivable</b>				
Grants receivable- borough council	<u>115,593</u>	<u>115,593</u>	<u>114,695</u>	<u>114,695</u>

### 3. OTHER TRADING ACTIVITIES

	Unrestricted Funds £	Total Funds 2016 £	Unrestricted Funds £	Total Funds 2015 £
Fundraising events	230	230	-	-
Other activities for generating funds - nursery	<u>260,453</u>	<u>260,453</u>	<u>257,940</u>	<u>257,940</u>
	<u>260,683</u>	<u>260,683</u>	<u>257,940</u>	<u>257,940</u>

### 4. INVESTMENT INCOME

	Unrestricted Funds £	Total Funds 2016 £	Unrestricted Funds £	Total Funds 2015 £
Bank interest receivable	<u>76</u>	<u>76</u>	<u>79</u>	<u>79</u>

**MILDMAY COMMUNITY NURSERY LIMITED  
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2016**

**5. COSTS OF OTHER TRADING ACTIVITIES**

	Unrestricted Funds	Total Funds 2016	Unrestricted Funds	Total Funds 2015
	£	£	£	£
Fundraising trading- nursery	<u>366,314</u>	<u>366,314</u>	<u>349,723</u>	<u>349,723</u>

**6. OTHER EXPENDITURE**

	Unrestricted Funds	Total Funds 2016	Unrestricted Funds	Total Funds 2015
	£	£	£	£
Fines & penalties	<u>500</u>	<u>500</u>	<u>-</u>	<u>-</u>

**7. NET INCOMING RESOURCES FOR THE YEAR**

This is stated after charging:

	2016	2015
	£	£
Depreciation	2,404	2,719
Operating lease costs:		
Office Equipment	<u>1,906</u>	<u>936</u>

**Independent Examiner's fees**

The fees charged by the independent examiner can be further analysed under the following headings for services rendered:

	2016	2015
	£	£
Independent Examination Fee	1,050	1,050
Accountancy	<u>3,344</u>	<u>8,627</u>
	<u>4,394</u>	<u>9,677</u>

**8. STAFF COSTS AND EMOLUMENTS**

**Total staff costs were as follows:**

	2016	2015
	£	£
Wages and salaries	268,231	231,644
Social security costs	<u>23,064</u>	<u>27,503</u>
	<u>291,295</u>	<u>259,147</u>

**MILDMAY COMMUNITY NURSERY LIMITED  
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2016**

**8. STAFF COSTS AND EMOLUMENTS** *(continued)*

**Particulars of employees:**

The average number of employees during the year, calculated on the basis of full-time equivalents, was as follows:

	<b>2016</b>	<b>2015</b>
	<b>No.</b>	<b>No.</b>
Number of staff	<b><u>13</u></b>	<b><u>12</u></b>

Number of staff figures include 2 part-time employees, being shown as 1 full-time employee.  
No employee received remuneration of more than £60,000 during the year (2015 - Nil).

**9. TRUSTEE REMUNERATION AND EXPENSES**

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

No trustee expenses have been incurred

**10. TANGIBLE FIXED ASSETS**

	<b>Equipment £</b>
<b>COST</b>	
At 1 April 2015	<b>34,054</b>
Additions	<b><u>1,463</u></b>
<b>At 31 March 2016</b>	<b><u>35,517</u></b>
<b>DEPRECIATION</b>	
At 1 April 2015	<b>25,898</b>
Charge for the year	<b><u>2,404</u></b>
<b>At 31 March 2016</b>	<b><u>28,302</u></b>
<b>NET BOOK VALUE</b>	
<b>At 31 March 2016</b>	<b><u>7,215</u></b>
At 31 March 2015	<b><u>8,156</u></b>

**11. DEBTORS**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Trade debtors	<b>5,046</b>	<b>4,166</b>
Other debtors	<b>750</b>	<b>—</b>
Prepayments	<b><u>1,076</u></b>	<b><u>1,564</u></b>
	<b><u>6,872</u></b>	<b><u>5,730</u></b>

**MILDMAY COMMUNITY NURSERY LIMITED  
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2016**

**12. CREDITORS: Amounts falling due within one year**

	2016	2015
	£	£
Trade creditors	1,824	5,749
Other creditors and accruals	411	-
Nursery Deposits	20,009	13,812
Accruals and deferred income	4,743	2,050
	<u>26,987</u>	<u>21,611</u>

**13. COMMITMENTS UNDER OPERATING LEASES**

At 31 March 2016 the charity had annual commitments under non-cancellable operating leases as set out below.

	Assets other than Land and buildings	
	2016	2015
	£	£
<b>Operating leases which expire:</b>		
Within 1 year	936	936
Within 2 to 5 years	910	-
	<u>1,846</u>	<u>936</u>

**14. UNRESTRICTED INCOME FUNDS**

	Balance at 1 April 2015	Income	Balance at 31 March 2016
	£	£	£
General Funds	<u>157,993</u>	<u>9,538</u>	<u>167,531</u>

**15. RELATED PARTY TRANSACTIONS**

There were no related party transactions during the reporting period.

**16. COMPANY LIMITED BY GUARANTEE**

Mildmay Community Nursery Ltd is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of it being wound up while he or she is a member, or within one year after he or she ceases to be a member.