

Edinburgh International Science Festival Limited

Registered number: SC106331

Annual Report

For the year ended 31 July 2017

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EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED

COMPANY INFORMATION

Directors	Dr M P Fourman Dr A D Milne S Monro I C Ritchie Dr I Wall P J Young (resigned 10 June 2017) A Blacklock (resigned 10 June 2017) C B Rose (resigned 10 June 2017) C B Rose (appointed 31 August 2017) Dr S M Gage P Love D Carter K Doran (resigned 10 June 2017) A Lunn (resigned 10 June 2017) A Mcneese-Meechan (appointed 31 August 2017) I D Campbell (appointed 31 August 2017) D Wilson (appointed 31 August 2017)
Company secretary	MacRoberts Corporate Services Limited
Registered number	SC106331
Registered office	Harbourside House 110 Commercial Street Edinburgh EH6 6NF
Independent auditor	Mazars LLP Chartered Accountants & Statutory Auditor Apex 2 97 Haymarket Terrace Edinburgh EH12 5HD
Bankers	Bank of Scotland The Mound Edinburgh EH1 1QE Barclays Bank PLC 1 St. Andrew Square Edinburgh EH2 2BD
Solicitors	MacRoberts Excel House 30 Sample Street Edinburgh EH3 8BL

EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED

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EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 JULY 2017

The directors present their report and the financial statements for the year ended 31 July 2017.

Principal activities and business review

Overview

Our aim is to inspire, encourage and challenge people of all ages and backgrounds to explore and understand the wonder of the world around them. In 16/17 Edinburgh International Science Festival Ltd worked with a huge range of partners, funders and supporters, in Edinburgh, across the UK. Our work has become a year round operation, as we continue to grow and develop our rich and inspiring programme of activities.

The Festival

The 2017 Edinburgh International Science Festival celebrated two key events: the 70th anniversary of the founding of Edinburgh's Festivals and the Scottish Year of History, Heritage and Archaeology. We marked these by inviting audiences to Get Connected, our overarching theme for 2017, looking at the ways in which science and technology connect us to one another and the global community. 146,000 visitors enjoyed over 250 thought provoking discussions, workshops, performances, screenings, special events and exhibitions.

Our Moments in Time exhibition celebrated Scotland's scientific past. Made up of four iconic Scottish police boxes, it told the story of key moments and figures in Scotland's scientific history, shining a spotlight on how women in science, amazing inventions and medical pioneers have shaped our national heritage.

Our interactive, family friendly Play On exhibition allowed visitors to get hands-on with the ways technology influences our leisure time and explore the science behind why we play. Filling the Grand Gallery of the National Museum of Scotland, the exhibition covered four zones and featured four specially commissioned artworks. Seen by 150,000 visitors across the duration of the exhibition, Play On subsequently toured to three Science Centres in Germany (June - November 2017).

2017 marked a number of firsts for the Festival, one of which was our biggest music promotion to date when Public Service Broadcasting performed their album The Race for Space to a sold-out audience at the Usher Hall. The show was an amazing musical take on the American and Soviet space race and took place on Yuri's Night, the international celebration of human endeavour in space. 2017 also marked one of our most ambitious contemporary art projects, providing new windows onto some fascinating and intriguing areas of science and bringing together work from the collaborations of 16 Scottish and international artists and scientists. In 2017 we also welcomed EDF Energy on board as headline sponsor for Generation Science and the Festival. As an organisation which shares our commitment to supporting STEM in Scotland and encouraging the involvement of young people to become the problem solvers of tomorrow; we are delighted to have formed such a productive partnership.

2017 saw the return of our science theatre programme, Science in the Spotlight, with a bigger programme over a larger range of venues. We re-staged Lost At Sea by Catherine Wheels and Borderline Theatre's Uncanny Valley and presented work by Grid Iron and Lung Ha Theatre Company as well as Scottish Youth Theatre, Jenna Watt and Clydebuilt Puppet Theatre. There were also first time partnerships with both the Lyceum and Traverse theatres. We continued to develop our 'sociable science' strand of nights out with a scientific twist - running events at City Art Centre, the National Museum of Scotland and Summerhall - whilst Gastrofest returned for its fourth year with hands-on workshops, thought provoking discussions and unique food experiences.

City Art Centre, our flagship family venue, housed 18 interactive events for ages 5-12, from programming robots to soldering wearable badges. At Summerhall we introduced Experimentarium, a brand new pop up space with free drop-in activities provided by a range of partner organisations. The family programme also featured a range of tech-focused workshops at the National Museum of Scotland and the Edinburgh Mini Maker Faire.

Another highlight was our presentation and Q&A with Principia Mission astronauts Tim Peake and Tim Kopra at the Usher Hall in October 2016. This is part of a new approach to staging events outside of our Festival in April.

EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 JULY 2017

The event sold out in a few days and was a wonderful opportunity to hear first-hand about life aboard the International Space Station.

Education

Generation Science, our schools touring programme, entered its 27th year delivering unique and inspiring interactive science shows and workshops to over 58,000 primary school pupils in every local authority in Scotland.

2017 marked the second year of Edinburgh International Science Festival's Careers Hive, an event aimed at S1–S3 students to provide insight into the wide spectrum of career opportunities available to those who study STEM subjects. Held in the National Museum of Scotland, the event comprises inspiring discussions, a staffed exhibition, hands-on activities and workshops that link the curriculum to the real world of work. 127 volunteers from 35 industry partners across 12 different sectors took part in the event. This year's event saw a 27% increase in student attendance and the Museum's 27,000 general visitors were also able to engage with the main exhibition thanks to the extension of the run on the Saturday

We believe that everyone should have access to STEM and to our work. Thanks to support from our funders and sponsors, we are able to offer 37% of our Generation Science shows and workshops free of charge with another 11% heavily discounted. This allows us to take these shows and workshops to schools that are located in areas of socio-economic and geographic disadvantage. 71% of all schools visited were in areas ranked as the top most deprived (based on the Scottish Index of Multiple Deprivation) and almost 60% of schools we visited had a Free Meal Entitlement of more than 50%.

Funders

The continued support of the City of Edinburgh Council is gratefully acknowledged. We also acknowledge continued backing from the Scottish Government through the strong support of the Office of the Chief Scientific Advisor. The Scottish Government's Festivals Edinburgh Expo Fund remains crucially important in our ability to develop and deliver new events showcasing the best of Scottish talent.

We received the continued support of our Major Funding Partners – Baillie Gifford, The British Psychological Society, Heritage Lottery Fund, Cirrus Logic, Event Scotland, Siemens, DigitalXtra fund, Kyowa Kirin, Texas Instruments and Total E&P UK – alongside our large number of other Funding Partners, allowing us to fulfill our mission of creating and delivering engaging science experiences.

Edinburgh International Science Festival continues to enjoy the support of a range of charitable trusts. We are particularly grateful to the Edina Trust for their on-going significant support of our activities.

Our thanks as always goes to the members of the Generation Science Club who make personal donations to support our educational work with children and young people who experience disadvantage.

Looking forward

In 2018, the Festival will celebrate its 30th edition by exploring Life, the Universe and Everything as well as the 2018 Scotland Year of Young People. We look forward to delivering another diverse and innovative programme of events as part of our celebrations in 2018.

However, whilst its programmes and projects are widely acclaimed, the organisation operates in a very competitive funding environment. This and the uncertainty that accompanies the retention and development of commercial work to support the charity, means that the organisation must and will continue to control its expenditure across all areas of its business, maximizing return on investment and seeking best value.

EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 JULY 2017

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 profit or loss 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:

Dr M P Fourman
Dr A D Milne
S Monro
I C Ritchie
Dr I Wall
P J Young (resigned 10 June 2017)
A Blacklock (resigned 10 June 2017)
C B Rose (resigned 10 June 2017)
Dr S M Gage
P Love
D Carter
K Doran (resigned 10 June 2017)
A Lunn (resigned 10 June 2017)

Disclosure of information to auditor

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditor is unaware, and
- the director 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.

EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2017**

Auditor

The auditor, Mazars LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

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 on 8 December 2017 and signed on its behalf.

Dr A D Milne
Director

A handwritten signature in black ink, appearing to read 'A D Milne', written in a cursive style.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED

Opinion

We have audited the financial statements of Edinburgh International Science Festival Limited (the 'company') for the year ended 31 July 2017 which comprise the Statement of income and retained earnings, 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 FRS 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 2017 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 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 the Strategic Report and the Directors' Report, 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.

EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED

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 Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Directors' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In 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 Strategic Report or the Directors' 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 directors' remuneration specific by law are not made; or
- we have not received all the information and explanations we require for our audit.
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Directors' Report and from the requirement to prepare a Strategic Report.

Responsibilities of Directors

As explained more fully in the directors' responsibilities statement set out on page 2, 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.

EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED

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.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK). Those standards require us to comply with the Financial Reporting Council's Ethical Standard. 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.

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.



Craig Maxwell (Senior Statutory Auditor) (Senior statutory auditor)

for and on behalf of

Mazars LLP

Chartered Accountants and Statutory Auditor

Apex 2
97 Haymarket Terrace

Edinburgh
EH12 5HD

Date: 19/02/18

EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED

STATEMENT OF INCOME AND RETAINED EARNINGS FOR THE YEAR ENDED 31 JULY 2017

	Note	2017 £	2016 £
Turnover		2,246,471	1,852,300
Cost of sales		(1,521,801)	(1,700,014)
Gross profit		<u>724,670</u>	<u>152,286</u>
Administrative expenses		(463,648)	(559,288)
Other operating income	3	111,223	91,705
Operating profit/(loss)		<u>372,245</u>	<u>(315,297)</u>
Interest receivable and similar income		414	2,204
Profit/(loss) before tax		<u>372,659</u>	<u>(313,093)</u>
Profit/(loss) after tax		<u><u>372,659</u></u>	<u><u>(313,093)</u></u>
Accumulated losses at the beginning of the year		(565,209)	(252,116)
		(565,209)	(252,116)
Profit/(loss) for the year		372,659	(313,093)
Accumulated losses at the end of the year		<u><u>(192,550)</u></u>	<u><u>(565,209)</u></u>

The notes on pages 10 to 16 form part of these financial statements.

EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED
REGISTERED NUMBER: SC106331

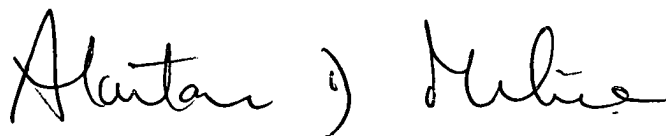
BALANCE SHEET
AS AT 31 JULY 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible fixed assets	6	20,320	55,409
Current assets			
Debtors: amounts falling due within one year	7	1,416,254	912,069
Cash and cash equivalents	8	229,644	169,723
		<u>1,645,898</u>	<u>1,081,792</u>
Creditors: amounts falling due within one year	9	<u>(1,858,766)</u>	<u>(1,702,408)</u>
Net current liabilities		<u>(212,868)</u>	<u>(620,616)</u>
Total assets less current liabilities		<u>(192,548)</u>	<u>(565,207)</u>
Net liabilities		<u>(192,548)</u>	<u>(565,207)</u>
Capital and reserves			
Called up share capital		2	2
Profit and loss account		<u>(192,550)</u>	<u>(565,209)</u>
		<u>(192,548)</u>	<u>(565,207)</u>

The Company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 8 December 2017.

Dr A D Milne
Director



The notes on pages 10 to 16 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2017**

1. Accounting policies**1.1 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 Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of 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 (see note 2).

The following principal accounting policies have been applied:

1.2 Going concern

The company made a profit of £372,659 (2016: loss of £313,093) for the year and at the year end had net liabilities of £192,548 (2016: £565,203).

The financial statements have been prepared on a going concern basis which assumes that the company will continue in operational existence for the foreseeable future. The validity of this assumption depends on the continued support of its parent undertaking, The Edinburgh International Science Festival Foundation, which has the power under its Articles of Association to give financial support to the activities of Edinburgh International Science Festival Limited. Further details of the support are discussed in note 13.

If the company were unable to continue in operational existence for the foreseeable future, adjustments would have to be made to amend the balance sheet values to their recoverable amounts, to provide for further liabilities that might arise and to reclassify fixed assets as current assets.

The directors are of the opinion that the financial statements should be prepared on a going concern basis.

1.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2017**

1. Accounting policies (continued)

1.4 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.

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:

Leasehold improvements	- 33% Straight line
Furniture and equipment	- 10%/20%/33% Straight line

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 the Statement of income and retained earnings.

1.5 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.

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 Financial instruments

The Company only enters into basic financial instruments 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 non-puttable ordinary shares.

1.8 Creditors

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2017**

1. Accounting policies (continued)**1.9 Operating leases: the Company as lessee**

Rentals paid under operating leases are charged to the Statement of income and retained earnings on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

The Company has taken advantage of the optional exemption available on transition to FRS 102 which allows lease incentives on leases entered into before the date of transition to the standard 01 August 2015 to continue to be charged over the period to the first market rent review rather than the term of the lease.

1.10 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 the Statement of income and retained earnings 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.

1.11 Interest income

Interest income is recognised in the Statement of income and retained earnings using the effective interest method.

2. Judgments in applying accounting policies and key sources of estimation uncertainty**Judgments in applying accounting policies and key sources of estimation uncertainty**

In the application of the company's accounting policies, which are described in note 1, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2017**

3. Other operating income

	2017	2016
	£	£
Recharging of overheads to fellow subsidiary undertaking	111,223	91,705

4. Auditor's remuneration

	2017	2016
	£	£
Fees payable to the Company's auditor and its associates for the audit of the Company's annual financial statements	5,900	5,750

5. Employees

Staff costs were as follows:

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

	2017	2016
	No.	No.
Employees	39	46

EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2017

6. Tangible fixed assets

	Furniture and equipment £	Leasehold improvements £	Total £
Cost			
At 1 August 2016	164,237	18,300	182,537
Additions	3,684	-	3,684
At 31 July 2017	167,921	18,300	186,221
Depreciation			
At 1 August 2016	119,434	7,694	127,128
Charge for the year on owned assets	32,734	6,039	38,773
At 31 July 2017	152,168	13,733	165,901
Net book value			
At 31 July 2017	15,753	4,567	20,320
At 31 July 2016	44,803	10,606	55,409

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2017**

7. Debtors

	2017	2016
	£	£
Trade debtors	97,868	7,744
Amounts owed by fellow subsidiary undertaking (Note 13)	1,281,126	841,294
Other debtors	6,801	15,283
Prepayments	30,459	47,748
	<u>1,416,254</u>	<u>912,069</u>

8. Cash and cash equivalents

	2017	2016
	£	£
Cash at bank and in hand	<u>229,644</u>	<u>169,723</u>

9. Creditors: Amounts falling due within one year

	2017	2016
	£	£
Trade creditors	19,524	25,462
Amounts owed to parent undertaking (Note 13)	1,521,261	1,343,145
Other taxation and social security	21,785	18,248
Other creditors	9,794	8,625
Accruals	286,402	306,928
	<u>1,858,766</u>	<u>1,702,408</u>

10. Commitments under operating leases

At 31 July 2017 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2017	2016
	£	£
Not later than 1 year	69,248	79,744
Later than 1 year and not later than 5 years	202,000	225,248
Later than 5 years	80,500	126,500
	<u>351,748</u>	<u>431,492</u>

EDINBURGH INTERNATIONAL SCIENCE FESTIVAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2017**

11. Related party transactions

As a wholly owned subsidiary of The Edinburgh International Science Festival Foundation, a charitable company registered in Scotland, advantage has been taken of the exemption granted by Financial Reporting Standard 102, not to report details of the transactions with the entities which are 100% controlled by a common parent undertaking.

12. Controlling party

The Company's ultimate parent undertaking is The Edinburgh International Science Festival Foundation, a charitable company registered in Scotland, which is the smallest and largest group of companies for which group financial statements are prepared. Copies of the group financial statements are available to the public from Companies House, Edinburgh Quay 2, 139 Fountainbridge, Edinburgh, EH3 9FF.

In the directors' opinion, the parent undertaking has no ultimate controlling party.

13. Post balance sheet events

Subsequent to the year end, the parent undertaking agreed to make a donation of £200,000 (2016: £570,000) to cover the reserves deficit in the Balance sheet.

14. First time adoption of FRS 102

It is the first year that the company has presented its financial statements under SORP 2015 and FRS 102. The following disclosures are required in the year of transition. The last financial statements prepared under previous UK GAAP were for the year ended 31 March 2016 and the date of transition to FRS102 and SORP 2015 was therefore 1 April 2015. As a consequence of adopting FRS 102 and SORP 2015, a number of accounting policies have changed to comply with those standards.

The policies applied under the company's previous accounting framework are not materially different to FRS 102 and have not impacted on funds or net income/expenditure.