



London Early Years Foundation

www.leyf.org.uk



Challenge

Many parents are discouraged from returning to work because of the high cost of childcare. As a result, many children from low-income backgrounds miss out on high-quality nursery education.

Revenue model

Social investment has enabled LEYF to develop a cross-subsidy business model whereby profitable nurseries in affluent areas subsidise community nurseries in deprived parts of London.

Impact

48% of children attending LEYF nurseries have subsidised places, this brings together children from all backgrounds. It increases the child's readiness for school while enabling parents to return to work.

Key Statistics

- Duration:** 3 years
- Cost of capital:** 6.5%
- Turnover:** £2.23 million
- Investment:** £75,000
- Product type:** Secured loan

