

AMENDED

Sherborne School (Trading) Limited

REPORT AND FINANCIAL STATEMENTS

for the year ended

30 June 2018



Sherborne School (Trading) Limited

COMPANY INFORMATION, DIRECTORS AND ADVISERS
for the year ended 30 June 2018

DIRECTORS

M L French (resigned 25 November 2017)
Mrs L A Robins
G A Hudson
R A Barlow (resigned 31 December 2017)
D A Lockett
Mrs A C Lane (appointed 25 November 2017)

COMPANY SECRETARY

Mrs M M Read

COMPANY NUMBER

2747901

REGISTERED OFFICE

The Bursary
Sherborne School
Abbey Road
Dorset
DT9 3LF

AUDITOR

haysmacintyre
10 Queen Street Place
London
EC4R 1AG

BANKERS

Lloyds Bank plc
1st Floor Sedgemoor House
Deansgate Avenue
Taunton
Somerset
TA1 2UF

Sherborne School (Trading) Limited

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for the year ended 30 June 2018

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Sherborne School (Trading) Limited

DIRECTORS' REPORT

for the year ended 30 June 2018

The directors present their report and the financial statements for the year ended 30 June 2018.

PRINCIPAL ACTIVITIES

The principal activities continued to be the operation of Sherborne School's sport and uniform shop, The Hub cafe and the provision of letting and educational services.

DIRECTORS

The directors who served during the year and until the date of this report, unless otherwise stated, were:

M L French (resigned 25 November 2017)

Mrs L A Robins

G A Hudson

R A Barlow (resigned 31 December 2017)

D A Lockett

Mrs A C Lane (appointed 25 November 2017)

STATEMENT OF DIRECTORS' RESPONSIBILITIES

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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 judgements and 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 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.

PROVISION 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 directors are aware, there is no relevant audit information of which the company's auditor is unaware, and that each director has taken all steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditor in connection with preparing its report and to establish that the company's auditor is aware of that information.

AUDITOR

haysmacintyre has indicated its willingness to continue in office and will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

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

This report was approved by the board on 9.11.2018 and signed on its behalf by:

G A Hudson
Director

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF SHERBORNE SCHOOL (TRADING)
LIMITED**
for the year ended 30 June 2018

Opinion

We have audited the financial statements of Sherborne School (Trading) Limited (the 'company') for the year ended 30 June 2018 which comprise the Statement of Income and Retained Earnings, Statement of Financial Position 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 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 30 June 2018 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 other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. 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.

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 directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF SHERBORNE SCHOOL (TRADING)
LIMITED
for the year ended 30 June 2018**

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 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 specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were 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 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 1, 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.

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.

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.



Lee Stokes (Senior Statutory Auditor)
For and on behalf of haysmacintyre, Statutory Auditors
Date: 14 December 2018

10 Queen Street Place
London
EC4R 1AG

Sherborne School (Trading) Limited

STATEMENT OF INCOME AND RETAINED EARNINGS

for the year ended 30 June 2018

	Notes	2018 £	2017 £
TURNOVER	2	1,050,262	988,682
Cost of sales		(932,333)	(812,603)
GROSS PROFIT		117,929	176,079
Administrative expenses		(45,062)	(47,975)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	73,851	128,104
Tax on profit on ordinary activities	4	-	-
PROFIT FOR THE FINANCIAL YEAR		72,867	128,104
RETAINED EARNINGS AT 1 JULY 2017		104	104
Gift Aid donation payable for the year		(72,867)	(128,104)
RETAINED EARNINGS AT 30 JUNE 2018		104	104

The results are derived from the company's continuing operations.

The notes on pages 6 to 9 form part of these financial statements.

Sherborne School (Trading) Limited

STATEMENT OF FINANCIAL POSITION

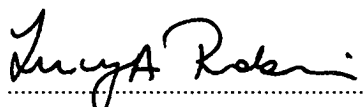
as at 30 June 2018

	Notes	2018 £	2017 £
FIXED ASSETS			
Tangible assets	5	11,892	15,823
CURRENT ASSETS			
Stocks		420,511	280,772
Debtors	6	7,922	11,860
Cash at bank and in hand		33,438	65,288
		461,871	357,920
CREDITORS			
Amounts falling due within one year	7	(473,657)	(373,637)
NET CURRENT LIABILITIES		(11,786)	(15,717)
TOTAL ASSETS		106	106
CAPITAL AND RESERVES			
Called up share capital	8	2	2
Profit and loss account		104	104
TOTAL EQUITY		106	106

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The notes on pages 6 to 9 form part of these financial statements.

The financial statements were approved and authorised for issue by the board on 25th March 2019 and were signed on its behalf by:



Mrs L A Robins
Director

Sherborne School (Trading) Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2018

1 GENERAL INFORMATION

Sherborne School (Trading) Limited ('the Company') is a limited company domiciled and incorporated in England and Wales (company number 2747901).

The address of the Company's registered office and principal place of business is Sherborne School, Abbey Road, Sherborne, Dorset, DT9 3LF.

The Company's principal activity continues to be that of the operation of the School's sports and uniform shop and the provision of letting and educational services.

2 ACCOUNTING POLICIES

2.1 Basis of preparation of financial statements

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), the requirements of the Companies Act 2006 as applicable to companies subject to the small companies' regime, and under the historical cost convention. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements have been prepared on a going concern basis. The directors have considered the current economic climate and funding position of the company and consider the going concern basis of preparation to be appropriate. Whilst the company has net current liabilities, it has the confirmed support of Sherborne School on an ongoing basis.

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

2.2 Turnover

Turnover is measured at the fair value of the consideration received or receivable and comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts.

2.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Fixtures and fittings	-	10 – 25% straight line
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2.4 Stocks

Stocks are valued at the lower of cost and estimated selling price less costs to sell and after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.5 Debtors

Debtors are measured at the transaction amount net of any trade discounts, less any impairment.

Sherborne School (Trading) Limited

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

for the year ended 30 June 2018

2 ACCOUNTING POLICIES *(continued)*

2.6 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost, less any impairment.

2.7 Pensions

Employees of Sherborne School (Trading) Limited are jointly employed by Sherborne School and this company and accordingly may contribute to the Sherborne School Non-Teaching Staff Pension Scheme.

This scheme is a defined contribution scheme. Contributions payable are recognised as an expense as incurred.

3 PROFIT BEFORE TAX

Profit before tax is stated after charging:

	2018	2017
	£	£
Depreciation of tangible fixed assets owned by the company	5,515	9,012
Auditor's remuneration - for audit of the financial statements	3,150	4,100
- taxation services – current year	950	-
- taxation services – prior year	1,195	400
Operating lease costs	-	594
Pension costs	10,507	9,185
	<u>10,507</u>	<u>9,185</u>

During the year, no director received any emoluments (2017: £nil). No directors accrued benefits under retirement benefit scheme in the year (2017 – No directors).

4 TAXATION

No corporation tax is payable in either the current or preceding year as all profits chargeable to corporation tax have been paid under a deed of covenant to Sherborne School.

Sherborne School (Trading) Limited

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

for the year ended 30 June 2018

TANGIBLE FIXED ASSETS

	Fixtures and fittings £
Cost	
At 1 July 2017	100,059
Additions	1,585
At 30 June 2018	101,644
Depreciation	
At 1 July 2017	84,237
Charge for the year	5,515
At 30 June 2018	89,752
Net book value	
At 30 June 2018	11,892
At 30 June 2017	15,822

5 DEBTORS

	2018 £	2017 £
Trade debtors	7,922	11,860

6 CREDITORS: Amounts falling due within one year

	2018 £	2017 £
Trade creditors	21,699	20,973
Amounts owed to group undertakings	390,941	284,430
Social security and other taxes	26,822	26,323
Other creditors	34,195	41,911
	473,657	373,637

The company's banking facilities are secured by a debenture over the book debts and a floating charge dated 12 June 1995 over all other present and future assets, in favour of Lloyds Bank plc.

7 SHARE CAPITAL

	2018 £	2017 £
Allotted called up and fully paid:		
2 Ordinary shares of £1 each	2	2

Sherborne School (Trading) Limited

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

for the year ended 30 June 2018

AVERAGE NUMBER OF EMPLOYEES

During the year the average number of employees was 15 (2017 - 15).

8 RELATED PARTY TRANSACTIONS

Under the provisions within the FRS 102 s33.1A, related party transactions with wholly owned other group companies are exempt from disclosure.

9 ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The immediate and ultimate parent undertaking and controlling party is Sherborne School, a company registered in England and Wales. This School heads up the smallest and largest group preparing consolidated accounts and a copy of that company's group financial statements is available from the Registrar of Companies, Companies House, Cardiff, CF14 3UZ.