

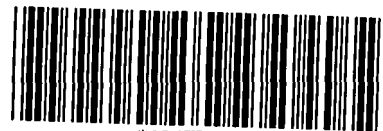
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**CHETHAM'S TRADING LIMITED**

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**FINANCIAL STATEMENTS**  
**INFORMATION FOR FILING WITH THE REGISTRAR**  
**FOR THE YEAR ENDED 31 AUGUST 2021**

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COMPANIES HOUSE

**CHETHAM'S TRADING LIMITED**  
**REGISTERED NUMBER: 10723126**

**BALANCE SHEET**  
**AS AT 31 AUGUST 2021**

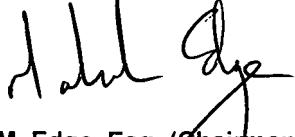
	Note	2021 £	2020 £
<b>Current assets</b>			
Debtors: amounts falling due within one year	4	27,192	10,160
Cash at bank and in hand	5	337,987	317,321
		<u>365,179</u>	<u>327,481</u>
Creditors: amounts falling due within one year	6	(185,224)	(299,250)
<b>Net current assets</b>		<u>179,955</u>	<u>28,231</u>
<b>Total assets less current liabilities</b>		<u>179,955</u>	<u>28,231</u>
<b>Net assets</b>		<u><u>179,955</u></u>	<u><u>28,231</u></u>
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss account		179,855	28,131
		<u>179,955</u>	<u>28,231</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with 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 by:

  
**M. Edge, Esq. (Chairman)**  
 Director  
 Date: 24/8/22

The notes on pages 2 to 5 form part of these financial statements.

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## CHETHAM'S TRADING LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

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#### 1. General information

The company is a private company, limited by shares, and is incorporated and registered in England and Wales (company number: 10723126). The address of the registered office is Chetham's School of Music, Long Millgate, Manchester M3 1SB.

#### 2. Accounting policies

##### 2.1 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 Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

In preparing these financial statements the company has adopted the amendments to FRS102 as set out in the Triennial review 2017 amendments published in December 2017.

No provision is included for any potential tax liability arising on the company's profits for the year because the directors propose that a Gift Aid donation to the parent charity will be paid within 9 months of the balance sheet date at an amount sufficient to reduce any such potential tax liability to £nil.

The following principal accounting policies have been applied:

##### 2.2 Going concern

The company is a wholly owned trading subsidiary of Chetham's School of Music. As such, all non-charitable trading income of the School is accounted for through Chetham's Trading Limited and a relevant proportion of costs incurred is allocated against that income, with other costs being retained in the charity. The directors recognise that the Coronavirus pandemic will continue to have an adverse effect on the external event income of the Stoller Hall, which is the main source of income for the company. However, the costs of running the events will also significantly reduce and in many cases no costs will be incurred at all. The directors are confident that the income generated will continue to exceed the incremental costs of events at The Stoller Hall and are therefore satisfied that the company is a going concern.

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## CHETHAM'S TRADING LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

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#### 2. Accounting policies (continued)

##### 2.3 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.

##### Grant income

From the year ended 31 August 2021, the Directors have reclassified grant income receivable within Other operating income, instead of including within Turnover. This will improve the quality of the financial information presented by making the variances of different types of income more readily apparent. In order to preserve comparability between the two financial periods disclosed in these financial statements, total income receivable of £27,536 has been reclassified as Other operating income for the year ended 31 August 2020.

##### 2.4 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.

##### 2.5 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.

##### 2.6 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.

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CHETHAM'S TRADING LIMITED

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NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2021

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2. Accounting policies (continued)

2.7 Financial instruments

The Company only enters into basic financial instrument 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 ordinary shares.

3. Employees

The average monthly number of employees, including directors, during the year was 0 (2020 - 0).

4. Debtors

	2021 £	2020 £
Other debtors	27,115	3,068
Prepayments and accrued income	77	7,092
	<u>27,192</u>	<u>10,160</u>

5. Cash and cash equivalents

	2021 £	2020 £
Cash at bank and in hand	337,987	317,321
	<u>337,987</u>	<u>317,321</u>

6. Creditors: Amounts falling due within one year

	2021 £	2020 £
Amounts owed to group undertakings	86,902	275,864
Accruals and deferred income	98,322	23,386
	<u>185,224</u>	<u>299,250</u>

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**CHETHAM'S TRADING LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2021**

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**7. Contingent asset**

The Company has identified potentially reclaimable VAT that has not been filed as part of an existing VAT claim with HMRC, with a total value that could be material. As some of the VAT may relate to exempt or partially exempt income, it is not currently possible to accurately measure the value of any future claim, pending specialist VAT advice, so the Directors do not believe that it is appropriate to include this as an asset at the year end.

**8. Controlling party**

The parent undertaking and ultimate controlling party is Chetham's School of Music, which is registered as a charity and included in the accounts of the charitable foundation called "The Hospital and Library in Manchester founded by Humphrey Chetham, Esq and incorporated by King Charles II". The principal place of business and registered office of "The Hospital and Library in Manchester founded by Humphrey Chetham, Esq and incorporated by King Charles II" is Long Millgate, Manchester, M3 1SB.

**9. Auditors' information**

The auditors' report on the financial statements for the year ended 31 August 2021 was unqualified.

The audit report was signed by Vicky Szulist (Senior statutory auditor) on behalf of Crowe U.K. LLP.