Wrekin Trading Limited

Financial statements 31 July 2018
together with directors' and auditors' reports

Registered number: 4046851

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Directors' report

For the year ended 31 July 2018

Financial Statements

The directors present their report and financial statements for the year ended 31 July 2018.

Directors' Responsibilities

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 the profit and loss of the company for that period. In preparing those 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 proper accounting records which 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.

In accordance with company law, as the company's directors, we certify that:

- so far as we are aware, there is no relevant audit information of which the company's auditors are unaware; and
- as the directors of the company we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Principal Activity

The company was incorporated on 3 August 2000, and lets the property and facilities of The Wrekin Old Hall Trust Limited to the public and various organisations for the purpose of education and leisure.

Review of the Business

The result for the period is set out in the profit and loss account on page 5 and the directors are satisfied with the results for the period.

The directors do not recommend the payment of a dividend.

The company donates substantially the whole of its taxable income to The Wrekin Old Hall Trust Limited.

Directors and their Share Interests

The following were directors during the period:

Richard Pearson

Victoria Louise Hughes-Hines (Retired on 17 October 2018)

Yvonne K Thomas

There were no contracts subsisting during or at the end of the period in which any director was materially interested which were significant in relation to the Company's business.

Future Developments

No significant changes in the development of the business are expected.

Company Secretary

Yvonne Kathleen Thomas

Auditors

A resolution proposing the reappointment of Saffery Champness LLP will be put to the Annual General Meeting.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and was approved by the Board on 17 October 2018.

YK Thomas

Yvonne K Thomas
Company Secretary

Wrekin Trading Limited
Independent auditors' report to the members

Opinion

We have audited the financial statements of Wrekin Trading Limited for the year ended 31 July 2018 which comprise the Profit and loss account, Balance sheet, Statement of changes in equity 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 31 July 2018 and its profit for the period 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 included in the annual 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.

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 have been prepared in accordance with applicable legal requirements.

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' exemption from the requirement to prepare a Strategic Report or in preparing the Directors' 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 auditors' 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.

Saffery Champness LLP

Cara Turtington (Senior Statutory Auditor)
for and on behalf of Saffery Champness LLP
Chartered Accountants
Statutory Auditors
71 Queen Victoria Street
London
EC4V 4BE

15 March 2019

Profit and loss account

For the year ended 31 July 2018

	Notes	2018	2017
		£	£
Turnover	5	116,419	131,604
Cost of sales		(103,906)	(94,440)
Gross profit		12,513	37,164
Administrative expenses		(2,874)	(2,824)
Interest received		9	13
Operating profit		9,648	34,353
Profit on ordinary activities before taxation	6	**9,648**	**34,353**
Taxation	7	-	-
Retained profit for the year	11	**9,648**	**34,353**

No operations were discontinued in the period under review.

There are no recognised gains or losses other than the result for the year.

The accompanying notes are an integral part of this profit and loss account.

Balance sheet

As at 31 July 2018

	Notes	2018	2017
		£	£
Current assets			
Stocks		51	1,048
Debtors	8	7,579	6,647
Cash at bank and in hand		3,853	29,974
		11,483	37,669
Creditors: amounts falling due within one year	9	(11,481)	(37,667)
Net current assets		2	2
Net assets		**2**	**2**
Capital and reserves			
Called up share capital	10	2	2
Profit and loss account	11	-	-
Equity shareholders' funds		**2**	**2**

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime, with the Companies Act 2006 and with the FRS102

The financial statements on pages 5 to 7 were approved by the board of directors on 17 October 2018 and signed on its behalf by:

Richard Pearson
Director

Company registered number: 4046851

The accompanying notes are an integral part of this balance sheet.

Statement of changes in equity

For the year ended 31 July 2018

	Notes	Share capital £	Profit and Loss reserves £	Total £
Balance at 1 August 2016		2	-	2
Year ended 31 July 2017				
Income for the year		-	34,353	34,353
Gift Aid to Parent Company		-	(34,353)	(34,353)
Balance at 31 July 2017		2	-	2
Year ended 31 July 2018			9,648	9,648
Gift Aid to Parent Company			(9,648)	(9,648)
Balance at 31 July 2018		2	-	2

1 Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with United Kingdom accounting standards, including Financial Reporting Standard 102 – "The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland" and the Companies Act 2006.

Wrekin Trading Ltd meets the definition or a qualifying entity under FRS102 and has therefore taken advantage of the disclosure exemptions available to it in accordance with paragraph 1.12 of FRS102. Exemptions have been taken in relation to:
Financial instruments
Presentation of a cash flow statement
Compensation of key management personnel.
The functional currency is £

2 Significant judgements and estimates

In the application of the Company's accounting policies, which are described in note 4, management is required to make judgements estimates and assumptions about the carrying values of assets and liabilities that are not apparent from other sources. The estimates and underlying 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 viewed 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.

The key source of estimation uncertainty that could have a significant effect on the amounts recognised in the financial statements is the amount of inventories on hand at the year-end subsequently realise.

3 Going Concern

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

4 Accounting policies

a) Income and expenditure

Income and expenditure are accounted for on an accruals basis and related entirely to continuing operations.

b) Deferred tax

Deferred tax is provided in respect of the tax effect of all timing differences, at the rates of tax expected to apply when the timing differences reverse.

c) Financial Instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS102 to all of its financial instruments.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets, which include debtors, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities, including trade and other creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as 'creditors: amounts falling due within one year' if payment is due within one year or less. If not, they are presented as 'creditors: amounts falling due after more than one year'. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

5 Turnover

Turnover represents the income arising net of VAT, from the provision of education and leisure activities at The Wrekin Old Hall Trust Limited.

6 Profit before tax is stated after charging

	2018 £	2017 £
Auditors' remuneration – for audit and tax services	2,624	2,583

None of the directors received any emoluments in respect of their services to the company. The company has no other employees

7 Taxation

The company donates substantially all of its taxable income to The Wrekin Old Hall Trust Limited under gift aid, hence no charge to corporation tax arises.

8 Debtors

	2018 £	2017 £
Prepayments and accrued income	5,480	4,994
Other debtors	2,099	1,653
	7,579	6,647

9 Creditors: amounts falling due within one year

	2018 £	2017 £
Amounts owed to parent undertaking: The Wrekin Old Hall Trust Limited	4,150	27,161
Other creditors	4,007	6,676
Accruals	3,324	3,830
	11,481	37,667

10 Share capital

	Authorised		Allotted, called up and fully paid	
	2018	2017	2018	2017
	£	£	£	£
1,000 £1 ordinary shares	1,000	1,000	2	2

11 Profit and loss account

	£
Result for the year	9,648
Amount payable to The Wrekin Old Hall Trust Ltd under Gift Aid	(9,648)
Balance at 31 July 2018	-

The result for the year is the only movement in shareholders' funds.

12 Capital commitments

No capital expenditure was authorised and contracted for at 31 July 2018.

13 Ultimate parent undertaking

The ultimate parent undertaking is The Wrekin Old Hall Trust Limited, which is a limited company registered in England. Copies of the financial statements of The Wrekin Old Hall Trust Limited can be obtained from the Company Secretary, Wrekin College, Sutherland Road, Wellington, Shropshire, TF1 3BH.