

National Army Museum Trading Limited
Financial Statements
31 March 2017

National Army Museum Trading Limited

Financial Statements

Year ended 31 March 2017

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National Army Museum Trading Limited

Directors' Report

Year ended 31 March 2017

The directors present their report and the financial statements of the company for the year ended 31 March 2017.

Directors

The directors who served the company during the year were as follows:

Mrs Janice Murray
Mr J P F Bradley
Ms J A Spungin
Mr D K Smurthwaite
Mr R Grimston

(Appointed 14 June 2016)

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 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 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 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 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.

Auditor

Each of the persons who is a director at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the company's auditor is unaware; and
- they have taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Small company provisions

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 of directors on 03/07/2017 and signed on behalf of the board by:



Mrs Janice Murray
Director

Registered office:
National Army Museum
Royal Hospital Road
London
SW3 4HT

National Army Museum Trading Limited

Independent Auditor's Report to the Members of National Army Museum Trading Limited

Year ended 31 March 2017

We have audited the financial statements of National Army Museum Trading Limited for the year ended 31 March 2017 which comprise the statement of income and retained earnings, statement of financial position and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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.

Respective responsibilities of directors and auditor

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's web-site at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2017 and of its loss 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.

Opinion on other matter 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.

In the light of our 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.

National Army Museum Trading Limited

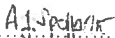
Independent Auditor's Report to the Members of National Army Museum Trading Limited *(continued)*

Year ended 31 March 2017

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where 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 in preparing the directors' report and take advantage of the small companies exemption from the requirement to prepare a strategic report.


.....
Alexander Spofforth BA FCA (Senior Statutory Auditor)
For and on behalf of Kreston Reeves LLP, Statutory Auditor

One Jubilee Street
Brighton
East Sussex
BN1 1GE

Date: 5.7.2017

National Army Museum Trading Limited

Statement of Income and Retained Earnings

Year ended 31 March 2017

	Note	2017 £	2016 £
Turnover		39,986	44,141
Cost of sales		<u>49,248</u>	<u>9,157</u>
Gross (loss)/profit		(9,262)	34,984
Administrative expenses		<u>98,617</u>	<u>55,527</u>
Operating loss		(107,879)	(20,543)
Other interest receivable and similar income		6	30
Interest payable and similar expenses		<u>334</u>	<u>-</u>
Loss before taxation		(108,207)	(20,513)
Tax on loss		<u>-</u>	<u>-</u>
Loss for the financial year and total comprehensive income		(108,207)	(20,513)
Retained losses at the start of the year		(20,513)	-
Retained losses at the end of the year		(128,720)	(20,513)

All the activities of the company are from continuing operations.

The notes on pages 6 to 7 form part of these financial statements.

National Army Museum Trading Limited

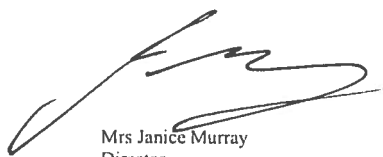
Statement of Financial Position

31 March 2017

	Note	2017 £	£	2016 £
Current assets				
Stocks		67,641		35,538
Debtors	6	19,358		3,807
Cash at bank and in hand		<u>110,352</u>		<u>31,280</u>
		197,351		70,625
Creditors: amounts falling due within one year	7	<u>164,464</u>		<u>91,137</u>
Net current assets/(liabilities)			<u>32,887</u>	<u>(20,512)</u>
Total assets less current liabilities			<u>32,887</u>	<u>(20,512)</u>
Creditors: amounts falling due after more than one year				
Amounts owed to group undertakings and undertakings in which the company has a participating interest			<u>161,606</u>	<u>-</u>
Net liabilities			<u>(128,719)</u>	<u>(20,512)</u>
Capital and reserves				
Called up share capital			<u>1</u>	<u>1</u>
Profit and loss account			<u>(128,720)</u>	<u>(20,513)</u>
Members deficit			<u>(128,719)</u>	<u>(20,512)</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

These financial statements were approved by the board of directors and authorised for issue on 02/07/2017 and are signed on behalf of the board by



Mrs Janice Murray
Director

Company registration number: 06707366

The notes on pages 6 to 7 form part of these financial statements.

National Army Museum Trading Limited

Notes to the Financial Statements

Year ended 31 March 2017

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is National Army Museum, Royal Hospital Road, London, SW3 4HT.

2. Statement of compliance

These financial statements have been prepared in compliance with the provisions of FRS 102 Section 1A, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

(a) Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

(b) Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 April 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 9.

(c) Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported.

(d) Revenue recognition

The turnover shown in the profit and loss account represents amounts earned during the year from retail sales, room hire, birthday parties, children's soft play activities and related services, exclusive of Value Added Tax.

(e) Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

(f) Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

(g) Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided.

4. Auditor's remuneration

	2017	2016
	£	£
Fees payable for the audit of the financial statements	<u>4,150</u>	<u>4,150</u>

National Army Museum Trading Limited

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

5. Employee numbers

The average number of persons employed by the company during the year, including the directors, amounted to 8 (2016: 2).

6. Debtors

	2017	2016
	£	£
Trade debtors	3,206	1,644
Other debtors	16,152	2,163
	<u>19,358</u>	<u>3,807</u>

7. Creditors: amounts falling due within one year

	2017	2016
	£	£
Trade creditors	37,716	328
Amounts owed to group undertakings and undertakings in which the company has a participating interest	70,625	57,672
Other creditors	56,123	33,137
	<u>164,464</u>	<u>91,137</u>

8. Controlling party

The ultimate parent company is the National Army Museum.

The ultimate controlling party is the Trustees of the National Army Museum.

9. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1 April 2015.

No transitional adjustments were required in equity or profit or loss for the year.

National Army Museum Trading Limited

Management Information

Year ended 31 March 2017

The following pages do not form part of the financial statements.

National Army Museum Trading Limited

Detailed Income Statement

Year ended 31 March 2017

	2017	2016
	£	£
Turnover		
Museum Shop Sales	2,769	2,759
Reproduction Fees	22,101	28,386
Room Hire	4,682	—
Playbase Income	739	—
Other Trading Income	9,695	12,996
	<u>39,986</u>	<u>44,141</u>
Cost of sales		
Opening stock	35,538	37,148
Purchases	76,048	7,547
Room Hire	5,303	—
	<u>116,889</u>	<u>44,695</u>
Closing stock	67,641	35,538
	<u>49,248</u>	<u>9,157</u>
Gross (loss)/profit	<u>(9,262)</u>	<u>34,984</u>
Overheads		
Administrative expenses	98,617	55,527
Operating loss	<u>(107,879)</u>	<u>(20,543)</u>
Other interest receivable and similar income	6	30
Interest payable and similar expenses	(334)	—
Loss before taxation	<u>(108,207)</u>	<u>(20,513)</u>

National Army Museum Trading Limited

Notes to the Detailed Income Statement

Year ended 31 March 2017

	2017	2016
	£	£
Administrative expenses		
Administrative staff salaries	59,162	19,542
Contractors fees	3,703	3,359
Staff pension contributions	2,525	1,340
Repairs and maintenance	15,166	22
Travel and subsistence	873	355
Staff recruitment	4,342	13,888
Membership and subscriptions	94	157
Hospitality	573	190
Legal and professional fees	3,088	8,661
Accountancy fees	3,580	3,060
Auditors remuneration	4,150	4,150
Bad debts	22	(578)
Credit card charges	1,162	1,294
Bank charges	177	87
	<u>98,617</u>	<u>55,527</u>
Other interest receivable and similar income		
Bank interest receivable	<u>6</u>	<u>30</u>
Interest payable and similar expenses		
Other interest payable and similar charges	<u>334</u>	<u>-</u>