

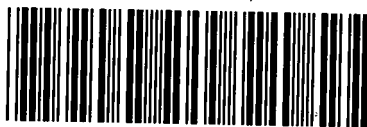
Academy Chimes Limited

Registered number: 05510106

Directors' report and financial statements

For the year ended 31 July 2016

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COMPANIES HOUSE

ACADEMY CHIMES LIMITED

Company Information

Directors Anthony Shepping
Judith Barber

Secretary Judith Barber

Registered number 05510106

Registered office Marylebone Road
London
NW1 5HT

Auditors Mazars LLP
90 Victoria Street
Bristol
BS1 6DP

ACADEMY CHIMES LIMITED

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ACADEMY CHIMES LIMITED

Directors' report for the year ended 31 July 2016

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

Directors

The directors who served during the year were:

Anthony Shepping
Judith Barber

Disclosure 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 that director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditor is aware of that information.

ACADEMY CHIMES LIMITED

Directors' report for the year ended 31 July 2016

Auditor

The auditor, Mazars LLP, 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 subject to the small companies regime.

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



Judith Barber
Director

Date: 23/11/16

ACADEMY CHIMES LIMITED

Independent auditor's report to the shareholders of Academy Chimes Limited

We have audited the financial statements of Academy Chimes Limited for the year ended 31 July 2016 which comprise the Profit and loss account, the Balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

Respective responsibilities of directors and auditor

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.

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. 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.

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 website at www.frc.org.uk/auditscopeukprivate.

Opinion on the 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 July 2016 and of its results for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on the other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

ACADEMY CHIMES LIMITED

Independent auditor's report to the shareholders of Academy Chimes Limited

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 and the Directors' report in accordance with the small companies' regime.



Richard Bott (Senior Statutory Auditor)

for and on behalf of Mazars LLP

90 Victoria Street
Bristol
BS1 6DP

Date: 26/6/16

ACADEMY CHIMES LIMITED

Profit and loss account for the year ended 31 July 2016

	Note	2016 £	2015 £
Turnover	1	261,062	260,847
Cost of sales		(156,327)	(166,541)
Gross profit		104,735	94,306
Administrative expenses		(104,782)	(94,361)
Operating loss	2	(47)	(55)
Interest receivable	3	47	55
Profit on ordinary activities before taxation		-	-
Tax on profit on ordinary activities	4	-	-
Profit for the financial year		-	-

The notes on pages 7 to 9 form part of these financial statements.

ACADEMY CHIMES LIMITED

Registered number: 05510106

**Balance sheet
as at 31 July 2016**

	Note	£	2016 £	£	2015 £
Current assets					
Stocks		111,762		97,533	
Debtors	5	19,511		6,510	
Cash at bank and in hand		16,679		16,280	
		<u>147,952</u>		<u>120,323</u>	
Creditors: amounts falling due within one year	6	<u>(36,189)</u>		<u>(22,789)</u>	
Net current assets			<u>111,763</u>		<u>97,534</u>
Total assets less current liabilities			<u>111,763</u>		<u>97,534</u>
Creditors: amounts falling due after more than one year	7		<u>(111,762)</u>		<u>(97,533)</u>
Net assets			<u><u>1</u></u>		<u><u>1</u></u>
Capital and reserves					
Called up share capital	8		<u>1</u>		<u>1</u>
Shareholders' funds			<u><u>1</u></u>		<u><u>1</u></u>

The financial statements have been prepared in accordance with the special provisions applicable to small companies within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

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



Judith Barber
Director

Date: 23/11/16

The notes on pages 7 to 9 form part of these financial statements.

ACADEMY CHIMES LIMITED

Notes to the financial statements for the year ended 31 July 2016

1. Accounting policies

1.1 Accounting Convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

1.4 Stocks

Stocks are valued at the lower of cost and net realisable value 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. Operating loss

The operating loss is stated after charging:

	2016 £	2015 £
Auditor's remuneration	3,560	3,515

During the year, no director received any emoluments (2015 - £NIL).

3. Interest receivable

	2016 £	2015 £
Bank interest	47	55

4. Taxation

No corporation tax was due on the result for the year.

ACADEMY CHIMES LIMITED

Notes to the financial statements for the year ended 31 July 2016

5. Debtors

	2016 £	2015 £
Trade debtors	2,245	2,345
Other debtors	17,266	4,165
	<u>19,511</u>	<u>6,510</u>

6. Creditors: Amounts falling due within one year

	2016 £	2015 £
Bank loans and overdrafts	78	78
Trade creditors	9,446	6,807
Other creditors	26,665	15,904
	<u>36,189</u>	<u>22,789</u>

7. Creditors: Amounts falling due after more than one year

	2016 £	2015 £
Loan from Chimes Consultants Limited	111,762	97,533

This loan is from Chimes Consultants Limited and is provided to Academy Chimes Limited to cover the purchasing stock. There are no repayment terms other than if stock levels reduce, then the loan will be repaid as and when surplus funds allow.

8. Share capital

	2016 £	2015 £
Allotted, called up and fully paid		
1 Ordinary share of £1	<u>1</u>	<u>1</u>

9. Ultimate parent undertaking and controlling party

The company is controlled by the Royal Academy of Music, by virtue of its 100% shareholding. Copies of the group financial statements are available from the Royal Academy of Music, Marylebone Road, London, NW1 5HT.

ACADEMY CHIMES LIMITED

Notes to the financial statements for the year ended 31 July 2016

10. Related party transactions

Kensington Chimes Limited and Academy Chimes Limited are commonly controlled by Anthony Shepping who has a directorship in both entities and holds a 100% ownership in Kensington Chimes Limited. Chimes Consultants Limited, in which Anthony Shepping also holds a 55% ownership in, is responsible for the management and operations of Kensington Chimes Limited, Kensington Music (Barbican) Limited and Academy Chimes Limited. Anthony Shepping holds a 50% ownership in Kensington Music (Barbican) Limited.

During the year to 31st July 2016, sales and purchases of music books and accessories were made to/from Kensington Chimes Limited and Kensington Music (Barbican) Limited. Chimes Consultants Limited provided management services and a long term loan, detailed in note 7, to Academy Chimes Limited. The amounts involved in these transactions were as follows:

	Sales £	Purchases £	Year end debtor £	Year end creditor £
Kensington Chimes	4,467	13,495	569	1,916
Kensington Music (Barbican)	2,794	2,244	436	573
Chimes Consultants	-	94,045	-	-
Ealing Chimes	-	-	-	-

No provision for doubtful debts or write off of debts were made during the year in respect of the entities detailed above.

The company has taken advantage of the exemption in the Financial Reporting Standard for Smaller Entities Section 15 whereby it has not disclosed transactions with the ultimate parent company or any wholly owned subsidiary undertaking of the group.

Academy Chimes Limited

Management information

For the year ended 31 July 2016

ACADEMY CHIMES LIMITED

Detailed trading and profit and loss account for the year ended 31 July 2016

	2016 £	2015 £
Turnover	261,062	260,847
Cost of sales	(156,327)	(166,541)
	<hr/>	<hr/>
Gross profit	104,735	94,306
Gross profit %	40.1 %	36.2 %
Less: Overheads		
Administration expenses	(104,782)	(94,361)
	<hr/>	<hr/>
Operating loss	(47)	(55)
Interest receivable	47	55
	<hr/>	<hr/>
Profit for the year	<hr/>	<hr/>

ACADEMY CHIMES LIMITED

Schedule to the detailed accounts for the year ended 31 July 2016

	2016 £	2015 £
Turnover		
Sales	261,062	260,847
	2016 £	2015 £
Cost of sales		
Opening stocks	97,533	99,173
Purchases	165,977	160,028
Direct costs	4,579	4,873
Closing stocks	(111,762)	(97,533)
	156,327	166,541
	2016 £	2015 £
Administration expenses		
Management charge	94,045	81,095
Printing, postage and stationery	59	281
Advertising	705	1,313
Equipment hire	420	517
Motor running costs	349	557
IT and accountancy fees	1,839	3,392
Auditors' remuneration	3,700	3,515
Bank charges	3,171	3,074
Credit card charges	291	304
Bad debts	66	
Staff welfare	77	8
Sundry expenses	60	305
	104,782	94,361
	2016 £	2015 £
Interest receivable		
Bank interest receivable	47	55