

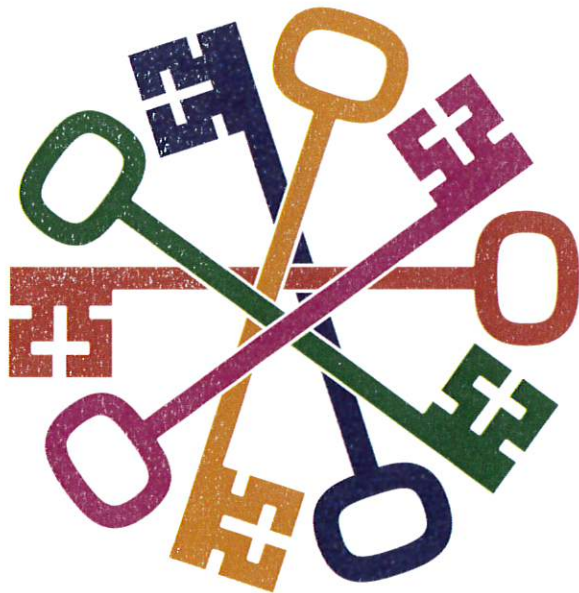
PKAT Trading

(A Company Limited by Guarantee)

Directors' Report and Financial Statements

Year ended 31 August 2022

Company Registration Number:
11552820 (England and Wales)



PKAT TRADING

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Company Information

Members	Richard Astle Roy Duncan Matthew Edwards Claire Higgins Penelope Walkinshaw
Directors	Claire Higgins (Chair) Bernard Champness (resigned 27/05/22) Colin Hammond Tracey Hedges William Kerry Lisa Lloyd (resigned 18/04/22) Adriano Pacitti Alan Sadler
Company Secretary	Emma Stephens-Dunn
Executive Team	
Chief Executive Officer & Accounting Officer	Pamela Kilbey (resigned 31/08/22)
Chief Executive Officer & Accounting Officer	Ian Young (from 01/09/22)
Chief Operating Officer	Matthew Deere
Chief Finance Officer	Deborah Keith
Director of Primary Education	Martin Fry
Headteacher	Jon Hebblethwaite (from 01/09/22)
Company Name	PKAT Trading
Principal and Registered Office	Jack Hunt School, Bradwell Road Peterborough, PE3 9PY
Independent Auditor	Moore, Rutland House Minerva Business Park, Lynch Wood Peterborough, PE2 6PZ
Bankers	Lloyds Bank plc, Fenlands House Manorgrove Centre, Vicarage Farm Road Peterborough, PE1 5UH
Solicitors	Greenwoods GRM LLP, Monkstone House 30 City Road, Peterborough, PE1 1JE

Directors' Report for the Year Ended 31 August 2022

The Directors present their report and the financial statements for the year ended 31 August 2022.

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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting standard applicable in the UK and Republic of Ireland'. Under company law, 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 PKAT Trading and of the profit or loss of PKAT Trading for that period.

In preparing these financial statements, the Directors are required to:

- Select suitable accounting policies for PKAT Trading's financial statements and then apply them consistently;
- Make judgements and accounting estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that PKAT Trading will continue in business.

The Directors are responsible for keeping adequate records that are sufficient to show and explain PKAT Trading's transactions and disclose with reasonable accuracy at any time the financial position of PKAT Trading to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of PKAT Trading 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:

Claire Higgins (Chair)
Bernard Champness (resigned 27 May 2022)
Colin Hammond
Tracey Hedges
William Kerry
Lisa Lloyd (resigned 18 April 2022)
Adriano Pacitti
Alan Sadler

Directors' Report (Continued) for the Year Ended 31 August 2022

Disclosure of information to auditors

Each of the persons who are Directors at the time when the Directors' Report is approved has confirmed that:

- so far as the Director is aware, there is no relevant audit information of which PKAT Trading's auditors are unaware, and
- the 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 PKAT Trading's auditors are aware of that information.

Small companies note

In preparing the report, the Directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

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



C Higgins
Director

Date: 13 December 2022

Independent Auditor's Report to the Members of PKAT Trading

For the year ended 31 August 2022

Opinion

We have audited the financial statements of PKAT Trading (the 'company') for the year ended 31 August 2022 which comprise the statement of income and retained earnings, the balance sheet 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 FRS 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 August 2022 and of its result 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

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Independent Auditor's Report to the Members of PKAT Trading (continued)

For the year ended 31 August 2022

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 contained within the annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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 our 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

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 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.

Independent Auditor's Report to the Members of PKAT Trading (continued)

For the year ended 31 August 2022

Responsibilities of directors

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, 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit.

However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the company.

Independent Auditor's Report to the Members of PKAT Trading (continued)

For the year ended 31 August 2022

Our approach

We obtained an understanding of the legal and regulatory requirements applicable to the company and considered that the most significant are the Companies Act 2006, UK financial reporting standards as issued by the Financial Reporting Council, and UK taxation legislation.

We obtained an understanding of how the company complies with these requirements by discussions with management and those charged with governance.

We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.

We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.

Based on this understanding, we designed specific appropriate audit procedures to identify instances of noncompliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://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.



Mohamedraza Mavani FCA (Senior Statutory Auditor)

for and on behalf of

16 December 2022



**Chartered Accountants
Statutory Auditor**

Rutland House
Minerva Business Park
Lynch Wood
Peterborough PE2 6PZ

Statement of Income and Retained Earnings for the year ended 31 August 2022

	Note	2022 £	2021 £
Turnover		170,012	136,172
Cost of sales		<u>(177,448)</u>	<u>(135,202)</u>
Gross (loss)/profit		(7,436)	970
Administrative expenses		<u>(10,205)</u>	<u>(4,622)</u>
Operating loss		(17,641)	(3,652)
Interest receivable and similar income		<u>-</u>	<u>-</u>
Loss before tax		<u>(17,641)</u>	<u>(3,652)</u>
Loss after tax		<u>(17,641)</u>	<u>(3,652)</u>
Loss for the year		<u>(17,641)</u>	<u>(3,652)</u>
Distribution – donation to parent charity		<u>17,641</u>	<u>3,652</u>
Retained earnings at the end of the year		<u>-</u>	<u>-</u>

There were no recognised gains and losses for 2022 other than those included in the statement of income and retained earnings.

The notes on pages 12 to 14 form part of these financial statements.

Balance Sheet as at 31 August 2022 Company Number 11552820

	Note	2022 £	2022 £	2021 £	2021 £
Current Assets					
Stock	3	284		326	
Debtors: amounts falling due within one year	4	22,677		44,409	
Cash at bank and in hand		6,669		6,145	
		<u>29,630</u>		<u>50,880</u>	
Creditors: Amounts falling due within one year	5	(29,630)		(50,880)	
		<u></u>		<u></u>	
Net current assets			-		-
Total assets less current liabilities			-		-
Total net assets			-		-
Capital and reserves					
Retained earnings			-		-
			<u>-</u>		<u>-</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 were approved and authorised by the board and were signed on its behalf by:

clarette

C Higgins
Director

Date: 13 December 2022

The notes on pages 12 to 14 form part of these financial statements.

Notes to the Financial Statements

1. General information

PKAT Trading is a company incorporated in England and Wales, registration number 11552820. The registered office is Jack Hunt School, Bradwell Road, Peterborough, PE3 9PY.

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.

The financial statements are presented in Sterling (£) which is the currency of PKAT Trading.

The following principal accounting policies have been applied.

2.2. Going Concern

The Directors have considered the impact of the increasing prices coronavirus, and the various measures taken to contain it, on the operations of the Company. Although Peterborough Keys Academies Trust, the company to whom surpluses are gifted and who covers any deficits, is impacted with rising costs the functions in PKAT Trading are sold services and trip charges, which would not go ahead if customers or parents are not prepared to pay the cost of the services or trips. No immediate concerns in relation to the Company's long-term future have been identified but this area continues to be monitored. The Directors are satisfied that the steps they have taken in the short term are appropriate and effective.

2.3. Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to PKAT Trading and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or relievable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- PKAT Trading has transferred the significant risks and rewards of ownership to the buyer;
- PKAT Trading retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that PKAT Trading will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

2. Accounting policies (continued)

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 PKAT Trading 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.

2.4. Interest income

Interest income is recognised in the Statement of Income and Retained Earnings using the effective interest method.

2.5. Stock

All categories of stock are valued at the lower of cost or net realisable value.

2.6. Debtors

Short term debtors are measured at transaction price, 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 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.

2.7. Financial instruments

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Income and Retained Earnings.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that PKAT Trading would receive for the asset if it were to be sold at the balance sheet date.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the assets and settle the liability simultaneously.

3. Stock

	2022	2021
	£	£
Books and stationery for resale	-	24
Uniform for resale	284	302
	<u>284</u>	<u>326</u>

4. Debtors

	2022	2021
	£	£
Trade debtors	10,120	26,372
Amounts owed by group undertakings	10,983	4,612
Other debtors	-	350
Prepayments and accrued income	1,574	13,075
	<u>22,677</u>	<u>44,409</u>

5. Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade creditors	4,927	38
Amounts owed to group undertakings	9,465	19,075
Other taxation and social security	4,752	9,108
Other creditors	120	-
Accruals and deferred income	10,366	22,659
	<u>29,630</u>	<u>50,880</u>

6. Related party transactions

PKAT Trading has taken advantage of the exemption contained in FRS 102 and has not disclosed transactions with other 100% group companies.

7. Controlling party

PKAT Trading's Articles of Association require all results to be remitted to Peterborough Keys Academies Trust. As a result, PKAT Trading is consolidated with Peterborough Keys Academies Trust results and reported as a Group. The consolidated financial statements can be obtained from www.pkat.co.uk.