

CHILD LIGHT LIMITED

(A company limited by guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2021

CHILD LIGHT LIMITED
(A company limited by guarantee)

CONTENTS

	Page
Reference and administrative details of the Company, its Trustees and advisers	1
Trustees' report	2 - 8
Independent auditors' report on the financial statements	9 - 12
Statement of financial activities	13
Balance sheet	14 - 15
Statement of cash flows	16
Notes to the financial statements	17 - 33

CHILD LIGHT LIMITED
(A company limited by guarantee)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 JULY 2021**

Trustees

Mr R C Macaulay (resigned 6 December 2021)
Mr D E C Alderson
Mr T Amies, Chair
Mr D Leckie
Mrs C M Meakin
Dr R McDonald

Company registered number

02928829

Charity registered number

1039099

Registered office

17-19 Brookside
Cambridge
CB2 1JE

Company secretary

Mr J W Fletcher

Chair of the Trustees

Mr T Amies

Independent auditors

Griffin Stone Moscrop & Co
Chartered Accountants
21 - 27 Lamb's Conduit Street
London
WC1N 3GS

Bankers

Lloyds Bank
5 The Square
Petersfield
Hampshire
GU32 3HL

CHILD LIGHT LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JULY 2021

The Trustees present their annual report together with the audited financial statements of the Company for the 1 August 2020 to 31 July 2021. The Annual report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the Company qualifies as small under section 382 of the Companies Act 2006, the Strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Structure, governance and management

a. Constitution

Child Light Limited is a registered charity and was established in 1994. It is a private company limited by guarantee with the company number 02928829.

The company is constituted under a Memorandum of Association and is a registered charity number 1039099.

b. Recruitment, Appointment and Induction of Trustees

Invitations are extended from time to time to suitable qualified and experienced men and women to become Trustees, following consultation with the existing body of Trustees. Newly appointed Trustees are provided with the induction materials, including a copy of the Memorandum and Articles of Association. They will have an induction with fellow Trustees and the Chief Executive and will be expected to spend time familiarising themselves with the workings of the charity.

CHILD LIGHT LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

Structure, governance and management (continued)

c. Organisational structure and decision-making policies

Day to day management of the operations of the charity, particularly its principal activity Heritage School, is overseen by Mr Jason Fletcher (Headmaster and Chief Executive).

Within Heritage School there is a Senior Leadership Team consisting of the Headmaster, the Deputy Head, the Bursar, the Head of Infants, the Head of Juniors, the Head of Seniors, the Head of Academics, the Head of Seniors Pastoral, and our Charlotte Mason Consultant. This team meets fortnightly to consider operational matters and whole-school policy decisions.

Beneath this Senior Leadership Team, teachers meet in their departments regularly as required. Head of subject areas hold meetings as required. Staff meetings involving Infant School and Junior School class teachers are held fortnightly as is a staff meeting for Senior School teachers. INSET training occurs four times per year for all staff. All of these meetings provide opportunities for discussion of educational philosophy and methodology and feedback regarding relevant policy and operational matters.

Day-to-day financial oversight is exercised jointly by the Headmaster and the Bursar in relation to the budget approved by Trustees. Budgetary responsibility for specific departments is devolved to heads of subject areas, the Head of Infants or the Head of Juniors. Budgetary responsibility for our enrichment programme is managed by our Head of Enrichment.

Bursaries are awarded by a Bursary Committee, which will always include at least one Trustee. Within overall levels approved by Trustees, the Bursary Committee awards bursaries following a means-tested application process. The Headmaster is not a member of the Bursary Committee.

Trustees have responsibility over all operational and policy decisions taken by the management of the school (and the charity as a whole). Specifically, they routinely consider:

- the financial position of the school, including setting the level of fees, agreeing the extent of bursaries to be awarded in each year, agreeing an annual budget, monitoring progress against budget, and authorising exceptional expenditure;
- staffing needs, performance and recruitment;
- regulatory compliance, including safeguarding;
- advertising and recruitment of pupils;
- matters affecting the ethos of the school;
- property issues and lease agreements; and
- any significant new developments.

d. Internal Controls and Risk Management

The systems of internal control and risk management are designed to provide reasonable, but not absolute assurance against misstatement and loss. They include:

- regular strategic reviews, an annual budget approved by the Trustees and quarterly management accounts comparing performance against budget;
- regular reports submitted by the Chief Executive;
- regular consideration by the Trustees of the financial position; and
- identification and management of risks.

CHILD LIGHT LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

Structure, governance and management (continued)

e. Related party relationships

Mr Macaulay, a trustee, has a daughter and son in law (the Headmaster) who are employees of the school. Four other trustees (Mr Amies, Mrs Meakin, Mr Leckie and Mr McDonald) have between them ten (2020 - same) children who attend the school.

Mr Amies has a spouse who works for the school.

The salaries paid to the headmaster and his and Mr Amies' spouse are on terms no more favourable than those of any other employee and there is no benefit or discount on fees as a result of being related to a trustee.

Objectives and activities

a. Policies and objectives

The objects of the charity as stated in its Memorandum and Articles of Association:

- the advancement of education whether secular or religious;
- the advancement of the tenets of the Christian Faith; and
- the advancement of any educational, religious or other charitable object.

b. Strategies for achieving objectives

The charity pursues the above stated objects by providing advice, advocacy or information, by undertaking research, by acting as an umbrella or resourcing body and by directly delivering services.

Child Light Limited is particularly concerned to advance the approach to education articulated by Charlotte Mason and the PNEU (Parents National Education Union).

The primary strategy used this year to implement the charity's objectives was the operation of Heritage School, whose activities are described below.

c. Main activities undertaken to further the Company's purposes for the public benefit

The activities undertaken in the past by Child Light Limited have always included more than the direct provision of educational services. Child Light Limited has advanced education more broadly through the provision of advice, advocacy or information, including publications and undertaking research. During 2020-21 Child Light Limited has offered advice to other educators interested in operating along similar lines, and it made an agreement with a publisher to re-publish the original biography of Charlotte Mason.

Child Light Limited also continued to serve the wider community by hiring our facilities at a reasonable cost to other educational providers.

In addition, our accessible fee structure is intended to make the work of Child Light Limited as beneficial to as wide a segment of the population as possible.

CHILD LIGHT LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

Achievements and performance

a. Main achievements of the Company

During 2020-21 Heritage School was the principal activity of Child Light Limited.

We commenced 2020-21 with 192 pupils. 2020-21 was the fifth academic year in which we had a single class in each year group, from Reception to Year 11.

Our Leavers in July 2021 received offers at their preferred destination for post-16 education and training, with the majority going to Hills Road or Comberton Sixth Form. They achieved another set of outstanding exam results, with 68% of all results being awarded 9-8, 85% of all results being awarded either 9-7, and 92% of all results being awarded 9-6. 68% of all grades were above what standardised tests predicted to be 'most likely', demonstrating Heritage School's ability to add value and help pupils exceed expectations. In 2020-21 we undertook more detailed statistical analysis of value-added and found that Heritage teaching added +1 grade per pupil per subject.

A hugely significant long-term development for the charity was that in August of 2020 we completed the purchase of our main school site from our landlords. During 2019-20 we had worked to raise finance to meet the landlords' asking price. The transaction was completed, finally, at the start of the 2020-21 financial year. It is a remarkable achievement for a school founded in 2007 to have the freehold on its two central Cambridge properties (17-19 Brookside and Panton Hall), thus guaranteeing our future in our current location.

During 2020-21 the Coronavirus Pandemic continued to have a dramatic impact upon operations. We managed the changing landscape of Covid-19 regulations and did everything possible to keep pupils and staff safe and maintain in-person learning. This demanded a high level of management resources, including from our newly appointed (in June 2020) Compliance Officer. This included setting up 'clinics' for in-school testing of Senior pupils upon return in September and in early March. Our risk management and the support of pupils and parents meant that we were remarkably successful in preventing Covid-19 from disrupting in-person learning. There were no cases of Covid-19 amongst staff or pupils during the whole of 2020-21 or any known transmission taking place in school. No classes (or 'bubbles') were required to isolate. During the national lockdown from early January to early March, we rapidly transitioned to the provision of online learning, while supporting children of critical workers and vulnerable children with in-person learning. For the second year running, public examinations were cancelled in favour of teacher recommended grades. We ran our own internal examinations for our Year 11 pupils in May and early June. These internal assessments provided us with strong evidence to feed into our rigorously managed process for recommending grades to exam boards.

We made significant staff appointments for and during 2020-21, which have further strengthened the school's management and administrative capabilities. These included appointing a new Special Educational Needs and Disabilities Coordinator (SENDCo) from September 2020 and a new Marketing Officer. In February 2021 we appointed a new Office Manager and shortly thereafter a new Finance Officer. We also appointed a new Educational Visits Coordinator.

In May of 2021, we had an Independent Schools Inspectorate Monitoring Inspection which found that the school had met all of its regulatory requirements. The decision taken by Trustees to appoint a Compliance Officer in June of 2020, in order to strengthen management resources in relation to regulatory compliance, enabled the school both to cope well with the regulatory demands of Covid-19 compliance and risk management and at the same time to strengthen various systems to ensure the school was fully compliant in all areas.

Recruitment of pupils was strong during 2020-21, with particularly strong demand for Lower Prep (Reception) relative to previous years; all available places were filled by October 2021. Demand for places in Year 7 remained strong; all places were filled from the start of term in September 2021.

In the financial year 2020-21 we have pursued a range of activities within our control to advance Christian education along Charlotte Mason/Parents National Educational Union lines. These activities have had the successful continued growth of Heritage School as their main purpose.

CHILD LIGHT LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

Achievements and performance (continued)

There are factors outside of our control that affect our ability to successfully achieve our objectives, particularly pupil recruitment and staff recruitment. The impact of these uncertainties is mitigated through effective marketing of the school generally and effective advertising for teaching vacancies, together with delivering a strong service that leads to positive personal recommendations on the part of those involved with Heritage School.

Financial review

a. Review

2020-21 was a year in which we expected a modest deficit as we began to make adjustments following the purchase of 17-19 Brookside. We were able to meet all operational costs from fee income and reserves, and to carry forward cash reserves into 2020-21, as these accounts show.

Fundraising activities were undertaken during 2020-21 by the Heritage Community Association (HCA), which was formed in the summer of 2011. It raised £2,789 during 2020-21 to support the work of the school. The school also received £37,776 from donors during 2020-21 in support, after the fact, of the purchase of 17-19 Brookside.

b. Reserves policy

At the end of the 2020-21 year, £949,647 total funds were held, of which £25,331 were restricted. The trustees seek to build reserves equal to 25% of the current year's total expenditure.

c. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

d. Pay policy for senior staff

Pay and remuneration of the charity's key management personnel are determined with reference to the government's statutory guidance on pay and conditions for teachers in England and Wales (see <https://www.gov.uk/government/publications/school-teachers-pay-and-conditions>). This framework is used to determine the Headmaster's pay and the value of additional responsibilities undertaken by teaching staff. Pay for school administrators is determined in relation to industry standards. The performance of key management personnel is evaluated by Trustees regularly in the course of their normal duties. Pay is not linked to performance criteria. Trustees set pay levels for all staff, including key management personnel, when they approve the annual budget.

CHILD LIGHT LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

e. Plans for future periods

In 2021-22 the operation of Heritage School will be the focus of the activities of Child Light Limited. Our main developmental priorities are:

- manage the impact of the coronavirus pandemic effectively so as to ensure that we minimise disruption to in-person learning as much as possible and return to providing the full range of normal activities as rapidly as possible;
- appoint a new Site Manager;
- continue to improve our regulatory compliance management with support from our new Compliance Officer;
- strengthen Safeguarding by appointing our SENDCo as a Deputy Designated Safeguarding Lead and by implementing 'My Concern', a secure cloud-based system for managing safeguarding in schools;
- re-publish The Story of Charlotte Mason by Essex Cholmondeley with Lutterworth Press, Cambridge;
- welcome educationalists to Heritage who are interested in and may be able to help us deepen and refine our distinctive educational vision;
- strengthen recruitment to nearer 100% capacity, with a particular focus upon Lower Prep (Reception) entry; and
- effective financial management as we seek to further strengthen our reserves.

Members' liability

The Members of the Company guarantee to contribute an amount not exceeding £1 to the assets of the Company in the event of winding up.

Statement of Trustees' responsibilities

The Trustees (who are also the directors of the Company for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees 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 its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Trustees 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.

CHILD LIGHT LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

Disclosure of information to auditors

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Auditors

The auditors, Griffin Stone Moscrop & Co, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees on 24 March 2022 and signed on their behalf by:



.....
Mr T Amies
(Chair of Trustees)

CHILD LIGHT LIMITED
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CHILD LIGHT LIMITED

Opinion

We have audited the financial statements of Child Light Limited (the 'charitable company') for the year ended 31 July 2021 which comprise the Statement of financial activities, the Balance sheet, the Statement of cash flows and the related notes, 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 charitable company's affairs as at 31 July 2021 and of its incoming resources and application of resources, including its income and expenditure 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 Trustees' 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 charitable 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 Trustees with respect to going concern are described in the relevant sections of this report.

CHILD LIGHT LIMITED
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CHILD LIGHT LIMITED (CONTINUED)

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' report thereon. The Trustees 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.

Opinion 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 Trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' report.

We have nothing to report in respect of the following matters in relation to which 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 Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' report and from the requirement to prepare a Strategic report.

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) 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 Trustees 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 Trustees are responsible for assessing the charitable 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 Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

CHILD LIGHT LIMITED
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CHILD LIGHT LIMITED (CONTINUED)

Auditors' 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 Auditors' 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:

- Enquiry of management and those charged with governance.
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance.
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the rationale of significant transactions outside the normal course of activities and reviewing accounting estimates for bias.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Trustees.
- Conclude on the appropriateness of the Trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditors' report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

CHILD LIGHT LIMITED
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CHILD LIGHT LIMITED (CONTINUED)

Use of our report

This report is made solely to the charitable 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 charitable 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 charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

Chris Brecht

Christopher Brecht (Senior statutory auditor)

for and on behalf of

Griffin Stone Moscrop & Co

Chartered Accountants

Statutory Auditors

21 - 27 Lamb's Conduit Street

London

WC1N 3GS

24 March 2022

CHILD LIGHT LIMITED
(A company limited by guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 JULY 2021**

	Note	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:					
Donations and legacies	3	15,753	43,402	59,155	337,393
Charitable activities	5	1,988,490	-	1,988,490	1,893,958
Investments	4	-	-	-	68
Other income	6	48,420	-	48,420	73,884
Total income		2,052,663	43,402	2,096,065	2,305,303
Expenditure on:					
Raising funds	7	141	1,131	1,272	2,639
Charitable activities	8	2,012,295	-	2,012,295	1,962,860
Total expenditure		2,012,436	1,131	2,013,567	1,965,499
Net income		40,227	42,271	82,498	339,804
Transfers between funds	19	524,516	(524,516)	-	-
Net movement in funds		564,743	(482,245)	82,498	339,804
Reconciliation of funds:					
Total funds brought forward		359,573	507,576	867,149	527,345
Net movement in funds		564,743	(482,245)	82,498	339,804
Total funds carried forward		924,316	25,331	949,647	867,149

The Statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 17 to 33 form part of these financial statements.

CHILD LIGHT LIMITED
(A company limited by guarantee)
REGISTERED NUMBER: 02928829

BALANCE SHEET
AS AT 31 JULY 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	13	6,819,475	690,215
		<u>6,819,475</u>	<u>690,215</u>
Current assets			
Stocks	14	12,180	13,005
Debtors	15	26,687	561,255
Cash at bank and in hand		208,444	317,209
		<u>247,311</u>	<u>891,469</u>
Creditors: amounts falling due within one year	16	(137,717)	(714,535)
Net current assets		<u>109,594</u>	<u>176,934</u>
Total assets less current liabilities		<u>6,929,069</u>	<u>867,149</u>
Creditors: amounts falling due after more than one year	17	(5,979,422)	-
Net assets excluding pension asset		<u>949,647</u>	<u>867,149</u>
Total net assets		<u><u>949,647</u></u>	<u><u>867,149</u></u>
Charity funds			
Restricted funds	19	25,331	507,576
Unrestricted funds	19	924,316	359,573
Total funds		<u><u>949,647</u></u>	<u><u>867,149</u></u>

CHILD LIGHT LIMITED
(A company limited by guarantee)

BALANCE SHEET (CONTINUED)
AS AT 31 JULY 2021

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

The financial statements were approved and authorised for issue by the Trustees on 24 March 2022 and signed on their behalf by:



Mr T Amies
(Chair of Trustees)

The notes on pages 17 to 33 form part of these financial statements.

CHILD LIGHT LIMITED
(A company limited by guarantee)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 JULY 2021

	2021 £	2020 £
Cash flows from operating activities		
Net cash used in operating activities	6,096,103	1,029
Cash flows from investing activities		
Dividends, interests and rents from investments	13	3,077
Purchase of tangible fixed assets	(6,204,881)	(1,409)
Net cash (used in)/provided by investing activities	(6,204,868)	1,668
Cash flows from financing activities		
Net cash provided by financing activities	-	-
Change in cash and cash equivalents in the year	(108,765)	2,697
Cash and cash equivalents at the beginning of the year	317,209	314,512
Cash and cash equivalents at the end of the year	208,444	317,209

The notes on pages 17 to 33 form part of these financial statements

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

1. General information

Child Light Limited is a company limited by guarantee, incorporated in England & Wales, whose main activity is that of operating a school. The registered office and situation of the school is 17-19 Brookside, Cambridge CB2 1JE. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Child Light Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

2.2 Going concern

The trustees consider there are no material uncertainties about the company's ability to continue as a going concern.

2.3 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Company and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

2.4 Income

All income is recognised once the Company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

2. Accounting policies (continued)

2.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Support costs are those costs incurred directly in support of expenditure on the objects of the company and include project management carried out at Headquarters. Governance costs are those incurred in connection with the administration of the company and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in activities that raise funds.

Charitable activities and Governance costs are costs incurred on the company's educational operations, including support costs and costs relating to the governance of the company apportioned to charitable activities.

2.6 Tangible fixed assets and depreciation

Tangible fixed assets costing £500 are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, .

Depreciation is provided on the following bases:

Freehold property	- 2% straight line
Motor vehicles	- 25% reducing balance
Fixtures and fittings	- 25% straight line
Computer equipment	- 25% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

2.7 Operating leases

Rentals paid under operating leases are charged to the Statement of financial activities on a straight line basis over the lease term.

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

2. Accounting policies (continued)

2.8 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.

2.9 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Company; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.10 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.11 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.12 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of financial activities as a finance cost.

2.13 Pensions

The company operates a defined contribution pension scheme in respect of its non-teaching staff and the pension charge represents the amounts payable by the company to the fund in respect of the year.

The company also operates a defined benefits pension scheme in respect of its teaching staff. The scheme is a state plan where it is not possible, in the normal course of events, to identify on a consistent and reasonable basis, the company's share of the underlying assets and liabilities of the plan. Therefore, as required by Section 28 of FRS 102, the company accounts for this scheme as if it was a defined contribution scheme. Contributions, which are in accordance with the recommendations of the Government Actuary, are charged in the period in which the salaries to which they relate are payable.

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

2. Accounting policies (continued)

2.14 Financial instruments

The Company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

3. Income from donations and legacies

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Donations	15,753	43,402	59,155	337,393
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total 2020	4,782	332,611	337,393	
	<u> </u>	<u> </u>	<u> </u>	

4. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Investment income	-	-	68
	<u> </u>	<u> </u>	<u> </u>
Total 2020	68	68	
	<u> </u>	<u> </u>	

5. Income from charitable activities

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Heritage School income	1,988,490	1,988,490	1,893,958
	<u> </u>	<u> </u>	<u> </u>
Total 2020	1,893,958	1,893,958	
	<u> </u>	<u> </u>	

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

6. Other incoming resources

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Royalties received	202	202	321
Other income	15,589	15,589	-
Coronavirus Job Retention Scheme income	32,616	32,616	70,486
Other interest received	13	13	3,077
	<u>48,420</u>	<u>48,420</u>	<u>73,884</u>
Total 2020	<u>73,884</u>	<u>73,884</u>	

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

7. Expenditure on raising funds

Costs of raising voluntary income

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Heritage Community Association (HCA) costs	141	1,131	1,272	2,639
	<u>141</u>	<u>1,131</u>	<u>1,272</u>	
Total 2020	813	1,826	2,639	
	<u>813</u>	<u>1,826</u>	<u>2,639</u>	

8. Analysis of expenditure on charitable activities

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Heritage School	2,012,295	2,012,295	1,962,860
	<u>2,012,295</u>	<u>2,012,295</u>	
Total 2020	1,962,860	1,962,860	
	<u>1,962,860</u>	<u>1,962,860</u>	

9. Analysis of expenditure by activities

	Activities undertaken directly 2021 £	Support costs 2021 £	Total funds 2021 £	Total funds 2020 £
Direct costs	1,352,789	659,506	2,012,295	1,962,860
	<u>1,352,789</u>	<u>659,506</u>	<u>2,012,295</u>	
Total 2020	1,253,866	708,994	1,962,860	
	<u>1,253,866</u>	<u>708,994</u>	<u>1,962,860</u>	

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

9. Analysis of expenditure by activities (continued)

Analysis of direct costs

	Activities 2021 £	Total funds 2021 £	Total funds 2020 £
Heritage School direct costs	73,639	73,639	89,046
Staff costs	1,203,529	1,203,529	1,138,279
Depreciation	75,621	75,621	26,541
	<u>1,352,789</u>	<u>1,352,789</u>	<u>1,253,866</u>

Analysis of support costs

	Activities 2021 £	Total funds 2021 £	Total funds 2020 £
Recruitment and training	7,032	7,032	5,865
Property	79,469	79,469	325,204
Administration	288,623	288,623	89,689
Marketing	7,950	7,950	13,003
Staff costs	266,139	266,139	248,086
Audit	6,150	6,150	7,815
Compliance and inspections	4,143	4,143	6,389
Professional fees	-	-	714
Loss on disposal	-	-	12,229
	<u>659,506</u>	<u>659,506</u>	<u>708,994</u>
Total 2020	<u>708,994</u>	<u>708,994</u>	

10. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 July 2021, no Trustee expenses have been incurred (2020 - £NIL).

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

11. Auditors' remuneration

The auditors' remuneration amounts to an auditor fee of £3,700 (2020 - £4,700), and an accounts preparation fee of £2,450 (2020 - £3,115).

12. Staff costs

	2021	2020
	£	£
Wages and salaries	1,160,915	1,095,522
Social security costs	89,628	85,226
Contribution to defined contribution pension schemes	219,125	205,617
	1,469,668	1,386,365

The average number of persons employed by the Company during the year was as follows:

	2021	2020
	No.	No.
Teaching staff	44	47
Administrative staff	14	10
	58	57

No employee received remuneration amounting to more than £60,000 in either year.

The remuneration received by key management personnel was £125,261 (2020 - £107,186). In addition they received employer pension contributions to their pension schemes of £23,278 (2020 - £20,001). The key management personnel for the purpose of this disclosure are the Headmaster, Deputy Headmaster and the Bursar.

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

13. Tangible fixed assets

	Freehold property £	Motor vehicles £	Fixtures and fittings £	Computer equipment £	Total £
Cost or valuation					
At 1 August 2020	715,788	25,949	32,371	16,145	790,253
Additions	6,197,419	-	5,443	2,019	6,204,881
Disposals	-	-	-	(300)	(300)
At 31 July 2021	<u>6,913,207</u>	<u>25,949</u>	<u>37,814</u>	<u>17,864</u>	<u>6,994,834</u>
Depreciation					
At 1 August 2020	35,774	24,000	25,411	14,853	100,038
Charge for the year	69,137	487	4,804	1,193	75,621
On disposals	-	-	-	(300)	(300)
At 31 July 2021	<u>104,911</u>	<u>24,487</u>	<u>30,215</u>	<u>15,746</u>	<u>175,359</u>
Net book value					
At 31 July 2021	<u>6,808,296</u>	<u>1,462</u>	<u>7,599</u>	<u>2,118</u>	<u>6,819,475</u>
At 31 July 2020	<u>680,014</u>	<u>1,949</u>	<u>6,960</u>	<u>1,292</u>	<u>690,215</u>

The total net book value of the charity's freehold property has been pledged as security for liabilities. For further details, see Note 17.

14. Stocks

	2021 £	2020 £
Finished goods and goods for resale	<u>12,180</u>	<u>13,005</u>

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

15. Debtors

	2021 £	2020 £
	-	-
Due within one year		
Trade debtors	5,634	24,423
Other debtors	688	78,619
Prepayments	19,070	455,475
Tax recoverable	1,295	2,738
	26,687	561,255

16. Creditors: Amounts falling due within one year

	2021 £	2020 £
Bank loan	85,148	592,912
Other loans	1,276	-
Trade creditors	17,995	38,327
Other taxation and social security	-	21,983
Pension fund loan payable	-	24,926
Other creditors	22,927	10,317
Accruals and deferred income	10,371	26,070
	137,717	714,535

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

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

	2021 £	2020 £
Bank loan	4,479,422	-
Other loans	1,500,000	-
	<u>5,979,422</u>	<u>-</u>

Included within the above are amounts falling due as follows:

	2021 £	2020 £
Between one and two years		
Bank loans	88,602	-
	<u>88,602</u>	<u>-</u>
Between two and five years		
Bank loans	196,008	-
	<u>196,008</u>	<u>-</u>
Over five years		
Bank loans	4,194,812	-
Other loans	1,500,000	-
	<u>5,694,812</u>	<u>-</u>

The aggregate amount of liabilities payable or repayable wholly or in part more than five years after the reporting date is:

	2021 £	2020 £
Payable or repayable by instalments	4,194,812	-
Payable or repayable other than by instalments	1,500,000	-
	<u>5,694,812</u>	<u>-</u>

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

During the year a new bank loan was arranged with the charity borrowing £4,640,000 to be repaid over 30 years. This loan is subject to 3.98% interest per annum for the first 5 years and thereafter to an annual interest rate charge of 3.93% over the prevailing bank base rate. This loan is secured by a first fixed and floating legal charge over the charity's freehold properties, 17-19 Brookside (Cambridge, CB2 1JE), Panton Hall (Cambridge, CB2 1HP) and all other assets.

In addition the charity took out four other loans during the year:

- Two loans have been taken out on similar terms, one for £450,000 and one for £50,000 which are to be repaid after 7 years. These loans are subject to 3% interest per annum. On the settlement of these loans, an independent valuation of 17-19 Brookside (Cambridge, CB2 1JE) will be carried out, and the charity will pay the lenders 23% and 2.60% (respectively) of any increase in the market value of the property over £4,835,000 less any 'capital expenditure on improvements'. The repayments are subject to a maximum amount equal to the original loan plus 7% compounded interest per annum.

- A loan for £900,000 is to be repaid after 15 years. This loan is subject to 3% interest per annum for the first year of the term, rising by 0.5% for each subsequent year until it reaches 6% in year 7. The interest rate will remain at 6% for the remainder of the term.

- A loan for £100,000 is to be repaid after 10 years. This loan is subject to 3% interest per annum for the first year of the term, rising by 0.5% for each subsequent year until it reaches 6% in year 7. The interest rate will remain at 6% for the remainder of the term.

The four loans have a second fixed charge over the charity's freehold properties and rank equally, with any payments proportionate to the loans advanced.

18. Financial instruments

	2021	2020
	£	£
Financial assets		
Financial assets measured at fair value through income and expenditure	208,444	317,209

Financial assets measured at fair value through income and expenditure comprise cash at bank and in hand.

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

19. Statement of funds

Statement of funds - current year

	Balance at 1 August 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 July 2021 £
Unrestricted funds					
General fund	359,573	2,052,663	(2,012,436)	524,516	924,316
Restricted funds					
Restricted funds - other	19,781	5,127	(269)	-	24,639
Amazing Grace School, Uganda	1,055	499	(862)	-	692
Building fund	486,740	37,776	-	(524,516)	-
	507,576	43,402	(1,131)	(524,516)	25,331
Total of funds	867,149	2,096,065	(2,013,567)	-	949,647

Restricted funds - other

Such resources represent small donations given for specific purposes relating to the running of the school.

Amazing Grace School, Uganda

Amazing Grace School is a school in Uganda of a roughly similar age as Heritage School. A number of the pupils are orphans, and there are boarders and day pupils. The relationship between Amazing Grace and Heritage Schools extends into the classroom as pupils write letters to one another and send art work and other items to each other. Typically, Heritage School donates the proceeds from the Christmas Concert collection and a portion of all HCA raised funds to Amazing Grace each year.

Building fund

The Building fund was launched in April 2019 to raise funds towards securing premises for Heritage School.

The charity completed the freehold acquisition of its main site on 17 August 2020 and the restricted conditions were met. Accordingly, the trustees deemed it reasonable to transfer the remaining fund balance of £524,516 to the general fund, the fund against which the related depreciation is charged.

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

19. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 August 2019 £	Income £	Expenditure £	Balance at 31 July 2020 £
Unrestricted funds				
General fund	350,554	1,972,692	(1,963,673)	359,573
Restricted funds				
Restricted funds - other	3,277	18,330	(1,826)	19,781
Amazing Grace School, Uganda	43	1,012	-	1,055
Building fund	173,471	313,269	-	486,740
	176,791	332,611	(1,826)	507,576
Total of funds	527,345	332,611	(1,965,499)	867,149

20. Summary of funds

Summary of funds - current year

	Balance at 1 August 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 July 2021 £
General funds	359,573	2,052,663	(2,012,436)	524,516	924,316
Restricted funds	507,576	43,402	(1,131)	(524,516)	25,331
	867,149	2,096,065	(2,013,567)	-	949,647

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

20. Summary of funds (continued)

Summary of funds - prior year

	Balance at 1 August 2019 £	Income £	Expenditure £	Balance at 31 July 2020 £
General funds	350,554	1,972,692	(1,963,673)	359,573
Restricted funds	176,791	332,611	(1,826)	507,576
	<u>527,345</u>	<u>2,305,303</u>	<u>(1,965,499)</u>	<u>867,149</u>

21. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	6,819,475	-	6,819,475
Current assets	221,980	25,331	247,311
Creditors due within one year	(137,717)	-	(137,717)
Creditors due in more than one year	(5,979,422)	-	(5,979,422)
Total	<u>924,316</u>	<u>25,331</u>	<u>949,647</u>

Analysis of net assets between funds - prior year

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	690,215	-	690,215
Current assets	383,893	507,576	891,469
Creditors due within one year	(714,535)	-	(714,535)
Total	<u>359,573</u>	<u>507,576</u>	<u>867,149</u>

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

22. Reconciliation of net movement in funds to net cash flow from operating activities

	2021 £	2020 £
Net income for the year (as per Statement of Financial Activities)	82,498	339,804
Adjustments for:		
Depreciation charges	75,621	26,541
Dividends, interests and rents from investments	(13)	(3,077)
Loss on the disposal of fixed assets	-	12,229
Decrease in stocks	825	1,082
Decrease/(increase) in debtors	534,568	(401,973)
Increase in creditors	5,402,604	26,423
Net cash provided by operating activities	6,096,103	1,029

23. Analysis of cash and cash equivalents

	2021 £	2020 £
Cash in hand	208,444	317,209
Total cash and cash equivalents	208,444	317,209

24. Analysis of changes in net debt

	At 1 August 2020 £	Cash flows £	At 31 July 2021 £
Cash at bank and in hand	317,209	(108,765)	208,444
Debt due within 1 year	(617,838)	531,414	(86,424)
Debt due after 1 year	-	(5,979,422)	(5,979,422)
	(300,629)	(5,556,773)	(5,857,402)

CHILD LIGHT LIMITED
(A company limited by guarantee)

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

25. Related party transactions

Related party transactions not disclosed elsewhere in the financial statements are as follows:

- Mr Macaulay, a Trustee, has a daughter and son in law (the Headmaster) who were employees of the school during the year;
- Mrs Meakin, a Trustee, has two (2020 - two) children who attended the school during the year;
- Mr Leckie, a Trustee, has four (2020 - four) children who attended the school during the year;
- Dr McDonald, a Trustee, has three (2020 - three) children who attended the school during the year;
- Mr Amies, a Trustee, has one (2020 - one) child who attended the school during the year; and
- Mr Amies' spouse worked for the school during the year.

The salaries paid to the Headmaster and his and the Trustee's spouse are on terms no more favourable than those of any other employee and there is no benefit or discount on fees as a result of being related to a Trustee.

During the year, the charity received unrestricted donations totalling £200 (2020 - £300) from one of its trustees and restricted donations totalling £25,625 (2020 - £1,081) from five (2020 - one) of its Trustees.

26. Pension commitments

The charity operates a defined benefit scheme (DBS) in respect of its teaching staff and a defined contribution scheme (DCS) in respect of its non-teaching staff. The assets of each scheme are held separately from those of the charity in independently administered funds. The pension cost charge represents contributions payable by the company to these two funds.

The DBS is administered by Teachers' Pensions. The number of staff in this scheme at the year end was 50 (2020 - 36). The total employer contributions paid to this fund during the current year were £199,655 (2020 - £192,016).

The total employer contributions paid to the DCS fund during the current year were £19,470 (2020 - £13,601).

As at the balance sheet date, no contributions were (2020 - £24,926 was) payable by the charity.

27. Operating lease commitments

At 31 July 2021 the Company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2021 £	2020 £
Not later than 1 year	-	10,959
	<u> </u>	<u> </u>