

SOCIETY REGISTRATION NUMBER 31154R

**THE HINTON ST GEORGE & LOCALITY RURAL
COMMUNITY SERVICES LIMITED**

FINANCIAL STATEMENTS

30 SEPTEMBER 2016

**THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY
SERVICES LIMITED**

FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2016

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THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

THE REPORT OF THE MANAGEMENT COMMITTEE

YEAR ENDED 30 SEPTEMBER 2016

The Management Committee has pleasure in presenting its report and the unaudited financial statements of the society for the year ended 30 September 2016.

PRINCIPAL ACTIVITIES

HRCS exists in order to carry on business for the social, economic and environmental benefit of the community it is established to serve. The principal activities for the period under review were:-

- trading as a convenience store and Post Office serving the village of Hinton St. George and its locality;
- Creating and letting a self-contained 2 bedroomed flat and garage.

Management Committee

The following served on the management committee during the year:

David Clements - Chairman
Andrew Norton - Deputy Chairman
David Wheeler - Secretary
Jeremy Rook - Treasurer
Patricia Heelis
Keith Hurse
Nick Kirby

The following members were co-opted during the year:

Les Farris
Jean Roberts & Judy Craig (Joint Minutes Secretaries)
Salle Wroblewski

The following members resigned during the year:

Ann-Marie Lawson
Mike Mills-Roberts
Jane Jackson

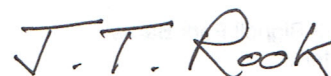
Registered office:
47 High Street
Hinton St George
Somerset
TA17 8SE

Signed on behalf of the officers

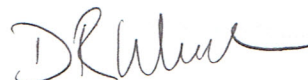
David Clements
Chairman



Jeremy Rook
Treasurer



David Wheeler
Secretary



Approved by the Management Committee on 12 January 2017

THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

INDEPENDENT ACCOUNTANTS' REPORT TO THE MEMBERS OF THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

YEAR ENDED 30 SEPTEMBER 2016

We report on the financial statements of the society for the year ended 30 September 2016.

This report is made solely to the members as a body. Our reporting work has been undertaken so that we might state to the members those matters we are required to state to them in an independent accountant'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 society and the members as a body, for our work, for this report, or for the opinion we have formed.

RESPECTIVE RESPONSIBILITIES OF MANAGEMENT COMMITTEE AND THE INDEPENDENT ACCOUNTANT

The Management Committee is responsible for the preparation of the accounts and they consider that an audit is not required for this year and that an independent accountant's report is needed.

It is our responsibility to carry out procedures designed to enable us to report our opinion.

BASIS OF THE INDEPENDENT ACCOUNTANT'S OPINION

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants. Our procedures included a review of the accounting records kept by the society and a comparison of the accounts presented with those records. It also included consideration of any unusual items or disclosures in the accounts, and seeking explanations from the Management Committee concerning any such matters. The procedures undertaken do not provide all the evidence that would be required for an audit, and consequently we do not express an audit opinion on the view given by the accounts.

INDEPENDENT ACCOUNTANT'S OPINION

In our opinion:

- (a) the accounts are in agreement with those accounting records kept by the society under section 75 of the Co-operative and Community Benefit Societies Act 2014.
- (b) having regard only to, and on the basis of, the information contained in those accounting records, the accounts have been drawn up in a manner consistent with the accounting requirements of the applicable legislation, and,
- (c) the society satisfied the conditions for exemption from an audit of the accounts for the year specified in section 84 of the Co-operative and Community Benefit Societies Act 2014 and did not at any time within that year fall within any of the categories of societies not entitled to the exemptions specified in section 84(3) of the Co-operative and Community Benefit Societies Act 2014.

David Cadwallader & Co Limited

DAVID CADWALLADER & CO LIMITED
Chartered Certified Accountants

Suite 3 Bignell Park Barns
Chesterton
Nr Bicester
Oxon
OX26 1TD

17 January 2017

THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 30 SEPTEMBER 2016

	Note	2016 £	2015 £
REVENUE		216,222	216,048
Cost of sales		<u>150,451</u>	<u>150,368</u>
GROSS PROFIT		65,771	65,680
Administrative expenses		55,558	54,211
Other operating income	2	<u>(2,370)</u>	<u>(1,045)</u>
OPERATING PROFIT	3	12,583	12,514
Interest receivable		160	199
Interest payable and similar charges		<u>(5,897)</u>	<u>(6,424)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		6,846	6,289
Tax on profit on ordinary activities		895	-
PROFIT FOR THE FINANCIAL YEAR		5,951	6,289

THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

BALANCE SHEET

30 SEPTEMBER 2016

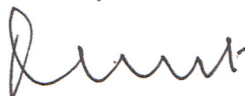
	Note	2016 £	2015 £
FIXED ASSETS			
Tangible assets	5	394,127	396,299
CURRENT ASSETS			
Stocks	6	16,000	15,057
Debtors	7	1,500	1,811
Cash at bank and in hand		40,163	33,913
		57,663	50,781
CREDITORS: Amounts falling due within one year	8	20,222	19,559
NET CURRENT ASSETS		37,441	31,222
TOTAL ASSETS LESS CURRENT LIABILITIES		431,568	427,521
CREDITORS: Amounts falling due after more than one year	9	189,553	190,067
		242,015	237,454
CAPITAL AND RESERVES			
Called up equity share capital	11	64,445	65,835
Profit and loss account	12	177,570	171,619
MEMBERS' FUNDS		242,015	237,454

The officers of the Management Committee acknowledge their responsibilities for:

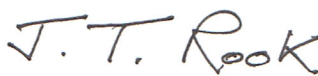
- (i) ensuring that the society keeps proper accounting records which comply with sections 75 of the Co-operative and Community Benefit Societies Act 2014 (the Act),
- (ii) establishing and maintaining a satisfactory system of its books of accounts, its cash holdings and all its receipts and remittances in order to comply with section 75 of the Act, and
- (iii) preparing financial statements which give a true and fair view of the state of affairs of the society as at the end of the financial year and of its profit for the financial year in accordance with the requirements of sections 79 and 80, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the society.

These accounts have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).


These financial statements were approved by the Management Committee and authorised for issue on the 12 January 2017 and are signed on their behalf by:



David Clements
Chairman



Jeremy Rook
Treasurer



David Wheeler
Secretary

Society Registration Number: 31154R

THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2016

1. ACCOUNTING POLICIES

Basis of accounting

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).

Cash flow statement

The Management Committee has taken advantage of the exemption in Financial Reporting Standard for Smaller Entities (effective January 2015) from including a Cash flow statement in the financial statements on the grounds that the society is small.

Turnover

Turnover represents net invoiced sales of goods and services provided, excluding value added tax.

Grants

Grants are recognised as income over the periods necessary to match them with the related costs which they are intended to compensate.

Donations

Income from donations are included in the profit and loss when:

- The Society becomes entitled to the donation and any conditions of receipt are met
- The members are reasonably certain they will receive it
- The members are reasonably certain the value can be measured

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings	-	15% reducing balance
Equipment	-	over 2 years straight line

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Financial instruments

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

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the Balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the Profit and Loss Account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2016

1. ACCOUNTING POLICIES (continued)

2. OTHER OPERATING INCOME

	2016 £	2015 £
Donations and fundraising	<u>2,370</u>	<u>1,045</u>

3. OPERATING PROFIT

Operating profit is stated after charging:

	2016 £	2015 £
Officers' remuneration	—	—
Depreciation of owned fixed assets	<u>2,327</u>	<u>2,716</u>

4. PARTICULARS OF EMPLOYEES

The aggregate payroll costs of the above were:

	2016 £	2015 £
Wages and salaries	<u>38,443</u>	<u>37,799</u>
Social security costs	—	—
	<u>38,443</u>	<u>37,799</u>

5. TANGIBLE ASSETS

	Freehold Property £	Fixtures & Fittings £	Equipment £	Total £
COST				
At 1 October 2015	380,594	29,412	4,719	414,725
Additions	—	155	—	155
At 30 September 2016	<u>380,594</u>	<u>29,567</u>	<u>4,719</u>	<u>414,880</u>
DEPRECIATION				
At 1 October 2015	—	13,707	4,719	18,426
Charge for the year	—	2,327	—	2,327
At 30 September 2016	<u>—</u>	<u>16,034</u>	<u>4,719</u>	<u>20,753</u>
NET BOOK VALUE				
At 30 September 2016	<u>380,594</u>	<u>13,533</u>	<u>—</u>	<u>394,127</u>
At 30 September 2015	<u>380,594</u>	<u>15,705</u>	<u>—</u>	<u>396,299</u>

THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2016

6. STOCKS

	2016	2015
	£	£
Finished goods	<u>16,000</u>	<u>15,057</u>

7. DEBTORS

	2016	2015
	£	£
Trade debtors	1,500	1,393
Other debtors	—	300
Prepayments and accrued income	—	118
	<u>1,500</u>	<u>1,811</u>

8. CREDITORS: Amounts falling due within one year

	2016	2015
	£	£
Bank loans	5,692	6,180
Trade creditors	10,158	10,675
Other creditors including taxation and social security:		
Corporation tax	895	—
PAYE and social security	632	845
VAT	677	535
Other creditors	1,276	436
Accruals and deferred income	892	888
	<u>4,372</u>	<u>2,704</u>
	<u>20,222</u>	<u>19,559</u>

9. CREDITORS: Amounts falling due after more than one year

	2016	2015
	£	£
Bank loans	180,123	180,637
Other creditors including:		
Community loans	9,430	9,430
	<u>189,553</u>	<u>190,067</u>

10. RELATED PARTY TRANSACTIONS

No transactions with related parties were undertaken such as are required to be disclosed under the Financial Reporting Standard for Smaller Entities (effective January 2015).

THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2016

11. SHARE CAPITAL

	2016 £	2015 £
At 1 October 2015	65,835	65,705
Shares issued	150	130
Other movements	(1,540)	-
At 30 September 2016	<u>64,445</u>	<u>65,835</u>
Amounts presented in equity	<u>64,445</u>	<u>65,835</u>

12. RESERVES

	Profit and loss account £
Balance brought forward	171,619
Profit for the year	<u>5,951</u>
Balance carried forward	<u>177,570</u>

THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

MANAGEMENT INFORMATION

YEAR ENDED 30 SEPTEMBER 2016

The following pages do not form part of the statutory financial statements which are the subject of the independent accountant's report on page 2.

THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

DETAILED PROFIT AND LOSS ACCOUNT

YEAR ENDED 30 SEPTEMBER 2016

	Note	2016 £	2015 £
REVENUE			
Sales		195,633	195,189
Post Office income		12,345	12,247
Flat rental income		8,054	8,421
Other income		190	191
		<u>216,222</u>	<u>216,048</u>
COST OF SALES			
Opening stock - finished goods		15,057	13,395
Purchases		149,521	150,170
Newspaper delivery		1,873	1,860
		<u>166,451</u>	<u>165,425</u>
Closing stock - finished goods		<u>(16,000)</u>	<u>(15,057)</u>
		<u>150,451</u>	<u>150,368</u>
GROSS PROFIT		<u>65,771</u>	<u>65,680</u>
GROSS PROFIT PERCENTAGE		<u>30.4%</u>	<u>30.4%</u>
OVERHEADS			
Wages and salaries		38,443	37,799
Rates and water		362	249
Light and heat		3,527	3,542
Insurance		994	854
Repairs and maintenance (allowable)		986	1,306
Waste disposal		492	589
Telephone		1,216	982
Printing, stationery and postage		375	548
Cleaning		807	581
General expenses		772	721
Flat expenses		-	225
Statutory fees		683	446
IT expenses		511	781
Advertising		57	77
Card terminal and merchant fees		750	636
Legal and professional fees		2,636	577
Accountancy fees		620	550
Depreciation		2,327	2,716
Bad debts written off		-	872
Bank charges		-	160
		<u>55,558</u>	<u>54,211</u>
PROFIT ON SOCIETY TRADING		<u>10,213</u>	<u>11,469</u>
Donations and fundraising		<u>2,370</u>	<u>1,045</u>
OPERATING PROFIT		<u>12,583</u>	<u>12,514</u>
Bank interest receivable		<u>160</u>	<u>199</u>
		<u>12,743</u>	<u>12,713</u>
Interest on other loans		<u>(5,897)</u>	<u>(6,424)</u>
Carried forward		<u>6,846</u>	<u>6,289</u>

**THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY
SERVICES LIMITED**

DETAILED PROFIT AND LOSS ACCOUNT

YEAR ENDED 30 SEPTEMBER 2016

	Note	2016 £	2015 £
Brought forward		6,846	6,289
PROFIT ON ORDINARY ACTIVITIES		<u>6,846</u>	<u>6,289</u>