

**THE HINTON ST GEORGE & LOCALITY RURAL
COMMUNITY SERVICES LIMITED
FINANCIAL STATEMENTS
30 SEPTEMBER 2015**

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

FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2015

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THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

THE REPORT OF THE MANAGEMENT COMMITTEE

YEAR ENDED 30 SEPTEMBER 2015

The Management Committee has pleasure in presenting its report and the unaudited financial statements of the society for the year ended 30 September 2015.

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.

Management Committee

The following served on the management committee during the year:

David Clements - Chairman
Richard Monk - Vice Chairman
Jane Jackson - Secretary
Keith Hurse
Ann-Marie Lawson
Andrew Norton
Mike Mills Roberts
Jeremy Rook
Nick Kirby
Paricia Heels
David Wheeler

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

Signed on behalf of the officers



David Clements
Chairman



Jeremy Rook
Committee member



Jane Jackson
Secretary

Approved by the Management Committee on 11 January 2016

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 2015

We report on the financial statements of the society for the year ended 30 September 2015.

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 Ltd

DAVID CADWALLADER & CO LIMITED
Chartered Certified Accountants

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

.....15 January 2016

THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 30 SEPTEMBER 2015

	Note	2015 £	2014 £
REVENUE		216,048	212,747
Cost of sales		<u>150,368</u>	<u>152,627</u>
GROSS PROFIT		65,680	60,120
Administrative expenses		54,211	53,956
Other operating income	2	<u>(1,045)</u>	<u>(5,137)</u>
OPERATING PROFIT	3	12,514	11,301
Interest receivable		199	231
Interest payable and similar charges		<u>(6,424)</u>	<u>(7,068)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>6,289</u>	<u>4,464</u>
PROFIT FOR THE FINANCIAL YEAR		<u>6,289</u>	<u>4,464</u>

THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

BALANCE SHEET

30 SEPTEMBER 2015


	Note	2015 £	2014 £
FIXED ASSETS			
Tangible assets	5	396,299	392,467
CURRENT ASSETS			
Stocks	6	15,057	13,395
Debtors	7	1,811	3,369
Cash at bank and in hand		33,913	40,374
		50,781	57,138
CREDITORS: Amounts falling due within one year	8	19,559	22,146
NET CURRENT ASSETS		31,222	34,992
TOTAL ASSETS LESS CURRENT LIABILITIES		427,521	427,459
CREDITORS: Amounts falling due after more than one year	9	190,067	196,424
		237,454	231,035
CAPITAL AND RESERVES			
Called up equity share capital	11	65,835	65,705
Profit and loss account	12	171,619	165,330
MEMBERS' FUNDS		237,454	231,035

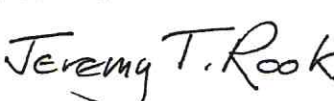
The officers of the Management Committee acknowledge their responsibilities for:

- (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 April 2008).

These financial statements were approved by the Management Committee and authorised for issue on the 11 January 2016 and are signed on their behalf by:


David Clements
Chairman


Jeremy Rook
Committee member


Janet Jackson
Secretary

Society Registration Number: 31154R

THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2015

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of financial instruments, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Cash flow statement

The Management Committee has taken advantage of the exemption in Financial Reporting Standard for Smaller Entities (effective April 2008) 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

Goodwill

The Committee reviews goodwill balances to consider impairment. Goodwill is recorded at cost and amortised over the life of the asset or written down value to what the Committee consider to be the recoverable amount.

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.

THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2015

1. ACCOUNTING POLICIES *(continued)*

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.

2. OTHER OPERATING INCOME

	2015	2014
	£	£
Donations and fundraising	<u>1,045</u>	<u>5,137</u>

3. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	2015	2014
	£	£
Officers' remuneration	—	—
Depreciation of owned fixed assets	2,716	4,259
Profit on disposal of fixed assets	<u>—</u>	<u>(150)</u>

4. PARTICULARS OF EMPLOYEES

The aggregate payroll costs of the above were:

	2015	2014
	£	£
Wages and salaries	37,799	38,724
Social security costs	<u>—</u>	<u>—</u>
	<u>37,799</u>	<u>38,724</u>

THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2015

5. TANGIBLE ASSETS

	Freehold Property £	Fixtures & Fittings £	Equipment £	Total £
COST				
At 1 October 2014	374,491	28,967	4,719	408,177
Additions	6,103	445	—	6,548
At 30 September 2015	380,594	29,412	4,719	414,725
DEPRECIATION				
At 1 October 2014	—	10,991	4,719	15,710
Charge for the year	—	2,716	—	2,716
At 30 September 2015	—	13,707	4,719	18,426
NET BOOK VALUE				
At 30 September 2015	380,594	15,705	—	396,299
At 30 September 2014	374,491	17,976	—	392,467

6. STOCKS

	2015 £	2014 £
Finished goods	15,057	13,395

7. DEBTORS

	2015 £	2014 £
Trade debtors	1,393	2,969
Other debtors	300	282
Prepayments and accrued income	118	118
	1,811	3,369

8. CREDITORS: Amounts falling due within one year

	2015 £	2014 £
Bank loans	—	11,252
Trade creditors	6,180	8,415
Other creditors including taxation and social security:		
PAYE and social security	845	569
VAT	535	1,056
Other creditors	436	—
Accruals and deferred income	888	854
	2,704	2,479
	19,559	22,146

THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2015

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

	2015	2014
	£	£
Bank loans	180,637	186,994
Other creditors including: Community loans	<u>9,430</u>	<u>9,430</u>
	<u>190,067</u>	<u>196,424</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 April 2008).

11. SHARE CAPITAL

	2015	2014
	£	£
At 1 October 2014	65,705	65,560
Shares issued	<u>130</u>	<u>145</u>
At 30 September 2015	<u>65,835</u>	<u>65,705</u>
Amounts presented in equity	<u>65,835</u>	<u>65,705</u>

12. RESERVES

	Profit and loss account
	£
Balance brought forward	165,330
Profit for the year	<u>6,289</u>
Balance carried forward	<u>171,619</u>

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

MANAGEMENT INFORMATION

YEAR ENDED 30 SEPTEMBER 2015

**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 2015

	Note	2015 £	2014 £
REVENUE			
Sales		195,189	190,346
Post Office income		12,247	14,430
Flat rental income		8,421	7,140
Other income		191	831
		<u>216,048</u>	<u>212,747</u>
 COST OF SALES			
Opening stock - finished goods		13,395	16,397
Purchases		150,170	145,078
Wages - Newspaper delivery		1,860	3,012
Wages - Post Office locums		—	1,535
		<u>165,425</u>	<u>166,022</u>
Closing stock - finished goods		<u>(15,057)</u>	<u>(13,395)</u>
		<u>150,368</u>	<u>152,627</u>
GROSS PROFIT		<u>65,680</u>	<u>60,120</u>
GROSS PROFIT PERCENTAGE		<u>30.4%</u>	<u>28.3%</u>
 OVERHEADS			
Wages and salaries		37,799	38,724
Rates and water		249	308
Light and heat		3,542	3,431
Insurance		854	936
Repairs and maintenance (allowable)		1,306	389
Waste disposal		589	850
Travel and subsistence		—	12
Telephone		982	889
Printing, stationery and postage		548	409
Cleaning		581	64
General expenses		721	1,116
Flat expenses		225	202
Statutory fees		446	318
IT expenses		781	842
Advertising		77	188
Card terminal and merchant fees		636	375
Legal, professional and accountancy fees		577	620
Accountancy fees		550	—
Depreciation		2,716	4,259
Profit on disposal of fixed assets		—	(150)
Bad debts written off		872	65
Bank charges		160	109
		<u>54,211</u>	<u>53,956</u>
PROFIT ON SOCIETY TRADING		<u>11,469</u>	<u>6,164</u>
Donations and fundraising		<u>1,045</u>	<u>5,137</u>
OPERATING PROFIT		<u>12,514</u>	<u>11,301</u>
 Carried forward		<u>12,514</u>	<u>11,301</u>

THE HINTON ST GEORGE & LOCALITY RURAL COMMUNITY SERVICES LIMITED

DETAILED PROFIT AND LOSS ACCOUNT

YEAR ENDED 30 SEPTEMBER 2015

	Note	2015 £	2014 £
Brought forward		12,514	11,301
Bank interest receivable		<u>199</u>	<u>231</u>
		12,713	11,532
Interest on other loans		<u>(6,424)</u>	<u>(7,068)</u>
PROFIT ON ORDINARY ACTIVITIES		<u>6,289</u>	<u>4,464</u>