

REGISTRATION NUMBER: RS007086

**Benenden Community Shop Limited**  
**Unaudited Financial Statements**  
**31 March 2018**

# **Benenden Community Shop Limited**

## **Financial Statements**

**Year ended 31 March 2018**

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# Benenden Community Shop Limited

## Management Committee Report

Year ended 31 March 2018

The officer presents his report and the unaudited financial statements of the society for the year ended 31 March 2018.

### Management Committee

The following people served on the management committee in the year under review:

Martin Pexton (Chairman and Treasurer)  
Paul Tolhurst (Deputy Chairman)  
Deborah Jenkins (Secretary)  
Nancy Tolhurst  
Grant Matthews  
John Burbage (resigned 22 June 2017)  
Ken Anderson  
Bev Beveridge

This report was approved by the management committee on 14 June 2018 and signed on behalf of the board by:



Martin Pexton  
Chairman and Treasurer



Paul Tolhurst  
Deputy Chairman



Deborah Jenkins  
Secretary

Registered office:  
Benenden Community Shop & Post Office  
The Street  
Benenden  
Cranbrook  
Kent  
TN17 4DB

# Benenden Community Shop Limited

## Independent Accountant's Report to Benenden Community Shop Limited

Year ended 31 March 2018

We report on the financial statements of the society for the year ended 31 March 2018 which comprise the statement of income and retained earnings, statement of financial position and the related notes. Our work has been undertaken so that we might state to the society those matters we are required to state to it in an 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 for our audit work, for this report, or for the opinions we have formed.

### Respective responsibilities of the management committee and independent accountant

The management committee is responsible for the preparation of the financial statements 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 for 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 financial statements presented with those records. It also included consideration of any unusual items or disclosures in the financial statements, 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 financial statements.

### Opinion

In our opinion:

- a) the financial statements are in agreement with the 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 financial statements comply with the requirements of the Co-operative and Community Benefit Societies Act 2014.
- c) for the preceding year of account, the financial criteria for the exercise of the power conferred by section 84 were met in relation to the year.

David Cadwallader & Co Ltd

DAVID CADWALLADER & CO LIMITED  
Chartered Certified Accountants

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

27 June 2018

**Benenden Community Shop Limited**  
**Statement of Income and Retained Earnings**  
**Year ended 31 March 2018**

	Note	2018 £	2017 £
<b>Turnover</b>		<b>433,550</b>	394,190
Cost of sales		<u>297,294</u>	<u>290,567</u>
<b>Gross profit</b>		<b>136,256</b>	103,623
Administrative expenses		126,522	114,888
Other operating income		<u>14,623</u>	<u>14,466</u>
<b>Operating profit</b>		<b>24,357</b>	3,201
Interest payable and similar expenses		<u>950</u>	<u>871</u>
<b>Profit before taxation</b>	5	<b>23,407</b>	2,330
Tax on profit		<u>-</u>	<u>-</u>
<b>Profit for the financial year and total comprehensive income</b>		<b><u>23,407</u></b>	<b><u>2,330</u></b>
<b>Retained losses at the start of the year</b>		<b>(10,344)</b>	<b>(12,674)</b>
<b>Retained earnings/(losses) at the end of the year</b>		<b><u>13,063</u></b>	<b><u>(10,344)</u></b>

The notes on pages 6 to 9 form part of these financial statements.

# Benenden Community Shop Limited

## Statement of Financial Position

31 March 2018

	Note	2018 £	£	2017 £
<b>Fixed assets</b>				
Tangible assets	6		<b>68,750</b>	76,666
<b>Current assets</b>				
Stocks		<b>20,472</b>		16,621
Debtors	7	<b>1,812</b>		2,297
Cash at bank and in hand		<b>57,076</b>		51,057
		<b>79,360</b>		69,975
<b>Creditors: amounts falling due within one year</b>	8	<b>49,187</b>		64,252
<b>Net current assets</b>			<b>30,173</b>	5,723
<b>Total assets less current liabilities</b>			<b>98,923</b>	82,389
<b>Creditors: amounts falling due after more than one year</b>	9		<b>-</b>	6,873
<b>Net assets</b>			<b>98,923</b>	75,516
<b>Capital and reserves</b>				
Called up share capital			<b>85,860</b>	85,860
Profit and loss account			<b>13,063</b>	(10,344)
<b>Members funds</b>			<b>98,923</b>	75,516

The society is satisfied that it is entitled to exemption from the requirement to obtain an audit under section 84 of the Co-operative and Community Benefit Societies Act 2014.

The members have not required the society to obtain an audit of its financial statements for the year in question in accordance with the Act.

The officer acknowledges their responsibilities for:

- ensuring that the society keeps proper accounting records which comply with section 75 of the Co-operative and Community Benefit Societies Act 2014 (the Act);
- 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
- 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 income and expenditure for the year in accordance with the requirements of section 80, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the society.

These financial statements have been prepared in accordance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

The statement of financial position  
continues on the following page.  
The notes on pages 6 to 9 form part of these financial statements.

# Benenden Community Shop Limited

## Statement of Financial Position *(continued)*

31 March 2018

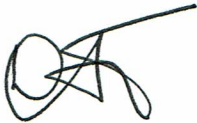
These financial statements were approved by the management committee and authorised for issue on 21 June 2018, and are signed on their behalf by:



Martin Pexton  
Chairman and Treasurer



Paul Tolhurst  
Deputy Chairman



Deborah Jenkins  
Secretary

Registration number: RS007086

The notes on pages 6 to 9 form part of these financial statements.

# Benenden Community Shop Limited

## Notes to the Financial Statements

Year ended 31 March 2018

### 1. General information

The society is registered under the Co-operative and Community Benefit Societies Act 2014. The address of the registered office is Benenden Community Shop & Post Office, The Street, Benenden, Cranbrook, Kent, TN17 4DB.

### 2. Statement of compliance

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

### 3. Accounting policies

#### Basis of preparation

These financial statements have been prepared in compliance with the provisions of FRS 102 Section 1A, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

#### Revenue recognition

Turnover represents monies received (excluding value added tax) from shop and café sales.

#### Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

#### Depreciation

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

Leasehold improvements	-	10% straight line
Computer Equipment	-	25% straight line



# Benenden Community Shop Limited

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2018

### 3. Accounting policies *(continued)*

#### Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the society are assigned to those units.

#### Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

#### 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.

#### Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

### 4. Employee numbers

The average number of persons employed by the society during the year amounted to 6 (2017: 5).

# Benenden Community Shop Limited

## Notes to the Financial Statements *(continued)*

**Year ended 31 March 2018**

### 5. Profit before taxation

Profit before taxation is stated after charging:

	2018	2017
	£	£
Depreciation of tangible assets	<u>16,163</u>	<u>14,009</u>

### 6. Tangible assets

	Land and buildings £	Fixtures and fittings £	Equipment £	Total £
<b>Cost</b>				
At 1 April 2017	52,804	32,096	11,801	96,701
Additions	2,038	5,405	804	8,247
Transfers	–	291	–	291
<b>At 31 March 2018</b>	<u>54,842</u>	<u>37,792</u>	<u>12,605</u>	<u>105,239</u>
<b>Depreciation</b>				
At 1 April 2017	6,699	9,551	3,785	20,035
Charge for the year	5,326	7,687	3,150	16,163
Transfers	–	291	–	291
<b>At 31 March 2018</b>	<u>12,025</u>	<u>17,529</u>	<u>6,935</u>	<u>36,489</u>
<b>Carrying amount</b>				
<b>At 31 March 2018</b>	<u>42,817</u>	<u>20,263</u>	<u>5,670</u>	<u>68,750</u>
At 31 March 2017	<u>46,105</u>	<u>22,545</u>	<u>8,016</u>	<u>76,666</u>

### 7. Debtors

	2018	2017
	£	£
Trade debtors	841	1,326
Other debtors	971	971
	<u>1,812</u>	<u>2,297</u>

### 8. Creditors: amounts falling due within one year

	2018	2017
	£	£
Trade creditors	9,603	15,831
Social security and other taxes	7,226	6,652
Loan	6,861	6,321
Other creditors	25,497	35,448
	<u>49,187</u>	<u>64,252</u>

### 9. Creditors: amounts falling due after more than one year

	2018	2017
	£	£
Loan	–	6,873
	<u>–</u>	<u>6,873</u>

# **Benenden Community Shop Limited**

## **Notes to the Financial Statements *(continued)***

**Year ended 31 March 2018**

### **10. Related party transactions**

The management committee purchase items from the shop. All transactions are at open market value.

No other transactions with related parties were undertaken such as required to be disclosed under FRS 102.

**Benenden Community Shop Limited**

**Management Information**

**Year ended 31 March 2018**

**The following pages do not form part of the financial statements.**

# Benenden Community Shop Limited

## Detailed Income Statement

Year ended 31 March 2018

	2018 £	2017 £
<b>Turnover</b>	<b>433,550</b>	394,190
<b>Cost of sales</b>		
Opening stock	16,621	16,010
Purchases	<u>301,145</u>	<u>291,178</u>
	<b>317,766</b>	307,188
Closing stock	<u>20,472</u>	<u>16,621</u>
	<b>297,294</b>	290,567
<b>Gross profit</b>	<b>136,256</b>	103,623
<b>Overheads</b>		
Administrative expenses	126,522	114,888
<b>Profit/(loss) on society trading</b>	<b>9,734</b>	(11,265)
Revenue grants received	-	702
Capital grant released	7,084	6,364
Post Office commission	7,539	7,360
Other income	-	40
	<u>14,623</u>	<u>14,466</u>
<b>Operating profit</b>	<b>24,357</b>	3,201
Interest payable and similar expenses	(950)	(871)
<b>Profit before taxation</b>	<b>23,407</b>	<u>2,330</u>

# Benenden Community Shop Limited

## Notes to the Detailed Income Statement

Year ended 31 March 2018

	2018	2017
	£	£
<b>Administrative expenses</b>		
Wages and salaries	78,930	73,761
Staff pension contributions	1,063	1,997
Rent rates and water	5,720	2,470
Light and heat	7,000	6,322
Insurance	1,659	1,398
Repairs and maintenance (allowable)	1,440	463
Cleaning costs	2,869	2,810
Equipment leasing charges	1,200	1,960
Telephone	2,359	2,386
Computer expenses	1,326	1,458
Printing postage and stationery	493	1,254
Staff training	–	318
Sundry expenses	1,669	859
Advertising	477	284
Entertaining	177	–
Accountancy fees	930	845
Depreciation of tangible assets	16,163	14,009
Bank and credit card charges	3,047	2,294
	<u>126,522</u>	<u>114,888</u>
<b>Interest payable and similar expenses</b>		
Loan interest	<u>950</u>	<u>871</u>