

**REPORT OF THE DIRECTORS AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017
FOR
THE SPAXTON COMMUNITY SHOP SOCIETY
LIMITED**

**THE SPAXTON COMMUNITY SHOP SOCIETY
LIMITED**

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FOR THE YEAR ENDED 31 DECEMBER 2017**

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**THE SPAXTON COMMUNITY SHOP SOCIETY
LIMITED**

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2017**

DIRECTORS:

Joshua Schwieso
Bridget McWilliam
Catherine Macadam
Simon Haswell
Patricia Edwards
Sian Sedgwick-Wilde
Melanie Hall
Sally Foxhall
Sonia Hulejczuk
Szilvi Hardwick
Alison Goldie

REGISTERED OFFICE:

Spaxton Community Stores
High Street
Spaxton
Somerset
TA5 1BS

REGISTERED NUMBER:

IP031164 (England and Wales)

ACCOUNTANTS:

Complete Professional Guidance Limited
Chartered Certified Accountants
42 Weirfield Green
Taunton
Somerset
TA1 1AZ

**THE SPAXTON COMMUNITY SHOP SOCIETY
LIMITED**

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2017**

The directors present their report with the financial statements of the company for the year ended 31 December 2017.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of establishing and trading as a village shop for the benefit of the community.

REVIEW OF BUSINESS

The Spaxton Community Shop Society Limited is a registered society under the Co-operative and Community Benefit Societies Act 2014, first registered on 20 January 2011. The registered society is governed by Rules of The Spaxton Community Shop Society Limited.

The Society is committed to trading for the benefit of the community, and not for anyone's private benefit and to retaining profits and applying them to achieve its purpose. Any surpluses held by the society shall, at the discretion of the management committee, be applied to a general reserve for the continuation and development of the society and/or for social or charitable purposes compatible with the objects of the society.

After completion of the building structure in the third quarter of 2014, two months of further investment followed finalising the purchase and installation of fixtures and fittings and the initial stocking of the shop. The building project was completed within budget in January 2015.

The society obtained a seven year lease from Spaxton Village Hall on 22 January 2015 and the shop opened to the general public for trading with a Grand Opening on 7 February 2015. Staffed throughout by a loyal team of local volunteers, the Community Stores additionally appointed its first employee, a Shop Manager in October 2015.

Following a successful application process, during the first quarter of 2016, a Post Office Local counter was opened inside the shop, marking the completion of the Management Committee's original plans for the Spaxton Community Stores.

The attached accounts show the financial position of the society at 31 December 2017.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2017 to the date of this report.

Joshua Schwieso
Bridget McWilliam
Catherine Macadam
Simon Haswell
Patricia Edwards
Sian Sedgwick-Wilde
Melanie Hall
Sally Foxhall
Sonia Hulejczuk

Other changes in directors holding office are as follows:

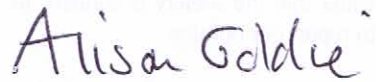
Richard Lee - resigned 12 April 2017
Mandy Deeks - resigned 12 April 2017
Szilvi Hardwick - appointed 12 April 2017
Alison Goldie - appointed 12 April 2017

**THE SPAXTON COMMUNITY SHOP SOCIETY
LIMITED**

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2017**

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:



Alison Goldie - Director

2 May 2018

**THE SPAXTON COMMUNITY SHOP SOCIETY
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2017**

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Grants and donations

Grants and donations are credited to deferred income. Grants and donations towards non-depreciable capital expenditure are netted off of the cost of that asset. Grants towards depreciable capital expenditure are released to the income and expenditure over the expected useful life of the assets. Grants and donations towards revenue expenditure are released to the income and expenditure account as the related expenditure is incurred.

Taxation

The society does not have charitable status and is therefore liable to corporation tax. An estimate of the corporation tax liability due in respect of the taxable surplus for a financial year is included in the statement of financial activities and carried as a creditor until agreed with HM Revenue & Customs and is paid. Once the actual liability is paid any under or over provisioning is charged in or written back through the statement of financial activities.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 1 (2016 - 1).

4. OPERATING PROFIT

The operating profit is stated after charging:

	2017	2016
	£	£
Depreciation - owned assets	21,260	20,853

5. TAXATION

Analysis of the tax charge

The tax charge on the profit for the year was as follows:

	2017	2016
	£	£
Current tax:		
UK corporation tax	1,780	1,106
Deferred tax	2,691	-
Tax on profit	4,471	1,106

**CHARTERED CERTIFIED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
THE SPAXTON COMMUNITY SHOP SOCIETY
LIMITED**

Independent Accountants' Report under Section 85 of the Co-operative and Community Benefit Societies Act 2014

We report to the members on the unaudited accounts for the year ended 31 December 2017 set out on pages 2 to 8.

RESPECTIVE RESPONSIBILITIES OF OFFICERS AND REPORTING ACCOUNTANTS

The society's officers are responsible for the preparation of the accounts, and they consider that the society is entitled to opt out of an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

This report is made to the society's members, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the accounts that we have been engaged to compile, report to the society's members that we have done so, and state those matters that we have agreed to state to them in this 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 society's members, as a body, for our work or for this report.

BASIS OF OPINION

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the society, and making such limited enquiries of the officers of the society as we considered necessary for the purposes of this report. These procedures provide the only assurance expressed in our opinion.

OPINION

In our opinion:

- (a) The accounts, including the revenue account and balance sheet, are in agreement with the accounting records kept by the society under s75 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 revenue account and balance sheet comply with the requirements of the Co-operative and Community Benefit Societies Act 2014; and
- (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.

Complete Professional Guidance Limited
Chartered Certified Accountants
42 Weirfield Green
Taunton
Somerset
TA1 1AZ

3 May 2018

**THE SPAXTON COMMUNITY SHOP SOCIETY
LIMITED**

**INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Notes	2017 £	2016 £
TURNOVER		176,438	178,056
Cost of sales		145,069	140,697
GROSS PROFIT		31,369	37,359
Administrative expenses		47,237	43,078
		(15,868)	(5,719)
Other operating income		25,642	23,944
OPERATING PROFIT	4	9,774	18,225
Interest receivable and similar income		212	168
		9,986	18,393
Interest payable and similar expenses		4	391
PROFIT BEFORE TAXATION		9,982	18,002
Tax on profit	5	4,471	1,106
PROFIT FOR THE FINANCIAL YEAR		5,511	16,896

The notes form part of these financial statements

**THE SPAXTON COMMUNITY SHOP SOCIETY
LIMITED (REGISTERED NUMBER: IP031164)**

**BALANCE SHEET
31 DECEMBER 2017**

	Notes	2017		2016	
		£	£	£	£
FIXED ASSETS					
Tangible assets	6		74,848		93,571
CURRENT ASSETS					
Stocks		9,989		11,909	
Debtors	7	1,032		1,054	
Cash at bank and in hand		47,106		36,799	
			<u>58,127</u>		<u>49,762</u>
CREDITORS					
Amounts falling due within one year	8	13,528		10,863	
NET CURRENT ASSETS			<u>44,599</u>		<u>38,899</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			119,447		132,470
PROVISIONS FOR LIABILITIES	9		(2,691)		-
ACCRUALS AND DEFERRED INCOME			<u>(44,874)</u>		<u>(66,134)</u>
NET ASSETS			<u>71,882</u>		<u>66,336</u>
CAPITAL AND RESERVES					
Called up share capital	10		30,555		30,520
Retained earnings			41,327		35,816
SHAREHOLDERS' FUNDS			<u>71,882</u>		<u>66,336</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

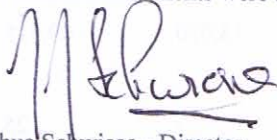
The notes form part of these financial statements

**THE SPAXTON COMMUNITY SHOP SOCIETY
LIMITED (REGISTERED NUMBER: IP031164)**

**BALANCE SHEET - continued
31 DECEMBER 2017**

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 2 May 2018 and were signed on its behalf by:



Joshua Schwieso - Director



Simon Haswell - Director

**THE SPAXTON COMMUNITY SHOP SOCIETY
LIMITED**

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 January 2016	30,495	18,920	49,415
Changes in equity			
Issue of share capital	25	-	25
Total comprehensive income	-	16,896	16,896
Balance at 31 December 2016	<u>30,520</u>	<u>35,816</u>	<u>66,336</u>
Changes in equity			
Issue of share capital	35	-	35
Total comprehensive income	-	5,511	5,511
Balance at 31 December 2017	<u><u>30,555</u></u>	<u><u>41,327</u></u>	<u><u>71,882</u></u>

The notes form part of these financial statements

**THE SPAXTON COMMUNITY SHOP SOCIETY
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

1. STATUTORY INFORMATION

The Spaxton Community Shop Society Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Short leasehold	- in accordance with the property
Plant and machinery	- 33% on reducing balance
Fixtures and fittings	- 15% on reducing balance

Stocks

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

Cost is calculated on a first in, first out basis.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

**THE SPAXTON COMMUNITY SHOP SOCIETY
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2017**

6. TANGIBLE FIXED ASSETS

	Short leasehold £	Plant and machinery £	Fixtures and fittings £	Totals £
COST				
At 1 January 2017	102,892	17,918	12,508	133,318
Additions	1,804	-	733	2,537
At 31 December 2017	<u>104,696</u>	<u>17,918</u>	<u>13,241</u>	<u>135,855</u>
DEPRECIATION				
At 1 January 2017	29,176	7,431	3,140	39,747
Charge for year	14,836	4,480	1,944	21,260
At 31 December 2017	<u>44,012</u>	<u>11,911</u>	<u>5,084</u>	<u>61,007</u>
NET BOOK VALUE				
At 31 December 2017	<u>60,684</u>	<u>6,007</u>	<u>8,157</u>	<u>74,848</u>
At 31 December 2016	<u>73,716</u>	<u>10,487</u>	<u>9,368</u>	<u>93,571</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Other debtors	445	540
Prepayments and accrued income	587	514
	<u>1,032</u>	<u>1,054</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Bank loans and overdrafts	-	624
Trade creditors	9,669	7,555
Tax	1,780	1,106
Social security and other taxes	299	282
VAT	738	296
Other creditors	42	-
Accrued expenses	1,000	1,000
	<u>13,528</u>	<u>10,863</u>

9. PROVISIONS FOR LIABILITIES

	2017 £	2016 £
Deferred tax		
Accelerated capital allowances	2,691	-
	<u>2,691</u>	<u>-</u>

**THE SPAXTON COMMUNITY SHOP SOCIETY
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2017**

9. PROVISIONS FOR LIABILITIES - continued

	Deferred tax £
Charge to Income Statement during year	2,691
	<u> </u>
Balance at 31 December 2017	2,691
	<u> </u>

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2017 £	2016 £
6,111	Ordinary	£5	<u>30,555</u>	<u>30,520</u>

7 Ordinary shares of £5 each were allotted and fully paid for cash at par during the year.

11. RELATED PARTY DISCLOSURES

By the organisation's very nature, as an Association whose members and Management Committee are shareholders, it is inevitable that transactions with these parties occur. All such transactions are conducted at arm's length and in the normal course of business.

**THE SPAXTON COMMUNITY SHOP SOCIETY
LIMITED**

**TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017		2016	
	£	£	£	£
Sales		176,438		178,056
Cost of sales				
Opening stock	11,909		10,634	
Purchases	143,149		141,972	
	<u>155,058</u>		<u>152,606</u>	
Closing stock	(9,989)		(11,909)	
		<u>145,069</u>		<u>140,697</u>
GROSS PROFIT		31,369		37,359
Other income				
Sundry receipts	4,382		3,092	
Donations	7,939		7,939	
Grants	13,321		12,913	
Deposit account interest	212		168	
	<u>25,854</u>		<u>24,112</u>	
		57,223		61,471
Expenditure				
Hire of plant and machinery	174		172	
Rent	100		100	
Rates and water	105		95	
Light and heat	2,060		2,209	
Wages	14,272		14,487	
Pensions	803		-	
Telephone	490		599	
Post and stationery	355		346	
Advertising	-		9	
Licences and insurance	432		412	
Repairs and renewals	367		74	
Household and cleaning	343		134	
Meeting costs	137		97	
Regulatory fees	205		195	
Sundry expenses	114		981	
Accountancy	2,089		1,000	
Legal and professional fees	720		380	
Donations	1,906		-	
Subscriptions	358		156	
	<u>25,030</u>		<u>21,446</u>	
		32,193		40,025
Finance costs				
Bank charges	947		779	
Bank loan interest	4		391	
	<u>951</u>		<u>1,170</u>	
Carried forward		31,242		38,855

This page does not form part of the statutory financial statements

**THE SPAXTON COMMUNITY SHOP SOCIETY
LIMITED**

**TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017		2016	
	£	£	£	£
Brought forward		31,242		38,855
Depreciation				
Short leasehold	14,836		14,699	
Plant and machinery	4,480		4,357	
Fixtures and fittings	1,944		1,797	
	<u> </u>	21,260	<u> </u>	20,853
NET PROFIT		<u>9,982</u>		<u>18,002</u>