

Unaudited Financial Statements for the Year Ended 30 June 2022

for

Yetholm Community Shop Limited

Yetholm Community Shop Limited

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for the Year Ended 30 June 2022**

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Yetholm Community Shop Limited

**Management Committee Report
for the Year Ended 30 June 2022**

The members present their report and unaudited financial statements of the Society for the year ended 30 June 2022.

INCORPORATION

The Society was incorporated on 15 June 2020.

PRINCIPAL ACTIVITY

The principal activity of the Society was the provision of a community shop and Post Office branch.

GENERAL INFORMATION

The Society was registered on 15 June 2020 under the Co-operative and Community Benefit Societies Act 2014.
The address of the registered office is The Green, Kirk Yetholm, Roxburghshire, TD5 8PQ.

MANAGEMENT COMMITTEE

The members who served on the Management Committee during the period were as follows:

Alastair Hirst (Chair)
Susan Stewart (Secretary)
Neil McIntyre
Catherine Greenhorn
Sarah Cater

The report was approved by the Management Committee on
and signed in its behalf by:

.....
Susan Stewart (Secretary)

.....
Alastair Hirst (Chair)

.....
Catherine Greenhorn

**Independent Accountant's Report to the Members of
Yetholm Community Shop Limited**

I report on the financial statements of the society for the year ended 30 June 2022.

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 the period and that an independent accountant report is needed.

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

Basis of opinion

My examination was carried out in accordance with the Statement of Standards for Reporting Accountants. An examination includes a review of the accounting records kept by the society and a comparison of the financial statements presented with those records. It also includes 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 in an audit, and consequently I do not express an audit opinion on the view given by the financial statements

Independent accountant's statement

In my 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 Benefits 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 Benefits Act 2014

Caroline J A Tice CA ICAS
Douglas Home & Co Ltd
Chartered Accountants
47-49 The Square
Kelso
Roxburghshire
TD5 7HW

Date:

Yetholm Community Shop Limited

**Income Statement
for the Year Ended 30 June 2022**

	Notes	Year Ended 30/6/22 £	Period 16/6/20 to 30/6/21 £
REVENUE		231,299	63,851
Cost of sales		178,082	50,296
GROSS PROFIT		53,217	13,555
Administrative expenses		73,746	33,863
		(20,529)	(20,308)
Other operating income		54,724	21,018
OPERATING PROFIT	3	34,195	710
Interest receivable and similar income		171	14
PROFIT BEFORE TAXATION		34,366	724
Tax on profit	4	1,498	103
PROFIT FOR THE FINANCIAL YEAR		32,868	621

The notes form part of these financial statements

Yetholm Community Shop Limited (Registered number: RS008414)

**Balance Sheet
30 June 2022**

	Notes	30/6/22 £	£	30/6/21 £	£
FIXED ASSETS					
Property, plant and equipment	5		117,910		97,093
CURRENT ASSETS					
Inventories	6	15,376		12,084	
Debtors	7	12,287		15,752	
Cash at bank and in hand		182,725		150,780	
		210,388		178,616	
CREDITORS					
Amounts falling due within one year	8	37,155		36,328	
NET CURRENT ASSETS			173,233		142,288
TOTAL ASSETS LESS CURRENT LIABILITIES			291,143		239,381
CREDITORS					
Amounts falling due after more than one year	9		104,386		85,592
NET ASSETS			186,757		153,789
CAPITAL AND RESERVES					
Called up share capital			119,075		119,075
Other reserves			34,193		34,093
Retained earnings			33,489		621
			186,757		153,789

By resolution passed at the Society's Annual General Meeting on 1 December 2021 it was decided pursuant to Rule 6.2 not to appoint an Auditor to audit its Annual Accounts, resolving instead to have the Society's accounts prepared by a person qualified to do so, without the conducting of a formal audit.

The members acknowledge their responsibilities for:

- (a) ensuring that the company keeps proper accounting records which comply with section 75 of the Co-operative and Community Benefit Societies Act 2014 (the Act);
- (b) 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;
- (c) preparing financial statements which give a true and fair view of the state of the society as at the end of the financial year end and 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

The notes form part of these financial statements

**Notes to the Financial Statements
for the Year Ended 30 June 2022**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Turnover

Revenue 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.

Freehold property	- straight line over 25 years
Improvements to property	- straight line over 25 years
Plant and machinery	- 33% on cost
Computer equipment	- 25% on reducing balance

Stocks

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

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.

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.

2. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 5 (2021 - 22).

3. OPERATING PROFIT

The operating profit is stated after charging:

	Year Ended 30/6/22	Period 16/6/20 to 30/6/21
	£	£
Depreciation - owned assets	4,792	1,409
	<u> </u>	<u> </u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2022

4. TAXATION

Analysis of the tax charge

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

	Year Ended 30/6/22 £	Period 16/6/20 to 30/6/21 £
Current tax:		
UK corporation tax	1,498	103
	<u>1,498</u>	<u>103</u>
Tax on profit	<u>1,498</u>	<u>103</u>

The Corporation tax liability was arrived at after taking into consideration the volunteers hours following the Peterhead Principle (BIM 24775).

5. PROPERTY, PLANT AND EQUIPMENT

	Freehold property £	Improvements to property £	Plant and machinery £	Computer equipment £	Totals £
COST					
At 1 July 2021	96,909	-	970	623	98,502
Additions	-	22,298	2,895	416	25,609
	<u>96,909</u>	<u>22,298</u>	<u>3,865</u>	<u>1,039</u>	<u>124,111</u>
At 30 June 2022	96,909	22,298	3,865	1,039	124,111
DEPRECIATION					
At 1 July 2021	1,296	-	67	46	1,409
Charge for year	3,876	229	508	179	4,792
	<u>5,172</u>	<u>229</u>	<u>575</u>	<u>225</u>	<u>6,201</u>
At 30 June 2022	5,172	229	575	225	6,201
NET BOOK VALUE					
At 30 June 2022	<u>91,737</u>	<u>22,069</u>	<u>3,290</u>	<u>814</u>	<u>117,910</u>
At 30 June 2021	<u>95,613</u>	<u>-</u>	<u>903</u>	<u>577</u>	<u>97,093</u>

6. INVENTORIES

	30/6/22 £	30/6/21 £
Stocks	<u>15,376</u>	<u>12,084</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30/6/22 £	30/6/21 £
Trade debtors	5,700	-
Other debtors	4,079	13,482
VAT	2,508	2,270
	<u>12,287</u>	<u>15,752</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2022

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30/6/22	30/6/21
	£	£
Trade creditors	16,534	19,247
Tax	1,498	103
Social security and other taxes	334	251
Deferred Grant income	16,360	14,414
Accrued expenses	2,429	2,313
	<u>37,155</u>	<u>36,328</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	30/6/22	30/6/21
	£	£
Deferred Grant income	<u>104,386</u>	<u>85,592</u>

10. GRANT INCOME

Scottish Borders Council

£25,646 of grant income was received from Scottish Borders Council for the RCGF project and expensed as follows:

Capital expenditure of £24,148

Architect, Surveyor & Engineer fees - £11,984

Equipment costs - £12,164

Revenue expenditure of £1,498

Repairs to Property - £502

Equipment - £332

Insurance - £268

Telephone - £114

Professional fees - £282

Inspiring Scotland

£38,984 of grant income was received from Inspiring Scotland and expensed as follows:

Capital expenditure of £935

Scales - £519

Laptop - £416

Revenue expenditure of £38,049

Wages & Direct costs - £23,660

Advertising - £3,325

General running costs - £8,272

IT & Office costs - £1,182

Professional fees - £1,610

National Lottery Fund

£10,000 of grant income was received and expensed against wages costs during the year.

The report was approved by the Management Committee on
and signed in its behalf by:

.....
Susan Stewart (Secretary)

.....
Alastair Hirst (Chair)

.....
Catherine Greenhorn

Yetholm Community Shop Limited

**Trading and Profit and Loss Account
for the Year Ended 30 June 2022**

	Year Ended 30/6/22		Period 16/6/20 to 30/6/21	
	£	£	£	£
Turnover				
Sales	223,664		61,420	
Post Office income	7,635		2,431	
	<u> </u>	231,299	<u> </u>	63,851
Cost of sales				
Opening stock	12,084		-	
Purchases	181,374		62,380	
	<u> </u>		<u> </u>	
Closing stock	193,458		62,380	
	<u>(15,376)</u>		<u>(12,084)</u>	
		178,082		50,296
		<u> </u>		<u> </u>
GROSS PROFIT		53,217		13,555
Other income				
Donations	140		1,346	
Other income	729		-	
Grant Income	49,625		18,624	
Deferred Property Grant income	3,610		1,048	
Deferred Capital Grant income	620		-	
Deposit account interest	171		14	
	<u> </u>	54,895	<u> </u>	21,032
		<u> </u>		<u> </u>
		108,112		34,587
Expenditure				
Wages	45,781		10,503	
Pensions	277		159	
Rates and water	653		186	
Insurance	1,717		1,455	
Light and heat	3,089		727	
Repairs to property	1,112		8,401	
Telephone	879		384	
Post and stationery	424		672	
Advertising	3,629		1,794	
Equipment	737		165	
EPOS costs	634		434	
Cleaning	657		159	
Training	160		125	
Computer hardware	-		944	
Computer software	386		116	
Sundry expenses	1,225		378	
Accountancy	4,730		2,755	
Subscriptions	240		240	
Professional fees	375		1,690	
	<u> </u>	66,705	<u> </u>	31,287
		<u> </u>		<u> </u>
Carried forward		41,407		3,300

This page does not form part of the statutory financial statements

Yetholm Community Shop Limited

**Trading and Profit and Loss Account
for the Year Ended 30 June 2022**

	Year Ended 30/6/22		Period 16/6/20 to 30/6/21	
	£	£	£	£
Brought forward		41,407		3,300
Finance costs				
Bank charges	2		37	
Card machine charges	2,247		1,130	
		<u>2,249</u>	<u>1,130</u>	<u>1,167</u>
		39,158		2,133
Depreciation				
Freehold property	3,876		1,296	
Improvements to property	229		-	
Plant and machinery	508		67	
Computer equipment	179		46	
		<u>4,792</u>	<u>1,409</u>	<u>1,409</u>
NET PROFIT		<u>34,366</u>		<u>724</u>