

Registration number: 31175R

**Lyvennet Community Pub
Limited**

**Directors' Report and Unaudited
Financial Statements**

10 February 2011 to 31 December 2011



Lyvennet Community Pub Limited
Contents

Society Information	1
Directors' Report	2
Accountants' Report	3
Profit and Loss Account	4
Balance Sheet	5
Notes to the Financial Statements	7

The following pages do not form part of the statutory financial statements:

Detailed Profit and Loss Account	13
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Lyvennet Community Pub Limited
Society Information

Directors	D C Smith D M Graham C Smith A S T Holroyd J Raine D K Henderson
Registered office	Glebe House Silver Street Crosby Ravensworth PENRITH CA10 3JA
Accountants	Dodd & Co Chartered Accountants FIFTEEN Rosehill Montgomery Way Rosehill Estate CARLISLE CA1 2RW

Lyvennet Community Pub Limited
Directors' Report for the Period from 10 February 2011 to 31 December 2011

The directors present their report and the unaudited financial statements for the period from 10 February 2011 to 31 December 2011.

Incorporation

The society was incorporated and commenced trading on 10 February 2011.

Directors of the company

The directors who held office during the period were as follows:

- D C Smith (appointed 10 February 2011)
- D M Graham (appointed 10 February 2011)
- C Smith (appointed 10 February 2011)
- A S T Holroyd (appointed 10 February 2011)
- J Raine (appointed 10 February 2011)
- D K Henderson (appointed 10 February 2011)

Principal activity

The principal activity of the society is the ownership of a public house and community hub.

Approved by the Board on and signed on its behalf by:

.....
D C Smith
Director

**Chartered Accountants' Report to the Committee of Management on the
Preparation of the Unaudited Statutory Accounts of
Lyvennet Community Pub Limited
for the Period Ended 31 December 2011**

In order to assist you to fulfil your duties under the Friendly and Industrial and Provident Societies Act 1968, we have prepared for your approval the accounts of Lyvennet Community Pub Limited for the period ended 31 December 2011 set out on pages 4 to 12 from the society's accounting records and from information and explanations you have given us.

As a member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew.com/membershandbook.

This report is made solely to the Committee of Management of Lyvennet Community Pub Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Lyvennet Community Pub Limited and state those matters that we have agreed to state to them, as a body, in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Committee of Management of Lyvennet Community Pub Limited, as a body, for our work or for this report.

It is your duty to ensure that Lyvennet Community Pub Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and deficit of Lyvennet Community Pub Limited. You consider that Lyvennet Community Pub Limited is exempt from the statutory audit requirement for the period.

We have not been instructed to carry out an audit or a review of the accounts of Lyvennet Community Pub Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

Dodd & Co
Chartered Accountants
FIFTEEN Rosehill
Montgomery Way
Rosehill Estate
CARLISLE
CA1 2RW
Date:.....

Lyvennet Community Pub Limited
Profit and Loss Account for the Period from 10 February 2011 to 31 December
2011

	Note	10 February 2011 to 31 December 2011 £
Turnover		3,415
Administrative expenses		(21,965)
Other operating income		<u>14,054</u>
Operating loss	2	(4,496)
Interest payable and similar charges		<u>(1,089)</u>
Loss on ordinary activities before taxation		(5,585)
Tax on loss on ordinary activities	3	<u>568</u>
Loss for the financial period	10	<u>(5,017)</u>
Profit and loss reserve carried forward		<u><u>(5,017)</u></u>

Turnover and operating profit derive wholly from continuing operations.

Lyvennet Community Pub Limited
(Registration number: 31175R)
Balance Sheet at 31 December 2011

	Note	31 December 2011 £
Fixed assets		
Tangible fixed assets	4	<u>339,128</u>
Current assets		
Debtors	5	654
Cash at bank and in hand		<u>15,333</u>
		15,987
Creditors: Amounts falling due within one year	6	<u>(23,006)</u>
Net current liabilities		<u>(7,019)</u>
Total assets less current liabilities		332,109
Creditors: Amounts falling due after more than one year	7	<u>(37,126)</u>
Net assets		<u><u>294,983</u></u>
Capital and reserves		
Called up share capital	9	300,000
Profit and loss account	10	<u>(5,017)</u>
Shareholders' funds		<u><u>294,983</u></u>

The notes on pages 7 to 12 form an integral part of these financial statements.

Lyvennet Community Pub Limited
(Registration number: 31175R)
Balance Sheet at 31 December 2011

..... *continued*

These accounts have been prepared in accordance with the Friendly and Industrial and Provident Society Act 1968, the Industrial and Provident Society Acts 1965 to 1978 and the provisions applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard for Smaller Entities (effective 2008).

The society was entitled to exemption from audit under the Friendly and Industrial and Provident Societies Act 1968 (Audit Exemption) (Amendment) Order 2006 and the members have not required the society to obtain an audit.

The directors acknowledge their responsibilities for complying with the requirements of the Industrial and Provident Society Acts with respect to accounting records and the preparation of accounts.

Approved by the Board on and signed on its behalf by:

.....
D C Smith
Director

.....
D M Graham
Director

.....
C Smith
Director

Lyvennet Community Pub Limited
Notes to the Financial Statements for the Period from 10 February 2011 to 31
December 2011

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of goods and services to customers.

Other grants

Grants in respect of capital expenditure are credited to a deferred income account and are released to profit over the expected useful lives of the relevant assets by equal annual instalments.

Grants of a revenue nature are credited to income so as to match them with the expenditure to which they relate.

Fixed assets

Fixed assets are recognised at cost.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Freehold buildings	2% reducing balance basis
Fixtures and fittings	15 % reducing balance basis

Deferred tax

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed by the balance sheet date.

Deferred tax is measured at the rates that are expected to apply in the periods when the timing differences are expected to reverse, based on the tax rates and law enacted at the balance sheet date.

Lyvennet Community Pub Limited
Notes to the Financial Statements for the Period from 10 February 2011 to 31
December 2011

..... *continued*

2 Operating loss

Operating loss is stated after charging:

	10 February 2011 to 31 December 2011 £
Depreciation of tangible fixed assets	4,517

3 Taxation

Tax on loss on ordinary activities

	10 February 2011 to 31 December 2011 £
Deferred tax	
Origination and reversal of timing differences	(568)

4 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Total £
Cost			
Additions	324,556	19,089	343,645
Depreciation			
Charge for the period	3,461	1,056	4,517
Net book value			
At 31 December 2011	321,095	18,033	339,128

Lyvennet Community Pub Limited
Notes to the Financial Statements for the Period from 10 February 2011 to 31
December 2011

..... *continued*

5 Debtors

	31 December 2011 £
Trade debtors	83
Other debtors	3
Deferred tax	568
	654
	654

Debtors includes £nil receivable after more than one year.

Deferred tax

The movement in the deferred tax asset in the period is as follows:

	£
Deferred tax credited to the profit and loss account	568
	568

Analysis of deferred tax

	31 December 2011 £
Difference between accumulated depreciation and amortisation and capital allowances	(12,342)
Tax losses available	12,910
	568

Lyvennet Community Pub Limited
Notes to the Financial Statements for the Period from 10 February 2011 to 31
December 2011

..... *continued*

6 Creditors: Amounts falling due within one year

	31 December 2011 £
Bank loans and overdrafts	20,000
Accruals and deferred income	3,006
	23,006
	23,006

Creditors amounts falling due within one year includes the following liabilities, on which security has been given by the company:

	31 December 2011 £
Bank loans and overdrafts	15,000
	15,000

7 Creditors: Amounts falling due after more than one year

	31 December 2011 £
Bank loans and overdrafts	2,734
Accruals and deferred income	34,392
	37,126
	37,126

Lyvennet Community Pub Limited
Notes to the Financial Statements for the Period from 10 February 2011 to 31
December 2011

..... *continued*

8 Capital grants

	31 December 2011 £
Balance as at year start	-
Grants received	35,313
Grants released	<u>(215)</u>
Balance as at year end	<u><u>35,098</u></u>

Capital grants balance carried forward is included in accruals and deferred income falling due within one year and after more than one year.

9 Share capital

Allotted, called up and fully paid shares

	31 December 2011	
	No.	£
Ordinary shares of £1 each	<u>300,000</u>	<u>300,000</u>

Members were invited to purchase shares in the company in order to raise funds for the purchase of the freehold of the community pub.

Members can withdraw shares upon giving three month notice to the charity, however they may not be withdrawn in the first 12 months of ownership.

Lyvennet Community Pub Limited
Notes to the Financial Statements for the Period from 10 February 2011 to 31
December 2011

..... *continued*

10 Reserves

	Profit and loss account £	Total £
Loss for the period	(5,017)	(5,017)
At 31 December 2011	<u>(5,017)</u>	<u>(5,017)</u>

11 Related party transactions

During the period the company made the following related party transactions:

Lyvennet Community Trust

(The committee members of Lyvennet Community Pub Limited (LCP) are also board members of Lyvennet Community Trust (LCT) - a charitable company limited by guarantee)

During the year LCP received a grant from LCT to undertake a feasibility study on the purchase and operation of the Butchers Arms Free House as a community hub. LCT also made payments on behalf of LCP. At the balance sheet date the amount due to Lyvennet Community Trust was £nil.

12 Control

Day-to-day running of the society is managed by the directors, however the ultimate control of the society lies with the members.

Lyvennet Community Pub Limited
Detailed Profit and Loss Account for the Period from 10 February 2011 to 31
December 2011

	10 February 2011 to 31	
	December 2011	
	£	£
Turnover		3,415
Administrative expenses		
Establishment costs	123	
General administrative expenses	17,015	
Finance charges	310	
Depreciation costs	4,517	
		(21,965)
Other operating income		14,054
Interest payable and similar charges		(1,089)
Loss on ordinary activities before taxation		(5,585)

Lyvennet Community Pub Limited
Detailed Profit and Loss Account for the Period from 10 February 2011 to 31
December 2011

	31 December 2011 £
Turnover	
Pub rent and recharges	3,415
	<u>3,415</u>
Establishment costs	
Light, heat and power	123
	<u>123</u>
General administrative expenses	
Advertising	459
Repairs and maintenance	4,218
Telephone and fax	89
Printing, postage and stationery	1,576
Sundry expenses	1,815
Insurance	1,274
Accountancy fees	2,300
Legal and professional fees	5,284
	<u>17,015</u>
Finance costs	
Bank charges	310
	<u>310</u>
Depreciation costs	
Depreciation	4,517
	<u>4,517</u>
Other operating income	
Grants and subsidies receivable	11,316
Other income	2,738
	<u>14,054</u>
Interest payable and similar charges	
Bank loan interest payable	1,089
	<u>1,089</u>