



## Lyvennet Community Pub Ltd

*Registered Office*  
Glebe House  
Silver Street  
Crosby Ravensworth  
Cumbria  
CA10 3JA

An Industrial & Provident Society  
Register No. 31175 R

[www.lyvennetcommunitypub.com](http://www.lyvennetcommunitypub.com)

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### Notice of Annual General Meeting

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NOTICE is hereby given that the  
**Fourth ANNUAL GENERAL MEETING**  
of the Lyvennet Community Pub Ltd will be held at  
**Crosby Ravensworth Village Hall, Crosby Ravensworth**  
On **Saturday 4<sup>th</sup> July 2015 at 4pm**  
for the transaction of the following business

1. Introduction & Apologies
  2. Minutes of the Third AGM dated 5<sup>th</sup> July 2014
  3. Annual Report
  4. Financial Report + Accounts to 31<sup>st</sup> December 2014
  5. Resolutions
    - a. Interest Payment
    - b. Maximum Shareholding
    - c. Adoption of Accounts
    - d. Auditors
    - e. Number of Directors
  6. Election of Board of Directors
  7. The next 12 months
  8. Any other Business  
**(AOB items to be lodged with Secretary by 5pm on Monday 29th June 2015)**
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# Explanatory Notes on Resolutions

## Item 5

### a) Interest payment

2014/15 has seen expenditure on the complete renovation of the tenant accommodation.

Shareholders need to be aware that funds are required for the last major element of the Butchers Arms refurbishment; the toilets. It is hoped that this work will be supported by grant funding and also utilisation of rent income and will be completed in 2015/16.

The Board propose making a 3% interest payment for 2014/15.

The **Resolution** is therefore

**The Board of the LCP proposes a 3% share interest payment. The payment WILL ONLY be by direct bank transfer (dated 31 August 2015). Interest is paid gross and shareholders are responsible for declaring interest payments to HM Revenue and Customs.**

### b) Resolution – Maximum Shareholding

The original 2011 Prospectus detailed the maximum individual shareholding as 20,000 £1 shares.

During 2014 the LCP had individual withdrawal requests for £19k and £10k. These were covered through share purchase by new shareholders but they highlighted to the Board the significant risk associated with large single shareholders.

The **Resolution** is therefore

**The Board of the LCP proposes setting a maximum individual shareholding of 5,000 £1 shares for all future share purchases or 10,000 £1 shares per household (a household will be interpreted at the discretion of the Board of Directors).**

### c) Resolution – Adoption of Accounts

Dodd & Co, the LCP's accountants have now finalised the 4th set of company accounts covering the period to 31<sup>st</sup> December 2014

These accounts need shareholder approval before they are forwarded to the Financial Services Authority.

The **Resolution** is therefore:

**The LCP Accounts for period ending 31<sup>st</sup> December 2014 are approved**

### d) Resolution – Auditors

Dodd & Co have completed the fourth set of LCP accounts to 31 December 2014. These accounts now need to be presented to the Financial services Authority.

As shareholders we are required to record through a formal resolution our requirements with regards external auditing of these accounts. From a legal perspective, given our turnover, there are no statutory requirements for auditing.

Dodd & Co, our accountants, are a fully regulated independent accountancy practice and it is therefore recommended that the LCP does not need to incur the additional expense of independent auditing.

The **Resolution** is therefore:

**External auditing of the LCP financial accounts is not required for financial years ending 31<sup>st</sup> December 2015 and 2016.**

**e) Resolution - Number of Directors**

Given that the level of management activity has drastically reduced with the completion of the majority of pub refurbishment and new tenant recruitment the current Directors are proposing an amendment to the Articles; Board of Directors reducing the maximum number of Directors from nine to eight. In addition the reference to the initial directors of the society being appointed by the Founder members can now be deleted.

The **Resolution** is therefore:

**The Board of Directors, Section 31 of the LCP Articles be amended to read:**

**The Society shall have a Board of Directors comprising not less than three and not more than eight persons.**