

Registration number: IPO31175

**Lyvennet Community Pub
Limited**

**Members' Report and Unaudited
Financial Statements**

31 December 2014

Draft

dodd&co

Lyvennet Community Pub Limited
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Draft

Lyvennet Community Pub Limited
Society Information

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

Lyvennet Community Pub Limited
Committee Members Report for the Year Ended 31 December 2014

The members present their report and the unaudited financial statements for the year ended 31 December 2014.

Members of the society

The members who held office during the year were as follows:

D C Smith
D M Graham
C Smith
A S T Holroyd
J Raine
D K Henderson
J Fraser (Resigned 3 November 2014)
G Walsh
D Baird

Principal activity

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

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

.....
D C Smith
Committee Member

**Chartered Accountants' Report to the Committee of Management on the
Preparation of the Unaudited Statutory Accounts of
Lyvennet Community Pub Limited
for the Year Ended 31 December 2014**

In order to assist you to fulfil your duties under the Cooperative and Community Benefit Societies Act 2014, we have prepared for your approval the accounts of Lyvennet Community Pub Limited for the year ended 31 December 2014 set out on pages 4 to 11 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 surplus of Lyvennet Community Pub Limited. You consider that Lyvennet Community Pub Limited is exempt from the statutory audit requirement for the year.

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 Limited
Chartered Accountants
FIFTEEN Rosehill
Montgomery Way
Rosehill Estate
CARLISLE
CA1 2RW

Date:.....

Lyvennet Community Pub Limited
Profit and Loss Account for the Year Ended 31 December 2014

	Note	2014 £	2013 £
Turnover		16,934	20,032
Cost of sales		(1,743)	-
Gross profit		15,191	20,032
Administrative expenses		(15,951)	(17,472)
Other operating income		5,666	11,066
Operating profit	2	4,906	13,626
Interest payable and similar charges		-	(91)
Profit on ordinary activities before taxation		4,906	13,535
Tax on profit on ordinary activities	3	2,847	(3,219)
Profit for the financial year	12	7,753	10,316
Profit and loss reserve brought forward		4,820	3,459
Dividends	11	(7,965)	(8,955)
Profit and loss reserve carried forward		<u>4,608</u>	<u>4,820</u>

Turnover and operating profit derive wholly from continuing operations.

Lyvennet Community Pub Limited
(Registration number: IPO31175)
Balance Sheet at 31 December 2014

	Note	2014 £	2013 £
Fixed assets			
Tangible fixed assets	4	<u>343,394</u>	<u>344,174</u>
Current assets			
Debtors	5	172	537
Cash at bank and in hand		6,289	2,999
		6,461	3,536
Creditors: Amounts falling due within one year	6	(2,048)	(6,408)
Net current assets/(liabilities)		4,413	(2,872)
Total assets less current liabilities		<u>347,807</u>	<u>341,302</u>
Creditors: Amounts falling due after more than one year	7	(32,273)	(32,979)
Provisions for liabilities	9	(1,156)	(4,003)
Net assets		<u>314,378</u>	<u>304,320</u>
Capital and reserves			
Called up share capital	10	309,770	299,500
Profit and loss account	12	4,608	4,820
Shareholders' funds		<u>314,378</u>	<u>304,320</u>

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

.....
D C Smith
Committee Member

.....
D M Graham
Committee Member

.....
C Smith
Committee Member

Lyvennet Community Pub Limited
Notes to the Financial Statements for the Year Ended 31 December 2014

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) and have been drawn up in a manner consistent with the accounting requirements of the Co-operative and Community Benefit Societies Act 2014.

Turnover

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

Government grants

Government 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.

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

Fixtures and fittings

Depreciation method and rate

15 % reducing balance basis

Investment properties

Certain of the society's properties are held for long-term investment. Investment properties are accounted for in accordance with the FRSSE, as follows:

No depreciation is provided in respect of investment properties and they are revalued annually. The surplus or deficit on revaluation is transferred to the revaluation reserve unless a deficit below original cost, or its reversal, on an individual investment property is expected to be permanent, in which case it is recognised in the profit and loss account for the year.

The committee members do not believe that the value of the properties has changed in the year.

Lyvennet Community Pub Limited

Notes to the Financial Statements for the Year Ended 31 December 2014

..... *continued*

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.

2 Operating profit

Operating profit is stated after charging:

	2014 £	2013 £
Depreciation of tangible fixed assets	3,056	3,106
Government grants receivable	(706)	(706)

3 Taxation

Tax on profit on ordinary activities

	2014 £	2013 £
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Deferred tax

Origination and reversal of timing differences

<u>(2,847)</u>	<u>3,219</u>
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Lyvennet Community Pub Limited

Notes to the Financial Statements for the Year Ended 31 December 2014

..... continued

4 Tangible fixed assets

	Investment properties £	Fixtures and fittings £	Total £
Cost			
At 1 January 2014	324,556	26,510	351,066
Additions	-	2,276	2,276
At 31 December 2014	<u>324,556</u>	<u>28,786</u>	<u>353,342</u>
Depreciation			
At 1 January 2014	-	6,892	6,892
Charge for the year	-	3,056	3,056
At 31 December 2014	<u>-</u>	<u>9,948</u>	<u>9,948</u>
Net book value			
At 31 December 2014	<u>324,556</u>	<u>18,838</u>	<u>343,394</u>
At 31 December 2013	<u>324,556</u>	<u>19,618</u>	<u>344,174</u>

5 Debtors

	2014 £	2013 £
Other debtors	22	387
Prepayments and accrued income	<u>150</u>	<u>150</u>
	<u>172</u>	<u>537</u>

6 Creditors: Amounts falling due within one year

	2014 £	2013 £
Trade creditors	-	3,919
Other creditors	55	55
Accruals and deferred income	<u>1,993</u>	<u>2,434</u>
	<u>2,048</u>	<u>6,408</u>

Lyvennet Community Pub Limited

Notes to the Financial Statements for the Year Ended 31 December 2014

..... *continued*

7 Creditors: Amounts falling due after more than one year

	2014 £	2013 £
Accruals and deferred income	<u>32,273</u>	<u>32,979</u>

8 Capital grants

	2014 £	2013 £
Balance as at year start	33,685	34,393
Grants received	-	-
Grants released	(706)	(706)
Balance as at year end	<u>32,979</u>	<u>33,685</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 Provisions

	Deferred tax £	Total £
At 1 January 2014	4,003	4,003
Credited to the profit and loss account	(2,847)	(2,847)
At 31 December 2014	<u>1,156</u>	<u>1,156</u>

Analysis of deferred tax

	2014 £	2013 £
Difference between accumulated depreciation and amortisation and capital allowances	11,976	12,131
Tax losses available	(10,820)	(8,128)
	<u>1,156</u>	<u>4,003</u>

Lyvennet Community Pub Limited

Notes to the Financial Statements for the Year Ended 31 December 2014

..... continued

10 Share capital

Allotted, called up and fully paid shares

	2014		2013	
	No.	£	No.	£
Ordinary shares of £1 each	309,770	<u>309,770</u>	299,500	<u>299,500</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. 40,670 Ordinary shares of £1 were purchased for £40,670.

Members can withdraw shares upon giving three months notice to the society, however they may not be withdrawn in the first 12 months of ownership. 30,400 Ordinary shares of £1 were withdrawn for £30,400.

11 Dividends

	2014	2013
	£	£
Dividends paid		
Current year interim dividend paid	<u>7,965</u>	<u>8,955</u>
No dividends were paid between the balance sheet date and the approval of the accounts.		

12 Reserves

	Profit and loss account	Total
	£	£
At 1 January 2014	4,820	4,820
Profit for the year	7,753	7,753
Dividends	(7,965)	(7,965)
At 31 December 2014	<u>4,608</u>	<u>4,608</u>

Lyvennet Community Pub Limited

Notes to the Financial Statements for the Year Ended 31 December 2014

..... *continued*

13 Related party transactions

During the year the society made the following related party transactions:

D C Smith

(Committee Member)

During the year D C Smith received no dividends from the society. At the balance sheet date the amount due (to)/from D C Smith was £nil (2013 - £30).

C Smith

(Committee Member)

During the year C Smith received no dividends from the society. At the balance sheet date the amount due (to)/from C Smith was £nil (2013 - £30).

D M Graham

(Committee Member)

During the year D M Graham received no dividends from the society. At the balance sheet date the amount due (to)/from D M Graham was £nil (2013 - £8).

D K Henderson

(Committee Member)

During the year D K Henderson received dividends totalling £15 from the society. At the balance sheet date the amount due from D K Henderson was £15 (2013 - £15).

J Raine

(Committee Member)

During the year J Raine received dividends totalling £60 from the society. At the balance sheet date the amount due from J Raine was £60 (2013 - £45).

A S T Holroyd

(Committee Member)

During the year A S T Holroyd received dividends totalling £30 from the society. At the balance sheet date the amount due from A S T Holroyd was £30 (2013 - £300).

J Fraser

(Committee Member)

During the year J Fraser received dividends totalling £45 from the society. At the balance sheet date the amount due from J Fraser was £45 (2013 - £45).

D Baird

(Committee Member)

During the year D Baird received no dividends from the society. At the balance sheet date the amount due to D Baird was £nil (2013 - £nil).

G Walsh

(Committee Member)

During the year G Walsh received dividends totalling £23 from the society. At the balance sheet date the amount due to G Walsh was £nil (2013 - £nil).

14 Control

The society is controlled by the members. The day-to-day running of the society is managed by the Committee Members.

Lyvennet Community Pub Limited
Detailed Profit and Loss Account for the Year Ended 31 December 2014

	2014	2013
	£	£
Turnover	16,934	20,032
Cost of sales	(1,743)	-
Gross profit	15,191	20,032
Administrative expenses		
General administrative expenses	12,781	14,328
Finance charges	114	38
Depreciation costs	3,056	3,106
	(15,951)	(17,472)
Other operating income	5,666	11,066
Interest payable and similar charges	-	(91)
Profit on ordinary activities before taxation	<u>4,906</u>	<u>13,535</u>

Lyvennet Community Pub Limited
Detailed Profit and Loss Account for the Year Ended 31 December 2014

	2014 £	2013 £
Turnover		
Pub rent and recharges	16,934	20,032
	<u>16,934</u>	<u>20,032</u>
Cost of sales		
Purchases	1,743	-
	<u>1,743</u>	<u>-</u>
General administrative expenses		
Printing, postage and stationery	178	132
Sundry expenses	164	1,116
Insurance	680	1,319
Accountancy fees	1,234	1,706
Advertising	381	160
Repairs and maintenance	10,144	9,895
	<u>10,144</u>	<u>9,895</u>
	<u>12,781</u>	<u>14,328</u>
Finance charges		
Bank charges	114	38
	<u>114</u>	<u>38</u>
Depreciation costs		
Depreciation	3,056	3,106
	<u>3,056</u>	<u>3,106</u>
Other operating income		
Deferred grants written back	706	706
Grants and subsidies receivable	2,130	10,000
Other income	2,830	360
	<u>2,830</u>	<u>360</u>
	<u>5,666</u>	<u>11,066</u>
Interest payable and similar charges		
Bank loan interest payable	-	91
	<u>-</u>	<u>91</u>
	<u>-</u>	<u>91</u>