

Registration number: IPO31175

**Lyvennet Community Pub
Limited**

**Members' Report and Unaudited
Financial Statements**

31 December 2015



Lyvennet Community Pub Limited

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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	Hall O'th Gate CROSBY RAVENSWORTH CA10 3JP
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 2015

The members present their report and the unaudited financial statements for the year ended 31 December 2015.

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
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 31 May 2016 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 2015**

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 2015 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 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
31 May 2016

Lyvennet Community Pub Limited
Profit and Loss Account for the Year Ended 31 December 2015

	Note	2015 £	2014 £
Turnover		18,978	16,934
Cost of sales		-	(1,743)
Gross profit		18,978	15,191
Administrative expenses		(8,612)	(15,951)
Other operating income		2,186	5,666
Operating profit	2	12,552	4,906
Profit on ordinary activities before taxation		12,552	4,906
Tax on profit on ordinary activities	3	(554)	2,847
Profit for the financial year	12	11,998	7,753
Profit and loss reserve brought forward		4,608	4,820
Dividends	11	(9,105)	(7,965)
Profit and loss reserve carried forward		7,501	4,608

Turnover and operating profit derive wholly from continuing operations.

The notes on pages 6 to 12 form an integral part of these financial statements.

Lyvennet Community Pub Limited
(Registration number: IPO31175)
Balance Sheet at 31 December 2015

	Note	2015 £	2014 £
Fixed assets			
Tangible fixed assets	4	<u>340,568</u>	<u>343,394</u>
Current assets			
Debtors	5	150	172
Cash at bank and in hand		<u>6,885</u>	<u>6,289</u>
		7,035	6,461
Creditors: Amounts falling due within one year	6	<u>(2,855)</u>	<u>(2,048)</u>
Net current assets		<u>4,180</u>	<u>4,413</u>
Total assets less current liabilities		344,748	347,807
Creditors: Amounts falling due after more than one year	7	(31,567)	(32,273)
Provisions for liabilities	9	<u>(1,710)</u>	<u>(1,156)</u>
Net assets		<u><u>311,471</u></u>	<u><u>314,378</u></u>
Capital and reserves			
Called up share capital	10	303,970	309,770
Profit and loss account	12	<u>7,501</u>	<u>4,608</u>
Shareholders' funds		<u><u>311,471</u></u>	<u><u>314,378</u></u>

Approved by the Board on 31 May 2016 and signed on its behalf by:

.....
D C Smith
Committee Member

.....
D M Graham
Committee Member

.....
C Smith
Committee Member

The notes on pages 6 to 12 form an integral part of these financial statements.

Lyvennet Community Pub Limited

Notes to the Financial Statements for the Year Ended 31 December 2015

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 January 2015) 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	Depreciation method and rate
Fixtures and fittings	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 2015

..... *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:

	2015 £	2014 £
Depreciation of tangible fixed assets	2,826	3,056
Government grants receivable	<u>(706)</u>	<u>(706)</u>

3 Taxation

Tax on profit on ordinary activities

	2015 £	2014 £
Deferred tax		
Origination and reversal of timing differences	<u>554</u>	<u>(2,847)</u>

Lyvennet Community Pub Limited

Notes to the Financial Statements for the Year Ended 31 December 2015

..... *continued*

4 Tangible fixed assets

	Investment properties £	Fixtures and fittings £	Total £
Cost or valuation			
At 1 January 2015	<u>324,556</u>	<u>28,786</u>	<u>353,342</u>
Depreciation			
At 1 January 2015	-	9,948	9,948
Charge for the year	<u>-</u>	<u>2,826</u>	<u>2,826</u>
At 31 December 2015	<u>-</u>	<u>12,774</u>	<u>12,774</u>
Net book value			
At 31 December 2015	<u><u>324,556</u></u>	<u><u>16,012</u></u>	<u><u>340,568</u></u>
At 31 December 2014	<u><u>324,556</u></u>	<u><u>18,838</u></u>	<u><u>343,394</u></u>

Revaluations

The Investment properties class of fixed assets were valued on 31 December 2015 by the committee members who are internal to the society. The basis of this valuation was current market value. This class of assets has a current value of £324,556 (2014 - £324,556) and a carrying amount at historical cost of £324,556 (2014 - £324,556). The depreciation on this historical cost is £nil (2014 - £nil).

The committee members consider that no change in carrying value is required.

5 Debtors

	2015 £	2014 £
Other debtors	-	22
Prepayments and accrued income	<u>150</u>	<u>150</u>
	<u><u>150</u></u>	<u><u>172</u></u>

Lyvennet Community Pub Limited

Notes to the Financial Statements for the Year Ended 31 December 2015

..... *continued*

6 Creditors: Amounts falling due within one year

	2015	2014
	£	£
Other taxes and social security	860	-
Other creditors	55	55
Accruals and deferred income	1,940	1,993
	<u>2,855</u>	<u>2,048</u>

7 Creditors: Amounts falling due after more than one year

	2015	2014
	£	£
Accruals and deferred income	31,567	32,273
	<u>31,567</u>	<u>32,273</u>

8 Capital grants

	2015	2014
	£	£
Balance as at year start	32,979	33,685
Grants received	-	-
Grants released	(706)	(706)
Balance as at year end	<u>32,273</u>	<u>32,979</u>

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

Lyvennet Community Pub Limited

Notes to the Financial Statements for the Year Ended 31 December 2015

..... *continued*

9 Provisions

	Deferred tax £	Total £
At 1 January 2015	1,156	1,156
Charged to the profit and loss account	554	554
At 31 December 2015	1,710	1,710

Analysis of deferred tax

	2015 £	2014 £
Difference between accumulated depreciation and amortisation and capital allowances	11,410	11,976
Tax losses available	(9,700)	(10,820)
	1,710	1,156

10 Share capital

Allotted, called up and fully paid shares

	2015		2014	
	No.	£	No.	£
Ordinary shares of £1 each	303,970	303,970	309,770	309,770

Members were invited to purchase shares in the company in order to raise funds for the purchase of the freehold of the community pub. 10,250 Ordinary shares of £1 were purchased for £10,250.

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. 16,050 Ordinary shares of £1 were withdrawn for £16,050.

11 Dividends

	2015 £	2014 £
Dividends paid		
Current year interim dividend paid	9,105	7,965

No dividends were paid between the balance sheet date and the approval of the accounts.

Lyvennet Community Pub Limited

Notes to the Financial Statements for the Year Ended 31 December 2015

..... continued

12 Reserves

	Profit and loss account £	Total £
At 1 January 2015	4,608	4,608
Profit for the year	11,998	11,998
Dividends	<u>(9,105)</u>	<u>(9,105)</u>
At 31 December 2015	<u><u>7,501</u></u>	<u><u>7,501</u></u>

Lyvennet Community Pub Limited

Notes to the Financial Statements for the Year Ended 31 December 2015

..... *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 dividends totalling £30 from the society. At the balance sheet date the amount due to D C Smith was £nil (2014 - £nil).

C Smith

(Committee Member)

During the year C Smith received dividends totalling £30 from the society. At the balance sheet date the amount due to C Smith was £nil (2014 - £nil).

D M Graham

(Committee Member)

During the year D M Graham received dividends totalling £7.50 from the society which he in turn donated back in to the society. At the balance sheet date the amount due to D M Graham was £nil (2014 - £nil).

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 to D K Henderson was £nil (2014 - £nil).

J Raine

(Committee Member)

During the year J Raine received dividends totalling £45 from the society. At the balance sheet date the amount due to J Raine was £nil (2014 - £nil).

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 to A S T Holroyd was £nil (2014 - £nil).

D Baird

(Committee Member)

During the year D Baird received dividends totalling £30 from the society which he in turn donated back in to the society. At the balance sheet date the amount due to D Baird was £nil (2014 - £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 (2014 - £nil).

J Fraser

(Committee Member)

During the year J Fraser received dividends totalling £45 from the society. On 8 December 2015 J Fraser withdrew his investment from the society. At the balance sheet date the amount due to J Fraser was £nil (2014 - £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 2015

	2015		2014	
	£	£	£	£
Turnover		18,978		16,934
Cost of sales		-		(1,743)
Gross profit		18,978		15,191
Administrative expenses				
General administrative expenses	5,317		12,781	
Finance charges	469		114	
Depreciation costs	2,826		3,056	
		(8,612)		(15,951)
Other operating income		2,186		5,666
Profit on ordinary activities before taxation		12,552		4,906

Lyvennet Community Pub Limited
Detailed Profit and Loss Account for the Year Ended 31 December 2015

	2015	2014
	£	£
Turnover		
Pub rent and recharges	18,978	16,934
	<u>18,978</u>	<u>16,934</u>
Cost of sales		
Purchases	-	1,743
	<u>-</u>	<u>1,743</u>
 General administrative expenses		
Printing, postage and stationery	520	178
Sundry expenses	527	164
Insurance	1,211	680
Accountancy fees	1,175	1,234
Advertising	745	381
Repairs and maintenance	1,139	10,144
	<u>5,317</u>	<u>12,781</u>
 Finance charges		
Bank charges	469	114
	<u>469</u>	<u>114</u>
 Depreciation costs		
Depreciation	2,826	3,056
	<u>2,826</u>	<u>3,056</u>
 Other operating income		
Deferred grants written back	706	706
Grants and subsidies receivable	-	2,130
Other income	1,480	2,830
	<u>2,186</u>	<u>5,666</u>