

Registered number
02615929

HALSTOCK VILLAGE SHOP LIMITED

**DIRECTORS' REPORT AND UNAUDITED
FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 MAY 2018

Halstock Village Shop Limited
Report and financial statements
Contents

	Page
Company information	1
Directors' report	2
Accountants' report	3
Income statement	4
Statement of financial position	5
Statement of changes in equity	6
Notes to the financial statements	7
Detailed profit and loss account	10

**Halstock Village Shop Limited
Company Information**

Directors

Mr R A Fry

Mr J R Bright

Mr A J Woodroffe

Registered office

Russell House

Halstock

Yeovil

BA22 9SF

Accountants

Edwards & Keeping

Unity Chambers

34 High Street East

Dorchester

Dorset

DT1 1HA

Registered number

02615929

Halstock Village Shop Limited

Registered number: 02615929

Directors' report

The directors present their report and the unaudited financial statements for the year ended 31 May 2018.

Principal activities

The company's principal activity during the year continued to be the operation of the Village Shop and Post Office.

Directors

The following persons served as directors during the year:

Mr R A Fry (Chairman)

Mr J R Bright

Mr A J Woodroffe

Review of activities

In the year ended 31 May 2018, shop sales were £265,955, representing an increase of 2.5% compared with the previous year.

During the year, the company made a donation of £15,000 to Halstock Village Trust. Without this donation, the company would have made a pre-tax profit of £15,668 compared with last year's equivalent figure of £16,862. Approximately 55% of this year's profit is attributable to the shop and 45% to the letting of the two flats above the shop.

This very satisfactory result reflects the continued hard work of our employed staff and volunteers together with the loyal support of our customers, both of which are greatly appreciated. Thanks are also due to everyone who served on the Shop Committee or who helped with the imaginative shop window displays. To be part of such a vibrant community is something of which we all can be justifiably proud.

During the year, the company borrowed a further £11,000 from Halstock Village Trust which enabled it to pay off the remaining balance on the mortgage with Triodos Bank, five years ahead of schedule. Now that the mortgage has been repaid and provided the company continues to be profitable, it will be possible to make significant future donations to the Village Trust that it will be able to use for the benefit of the village as a whole.

Small company provisions

This report has been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

This report was approved by the board on 30 November 2018 and signed by its order.

Mr R A Fry
Chairman

Halstock Village Shop Limited

Chartered Accountants' report to the Board of Directors on the preparation of the unaudited statutory accounts of Halstock Village Shop Limited for the year ended 31 May 2018

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Halstock Village Shop Limited for the year ended 31 May 2018, as set out in pages 4 to 9, from the company's accounting records and from information and explanations you have given us.

As a practising 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 www.icaew.com/en/members/regulations-standards-and-guidance.

This report is made solely to the directors of Halstock Village Shop Limited, as a body, in accordance with our engagement letter dated 19 August 2015. Our work has been undertaken solely to prepare for your approval the financial statements of Halstock Village Shop Limited and state those matters that we have agreed to state to them, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Halstock Village Shop Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Halstock Village Shop Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Halstock Village Shop Limited. You consider that Halstock Village Shop 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 financial statements of Halstock Village Shop Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations that you have given us and we do not, therefore, express any opinion on the statutory financial statements.

Edwards & Keeping
Chartered Accountants
Unity Chambers
34 High Street East
Dorchester
Dorset
DT1 1HA

30 November 2018

Halstock Village Shop Limited
Income statement
for the year ended 31 May 2018

	2018	2017
	£	£
Turnover	272,023	265,866
Cost of sales	(204,960)	(200,244)
Gross profit	<u>67,063</u>	<u>65,622</u>
Administrative expenses	(81,253)	(79,260)
Other operating income	<u>16,235</u>	<u>15,848</u>
Operating profit	2,045	2,210
Interest receivable	19	31
Interest payable	(1,396)	(1,379)
Profit on ordinary activities before taxation	<u>668</u>	<u>862</u>
Tax on profit on ordinary activities	(522)	(463)
Profit for the financial year	<u><u>146</u></u>	<u><u>399</u></u>

Halstock Village Shop Limited**Registered number:** 02615929**Statement of financial position
as at 31 May 2018**

	Notes	2018 £	2017 £
Fixed assets			
Tangible assets	4	176,221	181,032
Current assets			
Stocks		18,429	16,342
Debtors	5	1,064	831
Cash at bank and in hand		<u>17,526</u>	<u>18,339</u>
		37,019	35,512
Creditors: amounts falling due within one year	6	<u>(77,686)</u>	<u>(73,582)</u>
Net current liabilities		(40,667)	(38,070)
Total assets less current liabilities		<u>135,554</u>	<u>142,962</u>
Creditors: amounts falling due after more than one year	7	(19,264)	(27,029)
Provisions for liabilities		(241)	(30)
Net assets		<u>116,049</u>	<u>115,903</u>
Capital and reserves			
Called up share capital		961	961
Profit and loss account		115,088	114,942
Shareholders' funds		<u>116,049</u>	<u>115,903</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The financial statements have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The income statement has not been delivered to the Registrar of Companies.

Mr R A Fry

Director

Approved by the board on 30 November 2018

**Halstock Village Shop Limited
Statement of Changes in Equity
for the year ended 31 May 2018**

	Share capital	Profit and loss account	Total
	£	£	£
At 1 June 2016 (as re-stated)	961	114,543	115,504
Profit for the financial year		399	399
At 31 May 2017	<u>961</u>	<u>114,942</u>	<u>115,903</u>
At 1 June 2017	961	114,942	115,903
Profit for the financial year		146	146
At 31 May 2018	<u>961</u>	<u>115,088</u>	<u>116,049</u>

Halstock Village Shop Limited
Notes to the Financial Statements
for the year ended 31 May 2018

1 Statutory information

Halstock Village Shop Limited is a private company, limited by shares, incorporated in England and Wales with the registration number 02615929. Its registered office is Russell House, Halstock, Yeovil, BA22 9SF.

2 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with FRS 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard).

Going concern

The financial statements have been prepared on a going concern basis. The company has net current liabilities of £40,667 but in the opinion of the directors:

(a) it is unlikely that the debenture holders would require repayment of their debentures if to do so would threaten the solvency or viability of the company. It is therefore unlikely that the debentures will be repaid in the 12 months from the date of approval of these financial statements;

(b) the Trustees of Halstock Village Trust have undertaken not to demand the repayment of the loan that the Trust has made to the company if such a demand would threaten the solvency or financial viability of the company; and

(c) sufficient cash will be generated from the company's operations such that the company will be able to meet all other liabilities as they fall due for a period of at least 12 months from the date of approval of these financial statements.

Turnover

Turnover represents the value, net of value added tax, of sales made to customers plus Post Office income.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Freehold buildings	over 50 years
Plant and machinery	over 3 years
Fixtures and fittings	over 5 years
Office equipment	over 5 years

Stocks

Stocks are valued at the lower of cost and net realisable value.

Grants

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their recognition for tax purposes. Deferred tax is calculated using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference. Current and deferred tax assets and liabilities are not discounted.

Halstock Village Shop Limited
Notes to the Financial Statements
for the year ended 31 May 2018

3 Employees	2018	2017
	Number	Number
Average number of persons employed by the company	<u>4</u>	<u>3</u>

4 Tangible fixed assets

	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Office equipment £	Total £
Cost					
At 1 June 2017	209,237	10,813	19,556	5,148	244,754
Additions	<u>-</u>	<u>586</u>	<u>724</u>	<u>790</u>	<u>2,100</u>
At 31 May 2018	<u>209,237</u>	<u>11,399</u>	<u>20,280</u>	<u>5,938</u>	<u>246,854</u>
Depreciation					
At 1 June 2017	33,478	9,037	16,059	5,148	63,722
Charge for the year	<u>2,092</u>	<u>1,572</u>	<u>3,089</u>	<u>158</u>	<u>6,911</u>
At 31 May 2018	<u>35,570</u>	<u>10,609</u>	<u>19,148</u>	<u>5,306</u>	<u>70,633</u>
Net book value					
At 31 May 2018	<u>173,667</u>	<u>790</u>	<u>1,132</u>	<u>632</u>	<u>176,221</u>
At 31 May 2017	<u>175,759</u>	<u>1,776</u>	<u>3,497</u>	<u>-</u>	<u>181,032</u>

5 Debtors	2018	2017
	£	£
Other debtors	<u>1,064</u>	<u>831</u>

6 Creditors: amounts falling due within one year	2018	2017
	£	£
Triodos Bank loan	-	3,802
Trade creditors	3,930	4,908
Corporation tax	359	513
Other taxes and social security costs	1,947	1,449
Deferred income - grants	524	3,358
Other creditors	3,876	3,502
Halstock Village Trust loan	59,500	48,500
Debentures (repayable on demand)	<u>7,550</u>	<u>7,550</u>
	<u>77,686</u>	<u>73,582</u>

Debentures (repayable on demand) do not bear interest.

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

	2018	2017
	£	£
Triodos Bank loan	-	3,802
Debentures (repayable on demand)	<u>7,550</u>	<u>7,550</u>
	<u>7,550</u>	<u>11,352</u>

Halstock Village Shop Limited
Notes to the Financial Statements
for the year ended 31 May 2018

7 Creditors: amounts falling due after one year	2018	2017
	£	£
Triodos Bank loan	-	7,010
Deferred income - grants	764	1,519
Debentures (repayable 2 July 2028)	<u>18,500</u>	<u>18,500</u>
	<u>19,264</u>	<u>27,029</u>

Debentures (repayable 2 July 2028) do not bear interest.

Creditors falling due after one year include the following liabilities on which security has been given by the company:

	2018	2017
	£	£
Triodos Bank loan	-	7,010
Debentures (repayable 2 July 2028)	<u>18,500</u>	<u>18,500</u>
	<u>18,500</u>	<u>25,510</u>

The debentures are secured on the assets of the company.

8 Loans

Creditors include the following amount falling due for payment after more than 5 years and payable otherwise than by instalments:

	2018	2017
	£	£
Debentures (repayable 2 July 2028)	<u>18,500</u>	<u>18,500</u>
	<u>18,500</u>	<u>18,500</u>

Loans summary

	2018	2017
	£	£
Triodos Bank	-	10,812
Debentures	26,050	26,050
Halstock Village Trust	<u>59,500</u>	<u>48,500</u>
	<u>85,550</u>	<u>85,362</u>
Due within one year	67,050	59,852
Due after one year	<u>18,500</u>	<u>25,510</u>
	<u>85,550</u>	<u>85,362</u>

9 Control

The company is controlled by no single party. Halstock Village Trust has the largest shareholding comprising 42% of the issued share capital.

Halstock Village Shop Limited
Detailed profit and loss account
for the year ended 31 May 2018

	2018		2017	
	£	£	£	£
Sales				
Shop sales		265,955		259,538
Post Office income		6,068		6,328
		<u>272,023</u>		<u>265,866</u>
Cost of sales				
Purchases	207,047		199,926	
(Increase)/decrease in stock	<u>(2,087)</u>		<u>318</u>	
		(204,960)		(200,244)
		<u>67,063</u>		<u>65,622</u>
Gross profit				
		<u>67,063</u>		<u>65,622</u>
Gross profit percentage (on shop sales)		22.9%		22.8%
Administrative expenses				
Employee costs:				
Wages and salaries	43,412		41,009	
Employer's NI	(24)		(47)	
Pension costs	270		18	
Recruitment costs	369		361	
Travel and training	<u>32</u>		<u>170</u>	
		(44,059)		(41,511)
Premises costs:				
Electricity and water	3,209		3,283	
Insurance	360		375	
Depreciation on freehold property	<u>2,092</u>		<u>2,093</u>	
		(5,661)		(5,751)
General administrative expenses:				
Telephone and fax	1,075		922	
Printing, postage and stationery	219		223	
Shop consumables	52		232	
Equipment hire	132		348	
Advertising	150		125	
Insurance	403		485	
Bank charges	663		665	
Credit card charges	1,322		1,165	
Repairs and maintenance	3,724		2,986	
Sundry expenses	841		641	
Depreciation of plant and machinery	1,572		1,618	
Depreciation of fixtures and fittings	3,089		2,944	
Depreciation of office equipment	<u>158</u>		<u>1,028</u>	
		(13,400)		(13,382)
Legal and professional costs:				
Accountancy fees	600		310	
Bookkeeping	2,260		2,056	
Professional fees	<u>273</u>		<u>250</u>	
		(3,133)		(2,616)
Donation to Halstock Village Trust		(15,000)		(16,000)
Total administrative expenses		<u>(81,253)</u>		<u>(79,260)</u>
Carried forward		(14,190)		(13,638)

Halstock Village Shop Limited
Detailed profit and loss account
for the year ended 31 May 2018

	2018		2017	
	£	£	£	£
Brought forward		(14,190)		(13,638)
Rental income	11,460		11,460	
Grants released to profit and loss account	<u>4,775</u>		<u>4,388</u>	
		16,235		15,848
Interest receivable				
Bank interest		19		31
Interest payable				
Halstock Village Trust loan interest	1,422		1,108	
Triodos Bank mortgage interest	<u>(26)</u>		<u>271</u>	
		(1,396)		(1,379)
Profit/(loss) on ordinary activities before taxation		<u>668</u>		<u>862</u>

This profit and loss account does not form part of the statutory accounts