

REGISTRATION NUMBER: IP031919

**The Baldons and Nuneham Community Society Limited**  
**Financial Statements**  
**24 March 2018**

**MERCER LEWIN LTD**

Chartered accountant & statutory auditor  
41 Cornmarket Street  
Oxford  
OX1 3HA

# The Baldons and Nuneham Community Society Limited

## Financial Statements

Year ended 24 March 2018

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# The Baldons and Nuneham Community Society Limited

## Management Committee Report

Year ended 24 March 2018

The officers present their report and the financial statements of the society for the year ended 24 March 2018.

### Principal activities

The principal activity of the company is the ownership and leasing of The Seven Stars, Marsh Baldon.

### Officers

The officers who served the society during the year were as follows:

E Belcher  
F Butler  
P Collins  
P Gardner  
D Greenway  
K Hutchinson  
R Timms  
P Torevell  
F Webster

### Management committee's responsibilities statement

The management committee is responsible for preparing the management committee report and the financial statements in accordance with applicable law and regulations.

Co-operative and Community Benefit Society legislation requires the management committee to prepare financial statements for each financial year. Under that law the management committee has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under Co-operative and Community Benefit Society legislation the officers must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the society and the profit or loss of the society for that period.

In preparing these financial statements, the management committee are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the society will continue in business.

The management committee is responsible for keeping adequate accounting records that are sufficient to show and explain the society's transactions and disclose with reasonable accuracy at any time the financial position of the society and enable them to ensure that the financial statements comply with the Co-operative and Community Benefit Societies Act 2014. They are also responsible for safeguarding the assets of the society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

# The Baldons and Nuneham Community Society Limited

## Management Committee Report *(continued)*

Year ended 24 March 2018

### Auditor

Each of the persons who is an officer at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the society's auditor is unaware; and
- they have taken all steps that they ought to have taken as an officer to make themselves aware of any relevant audit information and to establish that the society's auditor is aware of that information.

The auditor is re-appointed in accordance with section 93 of the Co-operative and Community Benefit Societies Act 2014.

This report was approved by the management committee on 18 June 2018 and signed on behalf of the board by:

P Gardner  
Member

Registered office:  
Durham Leys Barn  
The Green  
Marsh Baldon  
OXFORD  
OX44 9LP

# The Baldons and Nuneham Community Society Limited

## Independent Auditor's Report to The Baldons and Nuneham Community Society Limited

Year ended 24 March 2018

### Opinion

We have audited the financial statements of The Baldons and Nuneham Community Society Limited (the 'society') for the year ended 24 March 2018 which comprise the statement of comprehensive income, statement of financial position, statement of changes in equity and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the society, in accordance with section 87 of the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the society those matters we are required to state to it in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the society, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the society's affairs as at 24 March 2018 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Co-operative and Community Benefit Societies Act 2014.

### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the respective responsibilities of management committee and auditor section of our report. We are independent of the society in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and the provisions available for small entities, in the circumstances set out below, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.

### Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the management committee's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the management committee has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the society's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

# The Baldons and Nuneham Community Society Limited

## Independent Auditor's Report to The Baldons and Nuneham Community Society Limited (continued)

Year ended 24 March 2018

### Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The management committee is responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### Matters on which we are required to report by exception

In the light of the knowledge and understanding of the society and its environment obtained in the course of the audit, we have not identified material misstatements in the management committee report.

We have nothing to report in respect of the following matters in relation to which the Co-operative and Community Benefit Societies Act 2014 requires us to report to you if, in our opinion:

- the society has not kept proper books of account or has not maintained a satisfactory system of control over its transactions; or
- the financial statements are not in agreement with the society's books of account; or
- we fail to obtain all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

### Respective responsibilities of the management committee and independent accountant

As explained more fully in the management committee's responsibilities statement, the management committee is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the management committee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management committee is responsible for assessing the society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management committee either intend to liquidate the society or to cease operations, or have no realistic alternative but to do so.

### Respective responsibilities of management committee and auditor

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

# The Baldons and Nuneham Community Society Limited

## Independent Auditor's Report to The Baldons and Nuneham Community Society Limited (continued)

### Year ended 24 March 2018

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management committee.
- Conclude on the appropriateness of the management committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Andrew Churchill Stone (Senior Statutory Auditor)

For and on behalf of  
Mercer Lewin Ltd  
Chartered accountant & statutory auditor

41 Cornmarket Street  
Oxford  
OX1 3HA

19 June 2018

# The Baldons and Nuneham Community Society Limited

## Statement of Comprehensive Income

Year ended 24 March 2018

	Note	2018 £	2017 £
<b>Turnover</b>		73,942	75,119
<b>Gross profit</b>		<u>73,942</u>	<u>75,119</u>
Administrative expenses		20,225	53,114
<b>Operating profit</b>		53,717	22,005
Other interest receivable and similar income		–	29
Interest payable and similar expenses		6,876	7,141
<b>Profit before taxation</b>	<b>4</b>	<u>46,841</u>	<u>14,893</u>
Tax on profit		9,743	11,291
<b>Profit for the financial year and total comprehensive income</b>		<u><u>37,098</u></u>	<u><u>3,602</u></u>

The society has no other recognised items of income and expenses other than the results for the year as set out above.

# The Baldons and Nuneham Community Society Limited

## Statement of Financial Position

24 March 2018

	Note	2018		2017	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	5		427,623		432,011
<b>Current assets</b>					
Debtors	6	34,249		35,643	
Cash at bank and in hand		96,653		47,237	
		<u>130,902</u>		<u>82,880</u>	
<b>Creditors: amounts falling due within one year</b>	7	<u>33,164</u>		<u>34,522</u>	
<b>Net current assets</b>			<u>97,738</u>		<u>48,358</u>
<b>Total assets less current liabilities</b>			<u>525,361</u>		<u>480,369</u>
<b>Creditors: amounts falling due after more than one year</b>	8		<u>222,291</u>		<u>235,465</u>
<b>Net assets</b>			<u><u>303,070</u></u>		<u><u>244,904</u></u>
<b>Capital and reserves</b>					
Called up share capital			192,872		171,804
Profit and loss account			110,198		73,100
<b>Members funds</b>			<u><u>303,070</u></u>		<u><u>244,904</u></u>

These financial statements have been prepared in accordance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

These financial statements were approved by the management committee and authorised for issue on 18 June 2018, and are signed on their behalf by:

P Gardner  
Member

Registration number: IP031919

The notes on pages 9 to 12 form part of these financial statements.

# The Baldons and Nuneham Community Society Limited

## Statement of Changes in Equity

Year ended 24 March 2018

	Called up share capital £	Profit and loss account £	Total £
<b>At 25 March 2016</b>	170,852	69,498	240,350
Profit for the year		3,602	3,602
<b>Total comprehensive income for the year</b>	–	3,602	3,602
Issue of shares	952	–	952
<b>Total investments by and distributions to owners</b>	952	–	952
<b>At 24 March 2017</b>	171,804	73,100	244,904
Profit for the year		37,098	37,098
<b>Total comprehensive income for the year</b>	–	37,098	37,098
Issue of shares	21,068	–	21,068
<b>Total investments by and distributions to owners</b>	21,068	–	21,068
<b>At 24 March 2018</b>	<u>192,872</u>	<u>110,198</u>	<u>303,070</u>

The notes on pages 9 to 12 form part of these financial statements.

# The Baldons and Nuneham Community Society Limited

## Notes to the Financial Statements

Year ended 24 March 2018

### 1. General information

The society is registered under the Co-operative and Community Benefit Societies Act 2014. The address of the registered office is Durham Leys Barn, The Green, Marsh Baldon, OXFORD, OX44 9LP.

### 2. Statement of compliance

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

### 3. Accounting policies

#### Basis of preparation

These financial statements have been prepared in compliance with the provisions of FRS 102 Section 1A, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

Local government grants relating to tangible fixed assets are treated as deferred income and released to the Revenue account over the expected useful lives of the assets concerned. Other minor grants are credited to the Revenue account as the related expenditure is incurred.

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

#### Revenue recognition

Revenue is recognised on a receivable basis in the case of rent and on a received basis for all other income and is shown net of value added tax.

#### Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

# The Baldons and Nuneham Community Society Limited

## Notes to the Financial Statements *(continued)*

Year ended 24 March 2018

### 3. Accounting policies *(continued)*

#### Tangible assets

All fixed assets are initially recorded at cost. The company's freehold property is held for the benefit of the community of the Baldons and Nuneham and not for its investment potential. The directors do not consider that the provisions of SSAP19 apply in the circumstances.

#### Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	-	50 years
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#### Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the society are assigned to those units.

#### Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the . Finance costs and gains or losses relating to financial liabilities are included in the . Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

# The Baldons and Nuneham Community Society Limited

## Notes to the Financial Statements *(continued)*

### Year ended 24 March 2018

#### 4. Profit before taxation

Profit before taxation is stated after charging:

	<b>2018</b>	2017
	£	£
Depreciation of tangible assets	4,388	10,345
Fees payable for the audit of the financial statements	<u>2,030</u>	<u>2,030</u>

#### 5. Tangible assets

	<b>Land and buildings</b>
	£
<b>Cost</b>	
<b>At 25 March 2017 and 24 March 2018</b>	<u>449,563</u>
<b>Depreciation</b>	
At 25 March 2017	17,552
Charge for the year	<u>4,388</u>
<b>At 24 March 2018</b>	<u>21,940</u>
<b>Carrying amount</b>	
<b>At 24 March 2018</b>	<u>427,623</u>
At 24 March 2017	<u>432,011</u>

Included in Freehold Property is land at a cost of £175,000 which is not subject to depreciation.

#### 6. Debtors

	<b>2018</b>	2017
	£	£
Trade debtors	33,144	34,320
Other debtors	<u>1,105</u>	<u>1,323</u>
	<u>34,249</u>	<u>35,643</u>

#### 7. Creditors: amounts falling due within one year

	<b>2018</b>	2017
	£	£
Corporation tax	9,743	11,291
Social security and other taxes	185	180
Loans	12,376	12,375
Other creditors	<u>10,860</u>	<u>10,676</u>
	<u>33,164</u>	<u>34,522</u>

The loan is secured by a first charge over the company's freehold property.

# The Baldons and Nuneham Community Society Limited

## Notes to the Financial Statements *(continued)*

Year ended 24 March 2018

### 8. Creditors: amounts falling due after more than one year

	<b>2018</b>	2017
	£	£
Loans	176,344	188,719
Other creditors	<u>45,947</u>	<u>46,746</u>
	<u>222,291</u>	<u>235,465</u>

Included above are loans repayable by installments of £126,844 and deferred income of £42,751 which falls due after five years.

The loan is secured by a first charge over the freehold property. The deferred income relates to grant monies received and an obligation arising in a lease agreement.

# **The Baldons and Nuneham Community Society Limited**

**Management Information**

**Year ended 24 March 2018**

**The following pages do not form part of the financial statements.**

# The Baldons and Nuneham Community Society Limited

## Detailed Income Statement

Year ended 24 March 2018

	2018 £	2017 £
<b>Turnover</b>		
Rent receivable	73,144	74,320
Long term grant release	798	799
	<u>73,942</u>	<u>75,119</u>
<b>Gross profit</b>	73,942	75,119
<b>Overheads</b>		
<b>Administrative expenses</b>		
Insurance	1,074	1,293
Repairs and maintenance (allowable)	11,303	7,646
Planning and licence fees	316	180
Printing postage and stationery	216	74
Sundry expenses	633	311
Bank charges	–	10
Legal and professional fees (allowable)	265	8
Auditors remuneration	2,030	2,030
Depreciation of freehold property	4,388	10,345
(Gain)/loss on disposal of tangible assets	–	31,217
	<u>20,225</u>	<u>53,114</u>
<b>Profit on society trading</b>	53,717	22,005
<b>Operating profit</b>	53,717	22,005
Other interest receivable and similar income	–	29
Interest payable and similar expenses	(6,876)	(7,141)
<b>Profit before taxation</b>	<u>46,841</u>	<u>14,893</u>

**The Baldons and Nuneham Community Society Limited****Notes to the Detailed Income Statement**

Year ended 24 March 2018

	2018 £	2017 £
<b>Other interest receivable and similar income</b>		
Interest on cash and cash equivalents	—	29
<b>Interest payable and similar expenses</b>		
Loan interest payable	3,516	3,978
Interest on members' shares	3,360	3,163
	<u>6,876</u>	<u>7,141</u>