

**CLUB REGISTRATION NUMBER IP031919**

**THE BALDONS AND NUNEHAM COMMUNITY  
SOCIETY LIMITED**

**FINANCIAL STATEMENTS**

**24 MARCH 2016**

**MERCER LEWIN LTD**

Chartered Accountants & Statutory Auditor  
41 Cornmarket Street  
Oxford  
OX1 3HA

**THE BALDONS AND NUNEHAM COMMUNITY SOCIETY LIMITED**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED 24 MARCH 2016**

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# THE BALDONS AND NUNEHAM COMMUNITY SOCIETY LIMITED

## THE REPORT OF THE MANAGEMENT COMMITTEE

### YEAR ENDED 24 MARCH 2016

The Management Committee has pleasure in presenting its report and the financial statements of the club for the year ended 24 March 2016.

#### PRINCIPAL ACTIVITIES

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

#### STATEMENT OF RESPONSIBILITIES OF THE MANAGEMENT COMMITTEE

The Management Committee is responsible for preparing the Report of the Management Committee and the financial statements in accordance with applicable law and regulations.

Co-operative and Community Benefit Society law 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 law 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 club and of the profit or loss for that year.

In preparing these financial statements, the Management Committee is required to:

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

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

#### AUDITOR

Mercer Lewin Ltd are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

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

Signed on behalf of the officers



E Jones  
Committee chair

Approved by the Management Committee on 10 June 2016

## **THE BALDONS AND NUNEHAM COMMUNITY SOCIETY LIMITED**

### **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE BALDONS AND NUNEHAM COMMUNITY SOCIETY LIMITED**

#### **YEAR ENDED 24 MARCH 2016**

We have audited the financial statements of The Baldons and Nuneham Community Society Limited for the year ended 24 March 2016 which comprise the Revenue Account, Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the club's members, as a body, 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 club's members those matters we are required to state to them 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 club and the club's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **RESPECTIVE RESPONSIBILITIES OF MANAGEMENT COMMITTEE AND AUDITOR**

As explained more fully in the Statement of Officers' Responsibilities set out on page 1, the Management Committee is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors, including "APB Ethical Standard - Provisions Available for Small Entities (Revised)", in the circumstances set out below:

#### **SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the club's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Management Committee; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

# THE BALDONS AND NUNEHAM COMMUNITY SOCIETY LIMITED

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE BALDONS AND NUNEHAM COMMUNITY SOCIETY LIMITED *(continued)*

### YEAR ENDED 24 MARCH 2016

#### OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the club's affairs as at 24 March 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Co-operative and Community Benefit Societies Act 2014.

#### OPINION ON OTHER MATTER PRESCRIBED BY THE CO-OPERATIVE AND COMMUNITY BENEFIT SOCIETIES ACT 2014

In our opinion the Report of the Management Committee has been prepared in accordance with the Co-operative and Community Benefit Societies Act 2014 and the regulations made under it, and the information given there is consistent with the financial statements.

#### MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

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

- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations and access to documents that we require for our audit.



ANDREW CHURCHILL STONE  
(Senior Statutory Auditor)

For and on behalf of  
MERCER LEWIN LTD  
Chartered Accountants  
& Statutory Auditor

41 Cornmarket Street  
Oxford  
OX1 3HA

16 June 2016

# THE BALDONS AND NUNEHAM COMMUNITY SOCIETY LIMITED

## REVENUE ACCOUNT

YEAR ENDED 24 MARCH 2016

	Note	2016 £	2015 £
<b>REVENUE</b>		<b>65,895</b>	61,218
Administrative expenses		<u>24,137</u>	<u>20,687</u>
<b>OPERATING PROFIT</b>	2	<b>41,758</b>	40,531
Interest receivable		53	56
Interest payable and similar charges		(7,942)	(8,148)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>33,869</b>	32,439
Tax on profit on ordinary activities		8,740	4,343
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<b>25,129</b>	28,096
Balance brought forward		<u>44,369</u>	<u>16,273</u>
Balance carried forward		<u>69,498</u>	<u>44,369</u>

# THE BALDONS AND NUNEHAM COMMUNITY SOCIETY LIMITED

## BALANCE SHEET

24 MARCH 2016

	Note	2016 £	£	2015 £	£
<b>FIXED ASSETS</b>					
Tangible assets	4		473,573		424,200
<b>CURRENT ASSETS</b>					
Debtors	5	30,667		28,701	
Cash at bank and in hand		37,780		58,659	
		68,447		87,360	
<b>CREDITORS: Amounts falling due within one year</b>	6	53,031		29,569	
<b>NET CURRENT ASSETS</b>			15,416		57,791
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			488,989		481,991
<b>CREDITORS: Amounts falling due after more than one year</b>	7		248,639		261,813
			240,350		220,178
<b>CAPITAL AND RESERVES</b>					
Called up equity share capital	9		170,852		175,809
Revenue account			69,498		44,369
<b>MEMBERS' FUNDS</b>			240,350		220,178

These accounts have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

These financial statements were approved by the Management Committee and authorised for issue on the 10 June 2016 and are signed on their behalf by:



E Jones  
Committee Chair

Club Registration Number: IP031919

# THE BALDONS AND NUNEHAM COMMUNITY SOCIETY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

### YEAR ENDED 24 MARCH 2016

#### 1. ACCOUNTING POLICIES

##### Basis of accounting

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).

##### Cash flow statement

The Management Committee has taken advantage of the exemption in Financial Reporting Standard for Smaller Entities (effective April 2008) from including a Cash flow statement in the financial statements on the grounds that the club is small.

##### Revenue

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.

##### Fixed 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 of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Property	-	50 years
Fixtures & Fittings	-	10 years

##### 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 Balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the Revenue Account. 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.

##### Grants and donations

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 BALDONS AND NUNEHAM COMMUNITY SOCIETY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

### YEAR ENDED 24 MARCH 2016

#### 2. OPERATING PROFIT

Operating profit is stated after charging:

	2016 £	2015 £
Officers' remuneration	–	–
Depreciation of owned fixed assets	10,344	9,341
Auditor's fees	<u>2,042</u>	<u>2,500</u>

#### 3. PARTICULARS OF EMPLOYEES

No salaries or wages have been paid to employees, including the officers, during the year.

#### 4. TANGIBLE ASSETS

	Freehold Property £	Fixtures & Fittings £	Total £
<b>COST</b>			
At 25 March 2015	393,354	49,098	442,452
Additions	<u>56,209</u>	<u>3,508</u>	<u>59,717</u>
<b>At 24 March 2016</b>	<u>449,563</u>	<u>52,606</u>	<u>502,169</u>
<b>DEPRECIATION</b>			
At 25 March 2015	8,776	9,476	18,252
Charge for the year	<u>4,388</u>	<u>5,956</u>	<u>10,344</u>
<b>At 24 March 2016</b>	<u>13,164</u>	<u>15,432</u>	<u>28,596</u>
<b>NET BOOK VALUE</b>			
<b>At 24 March 2016</b>	<u>436,399</u>	<u>37,174</u>	<u>473,573</u>
At 24 March 2015	<u>384,578</u>	<u>39,622</u>	<u>424,200</u>

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

#### 5. DEBTORS

	2016 £	2015 £
Trade debtors	26,583	26,979
Other debtors	2,713	383
Prepayments and accrued income	<u>1,371</u>	<u>1,339</u>
	<u>30,667</u>	<u>28,701</u>

# THE BALDONS AND NUNEHAM COMMUNITY SOCIETY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

### YEAR ENDED 24 MARCH 2016

#### 6. CREDITORS: Amounts falling due within one year

	2016		2015	
	£	£	£	£
Trade creditors		17,063		1,512
Other creditors including taxation:				
Loans	12,375		12,375	
Corporation tax	8,740		4,343	
VAT	218		231	
Other creditors	5,500		5,500	
Accruals and deferred income	9,135		5,608	
		<u>35,968</u>		28,057
		<u>53,031</u>		<u>29,569</u>

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

#### 7. CREDITORS: Amounts falling due after more than one year

	2016		2015
	£		£
Other creditors including:			
Loans	201,094		213,469
Other creditors	47,545		48,344
	<u>248,639</u>		<u>261,813</u>

Included above are loans repayable by installments of £163,969 and deferred income of £34,349 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.

#### 8. RELATED PARTY TRANSACTIONS

No transactions with related parties were undertaken such as are required to be disclosed under the Financial Reporting Standard for Smaller Entities (effective April 2008).

#### 9. SHARE CAPITAL

	2016		2015
	£		£
At 25 March 2015	175,809		167,750
Shares issued	1,493		8,059
Shares cancelled/forfeited	(6,450)		-
At 24 March 2016	<u>170,852</u>		<u>175,809</u>
Amounts presented in equity	<u>170,852</u>		<u>175,809</u>

During the year interest totalling £1,493 was rolled into shares and shares with a value of £6,450 were repaid by the company at face value.

In accordance with the society's governing document, interest may be payable on the shares at the discretion of the committee.

# THE BALDONS AND NUNEHAM COMMUNITY SOCIETY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

### YEAR ENDED 24 MARCH 2016

#### 10. CONTINGENT LIABILITIES

The society has entered into an agreement under which is received a capital grant in the year ended 24 March 2014. The grant was for £39,942. There are terms in the agreement under which it is possible that part repayment of the grant may be required. This could occur within a period of 10 years from the date the grant was received. On the basis of current information, the management committee are of the opinion that it is unlikely that repayments will be required.