

Exelby Green Dragon Community Pub Ltd
Unaudited Financial Statements
31 December 2018

Exelby Green Dragon Community Pub Ltd

Financial Statements

Period from 12 July 2017 to 31 December 2018

Contents	Page
Management committee report	1
Independent accountant's report to the society	2
Income statement	3
Statement of financial position	4
Notes to the financial statements	6
The following pages do not form part of the financial statements	
Detailed income statement	11
Notes to the detailed income statement	12

Exelby Green Dragon Community Pub Ltd

Management Committee Report

Period from 12 July 2017 to 31 December 2018

The members present their report and the unaudited financial statements of the society for the period ended 31 December 2018.

Principal activities

The principal activity during the year was the purchase and rental of a pub for community benefit.

Members

The members who served the society during the period were as follows:

Mr P Simpson
Mr M Temple
Mr G Cornwall-Legh
Mr J Walker
Mr G Price
Mr A Campbell

This report was approved by the management committee on 12 March 2019 and signed on behalf of the board by:

Mr P Simpson
Chair

Mr M Temple
Treasurer

Mr G Cornwall-Legh
Deputy chair

Mr G Price
Treasurer

Mr A Campbell
Member

Mr J Walker
Secretary

Registered office:
Garth House
Exelby
Bedale
North Yorkshire
DL82HD

Exelby Green Dragon Community Pub Ltd

Independent Accountant's Report to Exelby Green Dragon Community Pub Ltd

Period from 12 July 2017 to 31 December 2018

We report on the financial statements of the society for the period ended 31 December 2018 which comprise the income statement, statement of financial position and the related notes.

Our work has been undertaken so that we might state to the society those matters we are required to state to it in an accountant'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.

Respective responsibilities of the management committee and independent accountant

The management committee is responsible for the preparation of the financial statements and they consider that an audit is not required for this period and that an independent accountant's report is needed.

It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis for opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants. Our procedures included a review of the accounting records kept by the society and a comparison of the financial statements presented with those records. It also included consideration of any unusual items or disclosures in the financial statements, and seeking explanations from the management committee concerning any such matters. The procedures undertaken do not provide all the evidence that would be required for an audit, and consequently we do not express an audit opinion on the view given by the financial statements.

Opinion

In our opinion:

- a) the financial statements are in agreement with the accounting records kept by the society under section 75 of the Co-operative and Community Benefit Societies Act 2014.
- b) having regard only to, and on the basis of, the information contained in those accounting records, the financial statements comply with the requirements of the Co-operative and Community Benefit Societies Act 2014.

DAVID CADWALLADER & CO LIMITED
Chartered Certified Accountants

Suite 3 Bignell Park Barns
Chesterton
Nr Bicester
Oxon
OX26 1TD

Exelby Green Dragon Community Pub Ltd

Income Statement

Period from 12 July 2017 to 31 December 2018

		Period from 12 Jul 17 to 31 Dec 18
Turnover	Note	£ 2,500
Gross profit		<u>2,500</u>
Administrative expenses		25,629
Other operating income		<u>16,725</u>
Operating loss		<u>(6,404)</u>
Interest payable and similar expenses		867
Loss before taxation	3	<u>(7,271)</u>
Tax on loss		—
Loss for the financial period		<u><u>(7,271)</u></u>

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

The notes on pages 6 to 9 form part of these financial statements.

Exelby Green Dragon Community Pub Ltd

Statement of Financial Position

31 December 2018

	Note	31 Dec 18 £
Fixed assets		
Tangible assets	4	215,490
Current assets		
Debtors	5	5,993
Cash at bank and in hand		109,628
		<u>115,621</u>
Creditors: amounts falling due within one year	6	<u>13,103</u>
Net current assets		<u>102,518</u>
Total assets less current liabilities		318,008
Creditors: amounts falling due after more than one year	7	<u>107,779</u>
Net assets		<u><u>210,229</u></u>
Capital and reserves		
Called up share capital		217,500
Profit and loss account		<u>(7,271)</u>
Members funds		<u><u>210,229</u></u>

The society is satisfied that it is entitled to exemption from the requirement to obtain an audit under section 84 of the Co-operative and Community Benefit Societies Act 2014.

The members have not required the society to obtain an audit of its financial statements for the period in question in accordance with the Act.

The members acknowledge their responsibilities for:

- ensuring that the society keeps proper accounting records which comply with section 75 of the Co-operative and Community Benefit Societies Act 2014 (the Act);
- establishing and maintaining a satisfactory system of its books of accounts, its cash holdings and all its receipts and remittances in order to comply with section 75 of the Act; and
- preparing financial statements which give a true and fair view of the state of affairs of the society as at the end of the financial period and of its income and expenditure for the period in accordance with the requirements of section 80, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the society.

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'.

The statement of financial position
continues on the following page.

The notes on pages 6 to 9 form part of these financial statements.

Exelby Green Dragon Community Pub Ltd

Statement of Financial Position *(continued)*

31 December 2018

These financial statements were approved by the management committee and authorised for issue on 12 March 2019, and are signed on their behalf by:

Mr P Simpson
Chair

Mr M Temple
Treasurer

Mr G Cornwall-Legh
Deputy chair

Mr G Price
Treasurer

Mr A Campbell
Member

Mr J Walker
Secretary

Registration number: RS007599

The notes on pages 6 to 9 form part of these financial statements.

Exelby Green Dragon Community Pub Ltd

Notes to the Financial Statements

Period from 12 July 2017 to 31 December 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 Garth House, Exelby, Bedale, North Yorkshire, DL82HD.

2. Accounting policies

Basis of preparation

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.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

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	-	5% straight line
Plant and machinery	-	15% straight line

Exelby Green Dragon Community Pub Ltd

Notes to the Financial Statements *(continued)*

Period from 12 July 2017 to 31 December 2018

2. Accounting policies *(continued)*

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

A financial asset or a financial liability is recognised only when the society becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Where investments in non-convertible preference shares and non-puttable ordinary shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in profit or loss. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Exelby Green Dragon Community Pub Ltd

Notes to the Financial Statements *(continued)*

Period from 12 July 2017 to 31 December 2018

2. Accounting policies *(continued)*

Financial instruments *(continued)*

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

3. Profit before taxation

Loss before taxation is stated after charging:

	Period from 12 Jul 17 to 31 Dec 18 £
Depreciation of tangible assets	<u>4,964</u>

4. Tangible assets

	Freehold property £	Plant and machinery £	Total £
Cost			
At 12 July 2017	–	–	–
Additions	<u>206,074</u>	<u>14,380</u>	<u>220,454</u>
At 31 December 2018	<u>206,074</u>	<u>14,380</u>	<u>220,454</u>
Depreciation			
At 12 July 2017	–	–	–
Charge for the period	<u>2,809</u>	<u>2,155</u>	<u>4,964</u>
At 31 December 2018	<u>2,809</u>	<u>2,155</u>	<u>4,964</u>
Carrying amount			
At 31 December 2018	<u>203,265</u>	<u>12,225</u>	<u>215,490</u>

5. Debtors

	31 Dec 18 £
Other debtors	<u>5,993</u>

6. Creditors: amounts falling due within one year

	31 Dec 18 £
Bank loans and overdrafts	9,649
Other creditors	<u>3,454</u>
	<u>13,103</u>

Exelby Green Dragon Community Pub Ltd

Notes to the Financial Statements *(continued)*

Period from 12 July 2017 to 31 December 2018

7. Creditors: amounts falling due after more than one year

	31 Dec 18
	£
Bank loans and overdrafts	40,351
Capital grants	67,428
	<u>107,779</u>

Exelby Green Dragon Community Pub Ltd

Management Information

Period from 12 July 2017 to 31 December 2018

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

Exelby Green Dragon Community Pub Ltd

Detailed Income Statement

Period from 12 July 2017 to 31 December 2018

	Period from 12 Jul 17 to 31 Dec 18 £
Turnover	
Rental income	2,500
	<hr/>
Gross profit	2,500
Overheads	
Administrative expenses	25,629
Other operating income	
Sundry income	809
	<hr/>
Loss on society trading	(22,320)
Donation income	853
Grant income	15,063
	<hr/>
	15,916
	<hr/>
Operating loss	(6,404)
Interest payable and similar expenses	(867)
	<hr/>
Loss before taxation	<u>(7,271)</u>

Exelby Green Dragon Community Pub Ltd

Notes to the Detailed Income Statement

Period from 12 July 2017 to 31 December 2018

	Period from 12 Jul 17 to 31 Dec 18 £
Administrative expenses	
Rent rates and water	1,306
Light and heat	4,567
Insurance	311
Repairs and maintenance (allowable)	11,954
Office expenses	199
Legal and professional fees (allowable)	1,483
Other professional fees	200
Accountancy fees	645
Depreciation of tangible assets	4,964
	<u>25,629</u>
 Interest payable and similar expenses	
Interest on bank loans and overdrafts	<u>867</u>