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**Ilmington Community Shop**  
**Unaudited Financial Statements**  
**30 September 2023**

# Ilmington Community Shop

## Financial Statements

Year ended 30 September 2023

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# Ilmington Community Shop

## Management Committee Report

### Year ended 30 September 2023

The members present their report and the unaudited financial statements of the society for the year ended 30 September 2023.

#### Principal activities

The principal activity of the society during the year was the provision of a community shop and cafe.

#### Members

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

Fiona Dakin

Mike Tremellen

Deborah Sarjant

Rebecca Harvey

Astrid Matts (Appointed 21 March 2023)

Sarah Beebee (Appointed 21 March 2023)

Sophie Welch (Appointed 21 March 2023)

Sarah Tremellen (Resigned 21 March 2023)

Julie Jones (Resigned 21 March 2023)

# **Ilmington Community Shop**

## **Management Committee Report** *(continued)*

### **Year ended 30 September 2023**

#### **Overview**

This year the community shop and café continues to trade strongly. Revenue grew for the business - the café revenue grew significantly while the shop revenue was more modest. There were challenges during the year for both the business and customers as to the level of food inflation. The business continues to develop its range of events for village residents. In particular a Monday lunch club was set up for our older residents which proved to be very popular. We continued to arrange other events during the year including evening meals / pop up wine bars and several BBQs'

Net profit of £20387 was £7346 ahead of last year. This is as a result from increased café revenue and associated margins and limiting the increase in overheads. The overall result was slightly ahead of expectations.

The business continues to invest in the future with capital expenditure in the year of £5816 spent on a new terrace (the coronation terrace) which extends our outside seating space. The Coronation Terrace was part of a volunteer initiative. Other expenditure was made on installing Artex tiles in the café to reduce the noise levels and on a new notice board accessible to the community from outside our shop.

Bank and cash balances increased during the year by £30467 to £141246.

Ilmington Shop and Café continue to benefit from a high level of volunteer support which makes a huge difference to the ongoing financial viability of our business.

#### **Financial Results**

Overall, the shop and café revenue were up 5.7% on the previous year with the shop increasing by 2.4% and the café increasing by 31.26%. We are seeing continuing impressive growth in the café as it re-establishes itself following the years close down during the Covid pandemic. This is particularly pleasing given our decision in 2021 to move from paid staff to volunteers in the café and also a reduced menu. The shop revenue continues to be higher than pre pandemic levels of 2019 but has seen modest contraction for year to year when inflation is factored in. The shop revenue is in line with our forecasts and expectations.

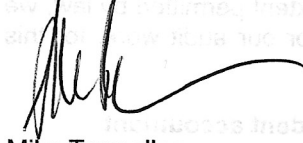
The gross margin from trading for the year of £119829 was up £10546 (9.65%) up on the previous year. The increased margin is due to the increasing café proportion of the total revenue with its higher margins. The % margin of 30.85% for the year compared with the previous year of 29.74%

Administrative expenses were £102777 this year £2980 (2.98%) higher than last year's £99797. Salaries increased in line with inflation but we were able to partially offset this increase with some savings in non salary overheads of £1495. Depreciation cost was similar to the previous year.

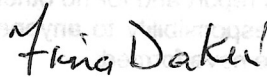


**Ilmington Community Shop**  
**Management Committee Report** (continued)  
**Year ended 30 September 2023**

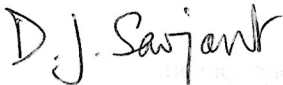
This report was approved by the management committee on 20 February 2024 and signed on behalf of the board by:



**Mike Tremellen**  
Chair and Company Secretary



**Fiona Dakin**  
Treasurer



**Deborah Sarjant**  
Committee Member

**Registered office:**  
The Old Church  
Upper Green  
Ilmington  
Shipston-on-Stour  
Warwickshire  
CV36 4LE

**Ilmington Community Shop**  
**Independent Accountant's Report to Ilmington Community Shop**  
**Year ended 30 September 2023**

We report on the financial statements of the society for the year ended 30 September 2023 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 year 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.
- c) for the preceding year of account, the financial criteria for the exercise of the power conferred by section 84 were met in relation to the year.

**DAVID CADWALLADER & CO LIMITED**  
Chartered Certified Accountants

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

# Ilmington Community Shop

## Income Statement

### Year ended 30 September 2023

	Note	2023 £	2022 £
<b>Turnover</b>		<b>388,382</b>	<b>367,421</b>
<b>Cost of sales</b>		<b>268,553</b>	<b>258,138</b>
<b>Gross profit</b>		<b>119,829</b>	<b>109,283</b>
Administrative expenses		102,777	99,797
Other operating income		3,335	3,555
<b>Operating profit</b>		<b>20,387</b>	<b>13,041</b>
<b>Profit before taxation</b>	4	<b>20,387</b>	<b>13,041</b>
Tax on profit		-	-
<b>Profit for the financial year</b>		<b>20,387</b>	<b>13,041</b>

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

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 year 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 books 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 year and of its income and expenditure for the year in accordance with the requirements of section 60, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to this society.

These financial statements have been prepared in accordance with Section 1A of the Act. 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 8 to 11 form part of these financial statements.)

**The notes on pages 8 to 11 form part of these financial statements.**

# Ilmington Community Shop

## Statement of Financial Position

30 September 2023

	Note	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	5	252,606	264,670
<b>Current assets</b>			
Stocks		22,357	21,262
Debtors	6	5,980	4,795
Cash at bank and in hand		141,246	110,779
		<u>169,583</u>	<u>136,836</u>
<b>Creditors: amounts falling due within one year</b>	7	<u>26,596</u>	<u>24,772</u>
<b>Net current assets</b>		<u>142,987</u>	<u>112,064</u>
<b>Total assets less current liabilities</b>		<u>395,593</u>	<u>376,734</u>
<b>Creditors: amounts falling due after more than one year</b>	8	<u>4,141</u>	<u>7,539</u>
<b>Net assets</b>		<u>391,452</u>	<u>369,195</u>
<b>Capital and reserves</b>			
Called up share capital		223,810	221,940
Profit and loss account		167,642	147,255
<b>Members funds</b>		<u>391,452</u>	<u>369,195</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 year 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 year and of its income and expenditure for the year 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 8 to 11 form part of these financial statements.

**Ilmington Community Shop**  
**Statement of Financial Position (continued)**  
**30 September 2023**

These financial statements were approved by the management committee and authorised for issue on 20 February 2024, and are signed on their behalf by:

  
Mike Tremellen  
Chair and Company Secretary

  
Fiona Dakin  
Treasurer

  
Deborah Sarjant  
Committee Member

Registration number: 32295R

The notes on pages 8 to 11 form part of these financial statements.

# **Ilmington Community Shop**

## **Notes to the Financial Statements**

### **Year ended 30 September 2023**

#### **1. General information**

The society is registered under the Co-operative and Community Benefit Societies Act 2014. The address of the registered office is The Old Church, Upper Green, Ilmington, Shipston-on-Stour, Warwickshire, CV36 4LE.

#### **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 represents monies received (excluding value added tax) from shop sales and other activities.

##### **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:

Land and Buildings	- depreciated at rates of between 2-10% at the committees discretion
Plant and machinery	- 25% straight line
Fixtures and fittings	- 25% straight line
Equipment	- 25% straight line

##### **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.

# Ilmington Community Shop

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

### Year ended 30 September 2023

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

##### Impairment of fixed assets *(continued)*

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.

##### Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

##### 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.

##### Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

#### 3. Employee numbers

The average number of persons employed by the society during the year amounted to 2 (2022: 2).

#### 4. Profit before taxation

Profit before taxation is stated after charging:

	2023	2022
	£	£
Depreciation of tangible assets	<u>17,880</u>	<u>18,098</u>

**Ilmington Community Shop**  
**Notes to the Financial Statements (continued)**  
**Year ended 30 September 2023**

**5. Tangible assets**

	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Equipment £	Total £
<b>Cost</b>					
At 1 October 2022	329,908	40,146	28,635	8,587	407,276
Additions	2,971	—	2,845	—	5,816
<b>At 30 September 2023</b>	<b>332,879</b>	<b>40,146</b>	<b>31,480</b>	<b>8,587</b>	<b>413,092</b>
<b>Depreciation</b>					
At 1 October 2022	80,826	28,601	25,303	7,876	142,606
Charge for the year	12,304	3,777	1,349	450	17,880
<b>At 30 September 2023</b>	<b>93,130</b>	<b>32,378</b>	<b>26,652</b>	<b>8,326</b>	<b>160,486</b>
<b>Carrying amount</b>					
<b>At 30 September 2023</b>	<b>239,749</b>	<b>7,768</b>	<b>4,828</b>	<b>261</b>	<b>252,606</b>
At 30 September 2022	249,082	11,545	3,332	711	264,670

**6. Debtors**

	2023 £	2022 £
Trade debtors	4,711	3,293
Other debtors	1,269	1,502
	<b>5,980</b>	<b>4,795</b>

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

	2023 £	2022 £
Trade creditors	17,722	17,096
Social security and other taxes	2,342	1,642
Other creditors	6,532	6,034
	<b>26,596</b>	<b>24,772</b>

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

	2023 £	2022 £
Other creditors	4,141	7,539

Creditors consists of deferred grant income in relation to grants received for depreciating assets.



# **Ilmington Community Shop**

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

**Year ended 30 September 2023**

### **9. Related party transactions**

The members serving on the Management Committee use the village shop operated by the society. All transactions are at full market price.

No further transactions with related parties were undertaken such as are required to be disclosed under FRS 102.

# **Ilmington Community Shop**

## **Management Information**

**Year ended 30 September 2023**

### **3. Related party transactions**

The members serving on the Management Committee use the village shop operated by the Society. All transactions are at full market price.

No other transactions with related parties were undertaken such as are required to be disclosed under FRS 102.

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

# Ilmington Community Shop

## Detailed Income Statement

Year ended 30 September 2023

	2023 £	2022 £
<b>Turnover</b>	<b>388,382</b>	<b>367,421</b>
<b>Cost of sales</b>		
Opening stock - raw materials	21,262	16,115
Purchases	269,648	263,285
	<u>290,910</u>	<u>279,400</u>
Closing stock - resale	22,357	21,262
	<u>268,553</u>	<u>258,138</u>
<b>Gross profit</b>	<b>119,829</b>	<b>109,283</b>
<b>Overheads</b>		
Administrative expenses	102,777	99,797
<b>Profit on society trading</b>	<b>17,052</b>	<b>9,486</b>
Other income	200	587
Donations	—	95
Capital Grants	3,135	2,873
	<u>3,335</u>	<u>3,555</u>
<b>Operating profit</b>	<b>20,387</b>	<b>13,041</b>
<b>Profit before taxation</b>	<b>20,387</b>	<b>13,041</b>

**Ilmington Community Shop**  
**Notes to the Detailed Income Statement**  
**Year ended 30 September 2023**

	2023 £	2022 £
<b>Administrative expenses</b>		
Wages and salaries	43,345	39,145
Staff pension contributions - defined contribution	6,481	6,209
Rates and water	511	436
Light and heat	9,236	9,930
Insurance	3,426	2,559
Repairs and maintenance (allowable)	2,232	3,206
Waste disposal	1,358	1,271
Cleaning costs	320	320
Hire costs (Coffee machine)	756	1,429
Telephone	315	645
Office expenses	2,732	2,698
Printing postage and stationery	1,027	1,203
Staff training	-	330
Sundry expenses	2,353	2,197
General expenses (allowable)	1,251	751
Advertising	240	536
Legal and professional fees (allowable)	305	1,589
Accountancy fees	720	690
Depreciation of tangible assets	17,880	18,098
Bad debts written off	-	(6)
Bank charges	8,289	6,561
	<u>102,777</u>	<u>99,797</u>