

**The Filkins Community Shop Association Ltd
Accounts For the Period to 31.08.07**

CONTENTS	PAGES
Audit requirements	2
Financial review	2
Balance Sheet	3 - 4
Income & Expenditure Account	5
Notes to the accounts	6 - 9
Corporation Tax	10
Budgets	11 - 12

**The Filkins Community Shop Association Ltd
Accounts For the Period to
31.08.07**

**Audit
Requirements**

The membership has elected, as permitted by the rules of the Association, to disapply the requirement for a professional audit as turnover was less than £90,000. A resolution confirming this decision was passed at the Annual General Meeting on 18th January 2007.

Whilst there is no formal requirement for a professional audit, a review of the books and records and related accounts has been undertaken by two independent lay persons.

Review of the accounts for the period to 31.08.07

We have examined the accounts on pages 4 to 8.

In our opinion the accounts are in accordance with the underlying transactions, books and records of the Association for the period.

C BRISTOW

L PORTER

The Filkins Community Shop Association Ltd
Accounts For the Period to 31.08.07

Balance Sheet

	Note	At 31.08.07	At 31.08.06
Fixed Assets	2.	£12,085	£15,107
Current Assets			
Stock	3.	£3,175	£2,650
Prepayments		£0	£77
VAT Receivable		£0	£57
Cash at bank and in hand		£8,457	£9,325
Total Current Assets		£11,632	£12,109
Current Liabilities			
Trade Creditors		£3,675	£3,751
Accruals (electricity)		£275	£180
Taxation (PAYE)		£237	£31
Wages		£218	£109
VAT Payable		£64	£0
Corporation Tax Payable		£0	£1
Total Current Liabilities		£4,469	£4,072
Current Assets less Current Liabilities		£7,163	£8,037
Total Assets less Current Liabilities		£19,248	£23,145
Long Term Liabilities			
Creditors : Long Term	4.	£9,587	£12,303
Total Assets less Total Liabilities		£9,661	£10,841
Capital & Reserves			
Share Capital	5.	£1,420	£1,310
Retained Reserves		£9,531	£0
Income & Expenditure Account		-£1,290	£9,531
		£9,661	£10,841

These Accounts were approved by the membership on 23rd January 2008 and are signed on their behalf by:

P Poole
CHAIR

S
Peach
SECRETARY

M Scott

**The Filkins Community Shop Association Ltd
Accounts For the Period to 31.08.06**

Income & Expenditure Account

	Note	To 31.08.07	To 31.08.06
Turnover			
Sales Revenue		£28,902	£22,409
Purchases			
Stock	3.	£22,812	£17,790
Direct Expenses	6.	£79	£383
Gross Surplus / (Deficit)		£6,012	£4,236
Other Income	7.	£79	£8,554
Overheads	8.	£7,381	£3,258
Net Surplus / (Deficit) Before Tax		-£1,290	£9,532
Corporation Tax	9.	£0	£1
Net Surplus / (Deficit) After Tax		-£1,290	£9,531

The Filkins Community Shop Association Ltd

Accounts For the Period to 31.08.07

NOTES

1. Accounting Policies

Basis of accounting

The financial statements have been prepared under the historical cost convention.

Cash flow statement

The company has not prepared a cash flow statement on the basis that it is a small company.

Turnover

The turnover shown in the income & expenditure account represents cash sales during the year, exclusive of VAT.

Fixed Assets

Fixed Assets are initially recorded at cost.

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:

Plant & Machinery	- 20% straight line
Office Equipment	- 20% straight line
Furniture & Fixtures	- 20% straight line

Grant

Grants are initially recorded at cost

Amortisation

Amortisation is calculated so as to write any grant off over the period during which the grant may need to be repaid, should the terms of the grant not be met, as follows:

DEFRA grant	- 20% straight line
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2. Fixed Assets

	Plant & Machinery	Office Equipment	Furniture & Fixtures	Total
Book Cost B/F	£10,212	£1,321	£5,253	£16,786
Purchases in Year	£0	£0	£372	£372
Disposals in Year	£0	£0	£0	£0
Book Cost C/F at 31.08.07	<u>£10,212</u>	<u>£1,321</u>	<u>£5,625</u>	<u>£17,158</u>
Accumulated Depreciation B/F	£1,021	£132	£525	£1,679
Depreciation Charge in Year	£2,043	£264	£1,088	£3,394
Depreciation on disposals	£0	£0	£0	£0
Accumulated Depreciation C/F	<u>£3,064</u>	<u>£396</u>	<u>£1,613</u>	<u>£5,073</u>
Net Book Value B/F	<u>£9,191</u>	<u>£1,189</u>	<u>£4,727</u>	<u>£15,107</u>
Net Book Value at 31.08.07	<u>£7,149</u>	<u>£925</u>	<u>£4,012</u>	<u>£12,085</u>

Depreciation is charged at 20% per annum on a straight line basis.
6 months depreciation is charged in the year of purchase.

	At 31.08.07	At 31.08.06
3. Stock		
Stock B/F at 01.09.06	£2,650	£0
Stock Purchased in year	£23,336	£20,440
Less: Stock C/F at 31.08.07	<u>-£3,175</u>	<u>-£2,650</u>
Stock sold in year	<u>£22,812</u>	<u>£17,790</u>

Stock held at 31.08.07 has been valued at cost, excluding VAT and supplier discounts, other than stock purchased from the CO-OP which has been valued at sales price (ex VAT) less 20%.

4. Creditors : Long Term

	At 31.08.07	At 31.08.06
a) DEFRA GRANT		
Book Cost B/F	£13,582	£0
Grant Received in Year	£0	£13,582
Grant Repaid in Year	£0	£0
Book Cost C/F at 31.08.07	<u>£13,582</u>	<u>£13,582</u>
Accumulated Amortisation B/F	£1,358	£0
Amortisation Charge in Year	£2,716	£1,358
Amortisation on disposals	£0	£0
Accumulated Depreciation C/F	<u>£4,074</u>	<u>£1,358</u>
Net Book Value B/F	<u>£12,223</u>	<u>£0</u>
Net Book Value at 31.08.07	<u>£9,507</u>	<u>£12,223</u>

During 2005/06 a grant was received from DEFRA. The grant was for the purchase of fixed assets for the shop. The grant is repayable, on a declining basis, should the shop cease trading within the first 5 years of business. Accordingly the grant will be amortised at 20% per annum on a straight line basis. 6 months amortisation was charged in the first year. The grant was received in two instalments in February and March 2006.

	At	At
4. Creditors : Long Term (continued)	31.08.07	31.08.06
b) Under 16 Loans	£80	£80

Children under the age of 16 are not eligible to purchase a £10 share in the shop. However, a number of children have chosen to lend £10 each to the shop on the condition that the money be used to purchase a share for them on their 16th birthday

	At	At
	31.08.07	31.08.06
5. Share Capital		
Ordinary Share at £10 each	£1,420	£1,310

Shares can be purchased for £10 each. No person may hold more than one share.

	At	At
6. Direct Expenses	31.08.07	31.08.06
Paper bags	£0	£26
Staff Uniforms	£0	£151
Advertisements	£0	£81
Launch party	£0	£68
Brochures & Leaflets	£0	£56
Glasses for Hire	£79	£0
	£79	£383

	At	At
7. Other Income	31.08.07	31.08.06
Donations from individuals & companies	£79	£4,852
Funds Raised - Auction of Promises	£0	£3,702
	£79	£8,554

	At	At
8. Overheads	31.08.07	31.08.06
Wages	£3,561	£234
Rent	£207	£153
Electricity	£2,120	£1,080
Repairs & Servicing	£194	£91
Telephone	£90	£120
Office Stationery	£75	£68
Professional Fees	£0	£450
Planning Fees	£0	£133
Cleaning	£0	£9

Bank Interest Received	-£82	-£18
Depreciation of fixed assets	£3,394	£1,679
Amortisation of DEFRA grant	-£2,716	-£1,358
Licensing Fee	£180	£190
Insurance	£345	£396
Miscellaneous	£0	£20
Shareholders meetings	£13	£13
	£7,381	£3,258

9. Corporation Tax

	At	At	
	31.08.07	31.08.06	
Analysis of charge in the year			
UK Corporation Tax based on the results in FY 06/07 at 0%	£0	£0	05/06 0% 26/07
UK Corporation Tax based on the results in FY 07/08 at 0%	£0	£1	19%
	£0	£1	

The Filkins Community Shop Association Ltd
Corporation Tax For the Period to 31.08.07

Gross Profit to 31.08.07	£6,090.47
Less : Overheads	-£7,459.63
Trading profit	<u>-£1,369.16</u>
Add Back : Depreciation	£3,394.43
Less : Amortisation Grant	-£2,716.30
Chargeable to Tax	<u>-£691.03</u>

Apportion 06/07 and 07/08		To	01.04 to
	Days	31.03.07	31.08
		212	153
		-£401.37	-£289.66

Capital Allowances

Assets Purchased	£372.45	£16,785.88
Less : grant re purchase of assets	£0.00	£13,581.52
Balance B/F	<u>£372.45</u>	<u>£3,204.36</u>

Capital Allowances (FYA) 40.00% 40.00%

FYA Claimed 05/06		£1,281.74
FYA Claimed 06/07	£148.98	
Written Down Value B/F 01.09.06	<u>£223.47</u>	<u>£1,922.62</u>

WDA (Reducing Bal) 0.00% 25.00%

WDA Claimed 06/07	£0.00	£480.65	£279.17	£201.48
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Written Down Value C/F £223.47 £1,441.96

Profits chargeable to tax	<u>-£1,171.68</u>	-£680.54	-£491.14
	Loss C/F		

Tax at

Starting Rate (< £10,000)	0.00%	£0.00	£0.00
Small Companies Rate	19.00%	£0.00	£0.00
		<u>£0.00</u>	<u>£0.00</u>

The Filkins Community Shop Association Ltd
Budget 2006/2007

	Actual 2006/2007		Budget 2006/2007		Variance
Sales (Ex VAT)	£28,902	£556	£29,120	£560	-£218
Stock	-£22,812	21.07%	-£23,296	20.00%	£484
Gross Profit	£6,090		£5,824		£266
Paper bags	£0		£50		-£50
Staff Uniforms	£0		£0		£0
Advertisements	£0		£0		£0
Launch party / Volunteers eve	£0		£100		-£100
Brochures & Leaflets	£0		£50		-£50
Glasses for Hire	£79		£0		£79
Wages	£3,561		£3,640		-£80
Rent	£207		£260		-£53
Electricity	£2,120		£1,200		£920
Repairs & Servicing	£194		£250		-£56
Telephone	£90		£250		-£160
Office Stationery	£61		£100		-£39
Postage	£14		£0		£14
Planning Fees	£0		£0		£0
Cleaning	£0		£50		-£50
Bank Interest Received	-£82		-£20		-£62
Depreciation of fixed assets	£3,394		£3,357		£37
Amortisation of DEFRA grant	-£2,716		-£2,716		£0
Licensing Fee	£180		£190		-£10
Insurance	£345		£400		-£55
Shareholders meetings	£13		£50		-£38
Miscellaneous	£0		£100		-£100
	<u>£7,460</u>		<u>£7,311</u>		<u>£149</u>
Net Deficit / Surplus before tax	<u>-£1,369</u>		<u>-£1,487</u>		<u>£118</u>
Donations	£79		£0		£79
Tax	£0		£0		£0
Deficit / Surplus C/F	<u>-£1,290</u>		<u>-£1,487</u>		<u>£197</u>

The Filkins Community Shop Association Ltd
Budget 2006/2007

	Budget 2007/2008		Actual 2006/2007	
Sales (Ex VAT)	£29,120	£560	£28,902	£558.77 Weekly Average
Stock	-£23,296	20.00%	-£22,812	21.07% Average Gross Margin
Gross Profit	£5,824		£6,090	£266
Paper bags	£0		£0	
Staff Uniforms	£0		£0	
Advertisements	£0		£0	
Launch party / Volunteers eve	£50		£0	
Brochures & Leaflets	£0		£0	
Glasses for Hire	£0		£79	
Wages	£3,640		£3,561	
Rent	£260		£207	
Electricity	£2,000		£2,120	
Repairs & Servicing	£200		£194	
Telephone	£100		£90	
Office Stationery	£75		£61	
Professional Fees	£0		£14	
Planning Fees	£0		£0	
Cleaning	£0		£0	
Bank Interest Received	-£80		-£82	
Depreciation of fixed assets	£3,394		£3,394	
Amortisation of DEFRA grant	-£2,716		-£2,716	
Licensing Fee	£180		£180	
Insurance	£345		£345	
Shareholders meetings	£50		£13	
Miscellaneous	£100		£0	
	<u>£7,598</u>		<u>£7,460</u>	
Net Deficit / Surplus before tax	<u>-£1,774</u>		<u>-£1,369</u>	
Donations	£175		£79	
Tax	£0		£0	
Deficit / Surplus C/F	<u><u>-£1,599</u></u>		<u><u>-£1,290</u></u>	