

**Report of the Management Committee and
Unaudited Financial Statements for the Year Ended 31 March 2023
for
Upper Tweed Community Enterprise Limited**

Upper Tweed Community Enterprise Limited

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for the Year Ended 31 March 2023**

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Upper Tweed Community Enterprise Limited

**Society Information
for the Year Ended 31 March 2023**

MANAGEMENT COMMITTEE: C J Lambton
D Stewart
S N Edwards
J McBeth
C Younger
B Sheridan

REGISTERED OFFICE: The Old Police House
Broughton
ML12 6HQ

REGISTERED NUMBER: RS007979 (Scotland)

ACCOUNTANT: Gail Robertson CA
Tweedside Park
Tweedbank
Galashiels
Selkirkshire
TD1 3TE

Upper Tweed Community Enterprise Limited

**Report of the Management Committee
for the Year Ended 31 March 2023**

The management committee present their report with the financial statements of the company for the year ended 31 March 2023.

MANAGEMENT COMMITTEE

The management committee shown below have held office during the whole of the period from 1 April 2022 to the date of this report.

C J Lambton
D Stewart
S N Edwards
J McBeth
C Younger
B Sheridan

This report has been prepared in accordance with the provisions of the Co-operative and Community Benefit Societies Act 2014 relating to small companies.

ON BEHALF OF THE MANAGEMENT COMMITTEE:



.....
C J Lambton - Chair

Date: 27th September 2023

Upper Tweed Community Enterprise Limited

**Income Statement
for the Year Ended 31 March 2023**

	31.3.23 £	31.3.22 £
TURNOVER	389,206	380,933
Cost of sales	<u>292,281</u>	<u>283,794</u>
GROSS PROFIT	96,925	97,139
Administrative expenses	<u>151,191</u>	<u>111,263</u>
	(54,266)	(14,124)
Other operating income	<u>63,788</u>	<u>14,636</u>
OPERATING PROFIT	9,522	512
Interest payable and similar expenses	<u>612</u>	<u>-</u>
PROFIT BEFORE TAXATION	8,910	512
Tax on profit	<u>-</u>	<u>90</u>
PROFIT FOR THE FINANCIAL YEAR	<u>8,910</u>	<u>422</u>

The notes form part of these financial statements

Upper Tweed Community Enterprise Limited (Registered number: RS007979)

Balance Sheet
31 March 2023

	Notes	31.3.23 £	£	31.3.22 £	£
FIXED ASSETS					
Tangible assets	5		80,275		87,647
CURRENT ASSETS					
Stocks	6	25,468		27,636	
Debtors	7	7,175		3,500	
Cash at bank and in hand		<u>93,818</u>		<u>85,179</u>	
		126,461		116,315	
CREDITORS					
Amounts falling due within one year	8	<u>98,568</u>		<u>99,304</u>	
NET CURRENT ASSETS			<u>27,893</u>		<u>17,011</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			108,168		104,658
CREDITORS					
Amounts falling due after more than one year	9		<u>16,200</u>		<u>21,600</u>
NET ASSETS			<u>91,968</u>		<u>83,058</u>
CAPITAL AND RESERVES					
Called up share capital	10		66,400		66,400
Retained earnings	11		<u>25,568</u>		<u>16,658</u>
SHAREHOLDERS' FUNDS			<u>91,968</u>		<u>83,058</u>

The Society is entitled to exemption from audit under Section 84 of the Co-operative and Community Benefit Societies Act 2014 for the year ended 31 March 2023.

The members have not required the Society to obtain an audit of its financial statements for the year ended 31 March 2023 in accordance with the Act .

The management committee acknowledge their responsibilities for:

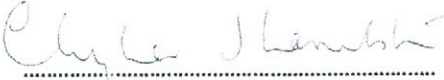
- (a) ensuring that the society keeps accounting records which comply with section 75 of the Co-operative and Community Benefit Societies Act 2014 (the act),
- (b) Establishing and maintaining a satisfactory system of its books of accounts, its cash holdings and all its receipts and remittances in order to comply with section 75 of the Act, and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the society as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 79 and 80 and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the society.

The notes form part of these financial statements

Balance Sheet - continued
31 March 2023

The financial statements have been prepared in accordance with the provisions applicable to societies subject to the small companies regime.

The financial statements were approved by the Management Committee and authorised for issue on and were signed on its behalf by:


.....
C J Lambton - Chair


.....
D Stewart - Treasurer


.....
S N Edwards - Secretary

Upper Tweed Community Enterprise Limited

Notes to the Financial Statements for the Year Ended 31 March 2023

1. STATUTORY INFORMATION

Upper Tweed Community Enterprise Limited was registered on 21 December 2018 with the Financial Conduct Authority as a society for the benefit of the community.

COMMENCEMENT OF TRADING

Following the purchase of Broughton Village Store the Society commenced trading on 22 June 2019.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Co-operative and Community Benefit Societies Act 2014. The financial statements have been prepared under the historical cost convention.

Revenue

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

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Land and buildings	- 4% on cost
Plant and machinery etc	- 25% on reducing balance

Tangible assets are initially recorded at cost, and are 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. If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

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

Impairment

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.

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 are largely independent of the cash inflows from other assets or groups of assets.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Upper Tweed Community Enterprise Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

3. EMPLOYEES

The average number of employees during the year was 7 (2022 - 7).

4. GRANT INCOME

Grant Funder	Grant Purpose	2023	2022
Clyde Borders Community Fund	Replacement windows, CCTV & feasibility study	6,845	6,774
Clyde Borders Community Fund	Develop temporary premises	30,789	
DTA Scotland	Share offer	3,043	-
Scottish Borders Council	Jubilee Celebrations	<u>600</u>	<u>-</u>
		<u>41,277</u>	<u>6,774</u>

During the year Clyde Borders Community Fund awarded Upper Tweed Community Enterprise a grant of £41,136. The purpose of the grant was to assist with the costs in developing the cottage attached to the village hall as a temporary premises for the village shop. As at 31/03/23 there was £10,347 remaining which has been deferred into 2023/2024.

5. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 April 2022	80,000	21,431	4,595	3,339	109,365
Additions	<u>-</u>	<u>240</u>	<u>-</u>	<u>-</u>	<u>240</u>
At 31 March 2023	<u>80,000</u>	<u>21,671</u>	<u>4,595</u>	<u>3,339</u>	<u>109,605</u>
DEPRECIATION					
At 1 April 2022	8,415	10,034	1,436	1,833	21,718
Charge for year	<u>3,200</u>	<u>2,887</u>	<u>1,149</u>	<u>376</u>	<u>7,612</u>
At 31 March 2023	<u>11,615</u>	<u>12,921</u>	<u>2,585</u>	<u>2,209</u>	<u>29,330</u>
NET BOOK VALUE					
At 31 March 2023	<u>68,385</u>	<u>8,750</u>	<u>2,010</u>	<u>1,130</u>	<u>80,275</u>
At 31 March 2022	<u>71,585</u>	<u>11,397</u>	<u>3,159</u>	<u>1,506</u>	<u>87,647</u>

6. STOCKS

	31.3.23	31.3.22
	£	£
Finished goods	<u>25,468</u>	<u>27,636</u>

Upper Tweed Community Enterprise Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		31.3.23	31.3.22
		£	£
Other debtors		3,500	3,500
VAT		3,318	-
Prepayments		<u>357</u>	<u>-</u>
		<u>7,175</u>	<u>3,500</u>
8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		31.3.23	31.3.22
		£	£
Other loans		5,400	5,400
Trade creditors		1,479	2,230
Tax		-	90
Social security and other taxes		706	716
VAT		-	491
Accruals and deferred income		<u>90,983</u>	<u>90,377</u>
		<u>98,568</u>	<u>99,304</u>
9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR		31.3.23	31.3.22
		£	£
Other loans - 1-2 years		<u>16,200</u>	<u>21,600</u>
10. CALLED UP SHARE CAPITAL			
Allotted, issued and fully paid:			
Number:	Class:	Nominal value:	
			31.3.23 31.3.22
			£ £
2,656	Ordinary	25	<u>66,400</u> <u>66,400</u>
11. RESERVES			Retained earnings
			£
At 1 April 2022			16,658
Profit for the year			<u>8,910</u>
At 31 March 2023			<u>25,568</u>

**Chartered Accountant's Report to the Board of Directors
on the Unaudited Financial Statements of
Upper Tweed Community Enterprise Limited**

INDEPENDENT ACCOUNTANT'S REPORT TO THE MEMBERS OF UPPER TWEED COMMUNITY ENTERPRISE LIMITED

We report on the financial statements of the Society for the year ended 31 March 2023. This report is made solely to the members as a body. Our reporting work has been undertaken so that we might state to the members those matters we are required to state to them in an independent 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 and the members as a body, for our work, for this report, or for the opinion we have formed

RESPECTIVE RESPONSIBILITIES OF MANAGEMENT COMMITTEE AND THE INDEPENDENT ACCOUNTANT

The Management Committee is responsible for the preparation of the financial statements and they consider that an audit is not required by law for this period .

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

BASIS OF THE INDEPENDENT ACCOUNTANT'S 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.

INDEPENDENT ACCOUNTANT'S OPINION

In our opinion:

- (a) the financial statements are in agreement with those 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 have been drawn up in a manner consistent with the accounting requirements of the applicable legislation, and,
- (c) the Society satisfied the conditions for exemption from an audit of the financial statements for the period specified in section 84 of the Co-operative and Community Benefit Societies Act 2014 and did not at any time within that period fall within any of the categories of societies not entitled to the exemptions specified in section 84(3) of the Co-operative and Community Benefit Societies Act 2014.

Gall Robertson CA
Tweedside Park
Tweedbank
Galashiels
Selkirkshire
TD1 3TE

Date:

This page does not form part of the statutory financial statements

Upper Tweed Community Enterprise Limited

Trading and Profit and Loss Account
for the Year Ended 31 March 2023

	31.3.23		31.3.22	
	£	£	£	£
Sales		389,206		380,933
Cost of sales				
Opening stock	27,636		23,443	
Purchases	<u>290,113</u>		<u>287,987</u>	
Closing stock	317,749		311,430	
	<u>(25,468)</u>		<u>(27,636)</u>	
		<u>292,281</u>		<u>283,794</u>
GROSS PROFIT		96,925		97,139
Other income				
Sundry receipts	393		-	
Welfare fund and donations	17,083		1,910	
Commissions received	520		-	
Grant income	41,276		6,774	
Grant amortisation	<u>4,516</u>		<u>5,952</u>	
		<u>63,788</u>		<u>14,636</u>
		160,713		111,775
Expenditure				
Rates and water	486		474	
Insurance	1,655		1,204	
Light and heat	5,968		4,186	
Repairs and maintenance	3,093		1,797	
Wages	81,620		78,184	
Pensions	1,300		868	
Hire of plant and machinery	1,333		-	
Telephone and internet	819		988	
Post and stationery	1,213		491	
Advertising	667		110	
Motor expenses	2,214		1,592	
Computer software	663		450	
Workwear	-		232	
Training	-		144	
Sundry expenses	206		203	
Accountancy	1,535		2,125	
Subscriptions and licences	119		276	
Shop development costs	<u>35,857</u>		<u>6,774</u>	
		<u>138,748</u>		<u>100,098</u>
		21,965		11,677
Finance costs				
Bank and credit card charges	4,330		3,805	
Other charges	500		500	
Loan interest	<u>612</u>		<u>-</u>	
		<u>5,442</u>		<u>4,305</u>
Carried forward		16,523		7,372

This page does not form part of the statutory financial statements

Upper Tweed Community Enterprise Limited

**Trading and Profit and Loss Account
for the Year Ended 31 March 2023**

	31.3.23		31.3.22	
	£	£	£	£
Brought forward		16,523		7,372
Depreciation				
Freehold property	3,200		3,060	
Fixtures and fittings	2,887		3,298	
Motor vehicles	1,149		-	
Computer equipment	<u>377</u>		<u>502</u>	
		<u>7,613</u>		<u>6,860</u>
NET PROFIT		<u>8,910</u>		<u>512</u>

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