

**Report of the Directors and
Unaudited Financial Statements for the Year Ended 31 March 2024
for
Upper Tweed Community Enterprise Limited**

Upper Tweed Community Enterprise Limited

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for the Year Ended 31 March 2024**

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Upper Tweed Community Enterprise Limited

**Company Information
for the Year Ended 31 March 2024**

DIRECTORS:

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:

Gall Robertson CA
Tweedside Park
Tweedbank
Galashiels
Selkirkshire
TD1 3TE

Upper Tweed Community Enterprise Limited

**Report of the Directors
for the Year Ended 31 March 2024**

The directors present their report with the financial statements of the company for the year ended 31 March 2024.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of Community Convenience Shop

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2023 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 Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE MANAGEMENT COMMITTEE:

.....
C J Lambton - Director

Date:

Upper Tweed Community Enterprise Limited

**Income Statement
for the Year Ended 31 March 2024**

	31.3.24 £	31.3.23 £
TURNOVER	433,320	389,206
Cost of sales	323,754	292,281
GROSS PROFIT	109,566	96,925
Administrative expenses	154,560	151,191
	(44,994)	(54,266)
Other operating income	43,318	50,213
OPERATING LOSS	(1,676)	(4,053)
Interest payable and similar expenses	478	612
LOSS BEFORE TAXATION	(2,154)	(4,665)
Tax on loss	-	-
LOSS FOR THE FINANCIAL YEAR	(2,154)	(4,665)

The notes form part of these financial statements

Upper Tweed Community Enterprise Limited (Registered number: RS007979)

**Balance Sheet
31 March 2024**

	Notes	31.3.24 £	£	31.3.23 £	£
FIXED ASSETS					
Tangible assets	5		96,061		80,275
CURRENT ASSETS					
Stocks	6	18,717		25,468	
Debtors	7	8,589		7,175	
Cash at bank and in hand		102,455		93,818	
			<u>129,761</u>		<u>126,461</u>
CREDITORS					
Amounts falling due within one year	8	105,958		112,743	
NET CURRENT ASSETS			<u>23,803</u>		<u>13,718</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			119,864		93,993
CREDITORS					
Amounts falling due after more than one year	9		10,800		16,200
NET ASSETS			<u>109,064</u>		<u>77,793</u>
CAPITAL AND RESERVES					
Called up share capital	10		99,225		65,800
Retained earnings	11		9,839		11,993
SHAREHOLDERS' FUNDS			<u>109,064</u>		<u>77,793</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2024.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2024 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company 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 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

Balance Sheet - continued
31 March 2024

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

The financial statements were approved by the Board of Directors and authorised for issue on and were signed on its behalf by:

.....
C J Lambton - Director

Upper Tweed Community Enterprise Limited

**Statement of Changes in Equity
for the Year Ended 31 March 2024**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 April 2022	66,400	16,658	83,058
Changes in equity			
Issue of share capital	(600)	-	(600)
Total comprehensive income	-	(4,665)	(4,665)
Balance at 31 March 2023	<u>65,800</u>	<u>11,993</u>	<u>77,793</u>
Changes in equity			
Issue of share capital	33,425	-	33,425
Total comprehensive income	-	(2,154)	(2,154)
Balance at 31 March 2024	<u><u>99,225</u></u>	<u><u>9,839</u></u>	<u><u>109,064</u></u>

The notes form part of these financial statements

Upper Tweed Community Enterprise Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

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 the cost less estimated residual value of 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.

Upper Tweed Community Enterprise Limited

Notes to the Financial Statements - continued for the Year Ended 31 March 2024

2. ACCOUNTING POLICIES - continued

Financial instruments

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Basic financial assets, which include debtors, cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities including trade creditors and loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

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.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event; it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised in finance costs in profit or loss in the period it arises.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 8 (2023 - 7).

4. GRANT INCOME

Grant Funder	Grant Purpose	2024	2023
Scottish Borders Council	Village hall conversion	5,070	-
Clyde Wind Farm	Village hall conversion	13,190	-
Clyde Borders Community Fund	Replacement windows, CCTV & feasibility study	-	6,845
Clyde Borders Community Fund	Develop temporary premises	10,348	30,788
DTA Scotland	Share offer	-	3,043
Scottish Borders Council	Jubilee Celebrations	-	600
		<u>28,608</u>	<u>41,276</u>

During the year a grant was received from Scottish Borders Council of £6,577. 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 31/03/24 there was £1,507 remaining which has been deferred into 2024/2025.

Upper Tweed Community Enterprise Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

5. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 April 2023	80,000	21,671	4,595	3,339	109,605
Additions	22,605	-	-	-	22,605
At 31 March 2024	<u>102,605</u>	<u>21,671</u>	<u>4,595</u>	<u>3,339</u>	<u>132,210</u>
DEPRECIATION					
At 1 April 2023	11,615	12,921	2,585	2,209	29,330
Charge for year	3,200	2,187	1,149	283	6,819
At 31 March 2024	<u>14,815</u>	<u>15,108</u>	<u>3,734</u>	<u>2,492</u>	<u>36,149</u>
NET BOOK VALUE					
At 31 March 2024	<u>87,790</u>	<u>6,563</u>	<u>861</u>	<u>847</u>	<u>96,061</u>
At 31 March 2023	<u>68,385</u>	<u>8,750</u>	<u>2,010</u>	<u>1,130</u>	<u>80,275</u>

6. STOCKS

	31.3.24	31.3.23
	£	£
Finished goods	<u>18,717</u>	<u>25,468</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.24	31.3.23
	£	£
Other debtors	3,779	3,500
VAT	656	3,318
Accrued income	3,814	-
Prepayments	340	357
	<u>8,589</u>	<u>7,175</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.24	31.3.23
	£	£
Other loans	5,400	5,400
Trade creditors	6,048	1,479
Social security and other taxes	-	706
Other creditors	3,281	-
Accruals and deferred income	91,229	105,158
	<u>105,958</u>	<u>112,743</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.3.24	31.3.23
	£	£
Other loans - 1-2 years	<u>10,800</u>	<u>16,200</u>

Upper Tweed Community Enterprise Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2024**

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.3.24 £	31.3.23 £
3,969	Ordinary	25	<u>99,225</u>	<u>65,800</u>

1,337 Ordinary shares of 25 each were allotted and fully paid for cash at par during the year.

11. RESERVES

	Retained earnings £
At 1 April 2023	11,993
Deficit for the year	<u>(2,154)</u>
At 31 March 2024	<u>9,839</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 2024. 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:

Upper Tweed Community Enterprise Limited

**Trading and Profit and Loss Account
for the Year Ended 31 March 2024**

	31.3.24		31.3.23	
	£	£	£	£
Sales		433,320		389,206
Cost of sales				
Opening stock	25,468		27,636	
Purchases	317,003		290,113	
	<u>342,471</u>		<u>317,749</u>	
Closing stock	(18,717)		(25,468)	
		<u>323,754</u>		<u>292,281</u>
GROSS PROFIT		109,566		96,925
Other income				
Sundry receipts	367		393	
Welfare fund and donations	7,750		3,508	
Commissions received	536		520	
Grant income	28,608		41,276	
Grant amortisation	6,057		4,516	
		<u>43,318</u>		<u>50,213</u>
		152,884		147,138
Expenditure				
Rates and water	522		486	
Insurance	2,132		1,655	
Light and heat	6,802		5,968	
Repairs and maintenance	1,822		3,093	
Wages	97,668		81,620	
Social security	400		-	
Pensions	1,455		1,300	
Hire of plant and machinery	1,309		1,333	
Telephone and internet	1,012		819	
Post and stationery	553		1,213	
Advertising	90		667	
Motor expenses	1,635		2,214	
Computer software	470		663	
Workwear	113		-	
Sundry expenses	713		206	
Accountancy	3,405		1,535	
Subscriptions and licences	493		119	
Shop development costs	22,683		35,857	
		<u>143,277</u>		<u>138,748</u>
		9,607		8,390
Finance costs				
Bank and credit card charges	4,030		4,330	
Other charges	435		500	
Loan interest	478		612	
		<u>4,943</u>		<u>5,442</u>
Carried forward		4,664		2,948

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 2024**

	31.3.24	£	31.3.23	£
Brought forward	£	4,664	£	2,948
Depreciation				
Freehold property	3,200		3,200	
Fixtures and fittings	2,187		2,887	
Motor vehicles	1,149		1,149	
Computer equipment	282		377	
	<u> </u>	6,818	<u> </u>	7,613
NET LOSS		<u><u>(2,154)</u></u>		<u><u>(4,665)</u></u>

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