

**Report of the Directors 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

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

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 2023**

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

DIRECTORS

The directors 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 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 2023

	31.3.23 £	31.3.22 £
TURNOVER	389,206	380,933
Cost of sales	292,281	283,794
GROSS PROFIT	96,925	97,139
Administrative expenses	151,191	111,263
	(54,266)	(14,124)
Other operating income	50,213	14,636
OPERATING (LOSS)/PROFIT	(4,053)	512
Interest payable and similar expenses	612	-
(LOSS)/PROFIT BEFORE TAXATION	(4,665)	512
Tax on (loss)/profit	-	90
(LOSS)/PROFIT FOR THE FINANCIAL YEAR	(4,665)	422

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		93,818		85,179	
		<u>126,461</u>		<u>116,315</u>	
CREDITORS					
Amounts falling due within one year	8	112,743		99,304	
NET CURRENT ASSETS			<u>13,718</u>		<u>17,011</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			93,993		104,658
CREDITORS					
Amounts falling due after more than one year	9		16,200		21,600
NET ASSETS			<u>77,793</u>		<u>83,058</u>
CAPITAL AND RESERVES					
Called up share capital	10		65,800		66,400
Retained earnings	11		11,993		16,658
SHAREHOLDERS' FUNDS			<u>77,793</u>		<u>83,058</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2023 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- 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 2023

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

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 AND DIRECTORS

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	600	-
		<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	-	240	-	-	240
	<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	3,200	2,887	1,149	376	7,612
	<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			357	-
				<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			105,158	90,377
				<u>112,743</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			16,200	21,600
				<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
				£	£
	2,632	Ordinary	25	65,800	66,400
				<u>65,800</u>	<u>66,400</u>
11.	RESERVES				Retained earnings
					£
	At 1 April 2022				16,658
	Deficit for the year				<u>(4,665)</u>
	At 31 March 2023				<u>11,993</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	290,113		287,987	
	<u>317,749</u>		<u>311,430</u>	
Closing stock	(25,468)		(27,636)	
		<u>292,281</u>		<u>283,794</u>
GROSS PROFIT		96,925		97,139
Other income				
Sundry receipts	393		-	
Welfare fund and donations	3,508		1,910	
Commissions received	520		-	
Grant income	41,276		6,774	
Grant amortisation	4,516		5,952	
		<u>50,213</u>		<u>14,636</u>
		147,138		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	35,857		6,774	
		<u>138,748</u>		<u>100,098</u>
		8,390		11,677
Finance costs				
Bank and credit card charges	4,330		3,805	
Other charges	500		500	
Loan interest	612		-	
		<u>5,442</u>		<u>4,305</u>
Carried forward		2,948		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		2,948		7,372
Depreciation				
Freehold property	3,200		3,060	
Fixtures and fittings	2,887		3,298	
Motor vehicles	1,149		-	
Computer equipment	377		502	
	<u> </u>	7,613	<u> </u>	6,860
NET (LOSS)/PROFIT		<u><u>(4,665)</u></u>		<u><u>512</u></u>

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