

Registered number
02615929

HALSTOCK VILLAGE SHOP LIMITED

**DIRECTORS' REPORT AND UNAUDITED
FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 MAY 2022

Halstock Village Shop Limited
Report and financial statements
Contents

	Page
Company information	1
Directors' report	2
Accountants' report	3
Income statement	4
Statement of financial position	5
Statement of changes in equity	6
Notes to the financial statements	7
Detailed profit and loss account	10

**Halstock Village Shop Limited
Company Information**

Directors

Mr R A Fry
Mr J R Bright
Mr A J Woodroffe
Mr D R Warner

Secretary

Mr J R Bright

Registered office

Russell House
Halstock
Yeovil
BA22 9SF

Accountants

Edwards & Keeping
Unity Chambers
34 High Street East
Dorchester
Dorset
DT1 1HA

Registered number

02615929

Halstock Village Shop Limited

Registered number: 02615929

Directors' report

The directors present their 31st report and the unaudited financial statements for the year ended 31 May 2022.

Principal activities

The company's principal activity during the year continued to be the operation of the Village Shop and Post Office.

Directors

The following persons served as directors during the year:

Mr R A Fry (Chairman)

Mr J R Bright

Mr A J Woodroffe

Mr D R Warner

Review of activities

In the year ended 31 May 2022, shop sales totalled £379,170 which, while 8% lower than the previous year, represents a significant increase on pre-pandemic levels, demonstrating the continuing importance of the shop and post office as a vital village resource.

In the year, the company made a pre-tax profit of £16,481 from which it has donated £5,000 to Halstock Village Trust. Since 2015, the company has made net donations totalling £76,500 to the Trust and has paid it over £9,700 interest on its loan.

The continuing success of the shop would not have been possible without the tremendous efforts of both our employed staff and our many volunteers and the support of the local community, both of which are greatly appreciated.

Small company provisions

This report has been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

This report was approved by the board on 4 November 2022 and signed by its order.

Richard A Fry
Chairman

Halstock Village Shop Limited

Chartered Accountants' report to the Board of Directors on the preparation of the unaudited statutory accounts of Halstock Village Shop Limited for the year ended 31 May 2022

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Halstock Village Shop Limited for the year ended 31 May 2022, as set out in pages 4 to 9, from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at www.icaew.com/en/members/regulations-standards-and-guidance.

This report is made solely to the directors of Halstock Village Shop Limited, as a body, in accordance with our engagement letter dated 2 December 2019. Our work has been undertaken solely to prepare for your approval the financial statements of Halstock Village Shop Limited and state those matters that we have agreed to state to them, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Halstock Village Shop Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Halstock Village Shop Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Halstock Village Shop Limited. You consider that Halstock Village Shop Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Halstock Village Shop Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations that you have given us and we do not, therefore, express any opinion on the statutory financial statements.

Edwards & Keeping
Chartered Accountants
Unity Chambers
34 High Street East
Dorchester
Dorset
DT1 1HA

7 November 2022

Halstock Village Shop Limited
Income statement
for the year ended 31 May 2022

	2022	2021
	£	£
Turnover	386,734	421,513
Cost of sales	(296,787)	(314,667)
Gross profit	<u>89,947</u>	<u>106,846</u>
Administrative expenses	(89,641)	(97,805)
Other operating income	<u>12,555</u>	<u>12,540</u>
Operating profit	12,861	21,581
Interest payable	(1,380)	(1,250)
Profit on ordinary activities before taxation	<u>11,481</u>	<u>20,331</u>
Tax on profit on ordinary activities	(1,781)	(4,184)
Profit for the financial year	<u><u>9,700</u></u>	<u><u>16,147</u></u>

Halstock Village Shop Limited
Registered number:
Statement of financial position
as at 31 May 2022

02615929

	Notes	2022 £	2021 £
Fixed assets			
Tangible assets	4	178,448	171,714
Current assets			
Stocks		28,062	23,133
Debtors	5	2,207	1,670
Cash at bank and in hand		46,233	52,266
		<u>76,502</u>	<u>77,069</u>
Creditors: amounts falling due within one year			
	6	<u>(85,059)</u>	<u>(90,292)</u>
Net current liabilities		(8,557)	(13,223)
		<u>169,891</u>	<u>158,491</u>
Total assets less current liabilities			
Creditors: amounts falling due after more than one year	7	(18,500)	(18,500)
Deferred tax liability		(2,499)	(799)
Net assets		<u>148,892</u>	<u>139,192</u>
Capital and reserves			
Called up share capital		961	961
Profit and loss account		147,931	138,231
Shareholders' funds		<u>148,892</u>	<u>139,192</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The financial statements have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The income statement has not been delivered to the Registrar of Companies.

Mr R A Fry
 Director
 Approved by the board on 4 November 2022

Halstock Village Shop Limited
Statement of Changes in Equity
for the year ended 31 May 2022

	Share capital	Profit and loss account	Total
	£	£	£
At 1 June 2020	961	122,084	123,045
Profit for the financial year		16,147	16,147
At 31 May 2021	<u>961</u>	<u>138,231</u>	<u>139,192</u>
At 1 June 2021	961	138,231	139,192
Profit for the financial year		9,700	9,700
At 31 May 2022	<u>961</u>	<u>147,931</u>	<u>148,892</u>

Halstock Village Shop Limited
Notes to the Financial Statements
for the year ended 31 May 2022

1 Statutory information

Halstock Village Shop Limited is a private company, limited by shares, incorporated in England and Wales with the registration number 02615929. Its registered office is Russell House, Halstock, Yeovil, BA22 9SF.

2 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with FRS 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard). The presentational currency is £ sterling.

Going concern

The financial statements have been prepared on a going concern basis. The company has net current liabilities of £8,557 but in the opinion of the directors:

(a) it is unlikely that the debenture holders would require repayment of their debentures if to do so would threaten the solvency or viability of the company. It is therefore unlikely that the debentures will be repaid in the 12 months from the date of approval of these financial statements;

(b) the Trustees of Halstock Village Trust have undertaken not to demand the repayment of the loan that the Trust has made to the company if such a demand would threaten the solvency or financial viability of the company; and

(c) sufficient cash will be generated from the company's operations such that the company will be able to meet all other liabilities as they fall due for a period of at least 12 months from the date of approval of these financial statements.

Turnover

Turnover represents the value, net of value added tax, of sales made to customers plus Post Office income.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Freehold buildings	over 50 years
Plant and machinery	over 3 years
Fixtures and fittings	over 5 years
Office equipment	over 5 years

Stocks

Stocks are valued at the lower of cost and net realisable value.

Grants

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their recognition for tax purposes. Deferred tax is calculated using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference. Current and deferred tax assets and liabilities are not discounted.

Halstock Village Shop Limited
Notes to the Financial Statements
for the year ended 31 May 2022

3 Employees	2022	2021
	Number	Number
Average number of persons employed by the company	<u>3</u>	<u>4</u>

4 Tangible fixed assets

	Land and buildings	Plant and machinery	Fixtures and fittings	Office equipment £	Total £
Cost					
At 1 June 2021	209,237	12,737	24,018	7,129	253,121
Additions		4,055	8,025	1,920	14,000
Disposals				(956)	(956)
At 31 May 2022	<u>209,237</u>	<u>16,792</u>	<u>32,043</u>	<u>8,093</u>	<u>266,165</u>
Depreciation					
At 1 June 2021	41,846	11,708	21,415	6,438	81,407
Charge for the year	2,093	1,896	2,497	780	7,266
On disposals				(956)	(956)
At 31 May 2022	<u>43,939</u>	<u>13,604</u>	<u>23,912</u>	<u>6,262</u>	<u>87,717</u>
Net book value					
At 31 May 2022	<u>165,298</u>	<u>3,188</u>	<u>8,131</u>	<u>1,831</u>	<u>178,448</u>
At 31 May 2021	<u>167,391</u>	<u>1,029</u>	<u>2,603</u>	<u>691</u>	<u>171,714</u>

5 Debtors	2022	2021
	£	£
Other debtors	<u>2,207</u>	<u>1,670</u>

6 Creditors: amounts falling due within one year	2022	2021
	£	£
Trade creditors	11,494	9,659
Corporation tax	81	4,001
Other taxes and social security costs	304	2,187
Deferred income - grants	-	120
Other creditors	6,130	7,275
Halstock Village Trust loan	59,500	59,500
Debentures (repayable on demand)	<u>7,550</u>	<u>7,550</u>
	<u>85,059</u>	<u>90,292</u>

Debentures (repayable on demand) do not bear interest.

Creditors falling due within one year include the following liabilities on which security has been given by the company:

	2022	2021
	£	£
Debentures (repayable on demand)	<u>7,550</u>	<u>7,550</u>
	<u>7,550</u>	<u>7,550</u>

Halstock Village Shop Limited
Notes to the Financial Statements
for the year ended 31 May 2022

7 Creditors: amounts falling due after one year	2022	2021
	£	£
Debentures (repayable 2 July 2028)	<u>18,500</u>	<u>18,500</u>

Debentures (repayable 2 July 2028) do not bear interest.

Creditors falling due after one year include the following liabilities on which security has been given by the company:

	2022	2021
	£	£
Debentures (repayable 2 July 2028)	<u>18,500</u>	<u>18,500</u>
	<u>18,500</u>	<u>18,500</u>

The debentures are secured on the assets of the company.

8 Loans

Creditors include the following amount falling due for payment after more than 5 years and payable otherwise than by instalments:

	2022	2021
	£	£
Debentures (repayable 2 July 2028)	<u>18,500</u>	<u>18,500</u>
	<u>18,500</u>	<u>18,500</u>

Loans summary

	2022	2021
	£	£
Debentures	26,050	26,050
Halstock Village Trust	<u>59,500</u>	<u>59,500</u>
	<u>85,550</u>	<u>85,550</u>
Due within one year	67,050	67,050
Due after one year	<u>18,500</u>	<u>18,500</u>
	<u>85,550</u>	<u>85,550</u>

9 Related party transaction

During the year the company made a donation of £5,000 (2021: £20,000) to its largest shareholder, Halstock Village Trust.

10 Control

The company is controlled by no single party. Halstock Village Trust has the largest shareholding comprising 46.2% (2021: 46.2%) of the issued share capital.

Halstock Village Shop Limited
Detailed profit and loss account
for the year ended 31 May 2022

	2022		2021	
	£	£	£	£
Sales				
Shop sales		379,170		413,780
Post Office income		7,564		7,733
		<u>386,734</u>		<u>421,513</u>
Cost of sales				
Purchases	301,716		320,655	
(Increase)/decrease in stock	<u>(4,929)</u>		<u>(5,988)</u>	
		(296,787)		(314,667)
Gross profit		<u>89,947</u>		<u>106,846</u>
Gross profit percentage (on shop sales)		21.7%		24.0%
Administrative expenses				
Employee costs:				
Wages and salaries	51,874		52,131	
Pension costs	488		419	
Recruitment costs	<u>653</u>		<u>-</u>	
		(53,015)		(52,550)
Premises costs:				
Electricity and water	3,728		4,151	
Insurance	552		299	
Depreciation on freehold property	<u>2,093</u>		<u>2,092</u>	
		(6,373)		(6,542)
Telephone and fax	919		933	
Printing, postage and stationery	434		650	
Shop consumables	224		138	
Equipment hire	319		132	
Advertising	260		150	
Insurance	758		618	
Bank charges	464		424	
Credit card charges	3,697		3,840	
Repairs and maintenance	5,838		2,507	
Cleaning and refuse collection	2,173		2,418	
IT costs	573		564	
Sundry expenses	1,093		1,324	
Depreciation of plant and machinery	1,896		544	
Depreciation of fixtures and fittings	2,497		892	
Depreciation of office equipment	<u>780</u>		<u>396</u>	
		(21,925)		(15,530)
Legal and professional costs:				
Accountancy fees	600		470	
Bookkeeping	2,352		2,080	
Professional fees	<u>376</u>		<u>323</u>	
		(3,328)		(2,873)
Charitable donations:				
Halstock Village Trust	5,000		20,000	
Other	<u>-</u>		<u>310</u>	
		(5,000)		(20,310)
Total administrative expenses		<u>(89,641)</u>		<u>(97,805)</u>
Carried forward		306		9,041

Halstock Village Shop Limited
Detailed profit and loss account
for the year ended 31 May 2022

	2022		2021	
	£	£	£	£
Brought forward		306		9,041
Rental income	12,435		12,420	
Grants released to profit and loss account	<u>120</u>		<u>120</u>	
		12,555		12,540
Interest payable				
Halstock Village Trust loan interest		(1,380)		(1,250)
Profit/(loss) on ordinary activities before taxation		<u>11,481</u>		<u>20,331</u>

This profit and loss account does not form part of the statutory accounts