

Company registration number RS009080 (England and Wales)

NORTH MOLTON COMMUNITY SHOP LIMITED
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

NORTH MOLTON COMMUNITY SHOP LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Committee

Mr A R Milne
Mr D Heath
Mrs A Johnson
Mr A Radley
Mrs C Downing

Secretary

Mr D Heath

Company number

RS009080

Registered office

12 Broad Close
North Molton
South Molton
Devon
United Kingdom
EX36 3JD

Accountants

Azets
Lime Court
Pathfields Business Park
South Molton
Devon
United Kingdom
EX36 3LH

NORTH MOLTON COMMUNITY SHOP LIMITED

CONTENTS

	Page
Treasurers report	1
Accountants' report	2
Statement of financial activities	3
Balance sheet	4
Notes to the financial statements	5 - 12

NORTH MOLTON COMMUNITY SHOP LIMITED

TREASURERS REPORT (INCLUDING DIRECTOR'S REPORT)

FOR THE YEAR ENDED 31 MARCH 2025

The committee present their annual report and financial statements for the year ended 31 March 2025.

The financial statements have been prepared in accordance with the accounting policies set out in the Co-operative and Community Benefit Societies Act 2014.

Background

North Molton Community Shop Limited is a Not-for-Profit Community Benefit Society, registered with the FSA, number 9080, and the Plunkett Foundation.

We were formed on the 26th May 2023, with the aim of raising funds to replace the sole village shop that closed in December 2022 with a Community Hub, Community café and small village shop.

Management Committee and any changes during the year

During the year the Mr H Jennings and Mrs A Adams resigned from their positions and Mrs C Downing was appointed to the management committee.

Financial review

It is the policy of the society that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The committee consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the society's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Structure, governance and management

The society is a company limited by shares.

The committee, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr A R Milne

Mr D Heath

Mrs A Johnson

Mr A Radley

Mrs C Downing

The committee is appointed by a democratic process.

The Treasurers report was approved by the Board of Committee.

.....
Mr D Heath
Committee member

.....
Mr A R Milne
Committee member

Date:

NORTH MOLTON COMMUNITY SHOP LIMITED

ACCOUNTANTS' REPORT TO THE COMMITTEE ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF NORTH MOLTON COMMUNITY SHOP LIMITED FOR THE YEAR ENDED 31 MARCH 2025

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of North Molton Community Shop Limited for the year ended 31 March 2025, which comprise the statement of financial activities and the related notes from the society's accounting records and from information and explanations you have given us.

This report is made to the society's committee, as a body, in accordance with the terms of our engagement letter dated 13 May 2024. Our work has been undertaken solely to prepare for your approval the financial statements of North Molton Community Shop Limited and state those matters that we have agreed to state to the society's committee, 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 North Molton Community Shop Limited and the society's committee as a body, for our work or for this report.

It is your duty to ensure that North Molton Community 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 deficit of North Molton Community Shop Limited. You consider that North Molton Community Shop Limited is exempt from the statutory audit requirement for the year, and is not required to obtain an independent examiner's report.

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

Azets

.....

Lime Court
Pathfields Business Park
South Molton
Devon
EX36 3LH
United Kingdom

NORTH MOLTON COMMUNITY SHOP LIMITED**STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT*****FOR THE YEAR ENDED 31 MARCH 2025***

		Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
	Notes						
<u>Income from:</u>							
Donations and legacies	3	-	1,495	1,495	500	33,798	34,298
Other trading activities	4	142,605	-	142,605	3,335	-	3,335
Total income		142,605	1,495	144,100	3,835	33,798	37,633
<u>Expenditure on:</u>							
Activities	5	147,350	-	147,350	3,835	-	3,835
Net (outgoing)/incoming resources before transfers		(4,745)	1,495	(3,250)	-	33,798	33,798
Gross transfers between funds		37,590	(37,590)	-	(32,845)	32,845	-
Net income/(expenditure) for the year/							
Net movement in funds		32,845	(36,095)	(3,250)	(32,845)	66,643	33,798
Share issue		2,485	-	2,485	-	-	-
Fund balances at 1 April 2024		-	66,643	66,643	-	-	-
Fund balances at 31 March 2025		35,330	30,548	65,878	-	66,643	66,643

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

NORTH MOLTON COMMUNITY SHOP LIMITED**BALANCE SHEET****AS AT 31 MARCH 2025**

	Notes	2025 £	£	2024 £	£
Fixed assets					
Tangible assets	8		16,318		587
Current assets					
Stocks	9	9,890		-	
Debtors	10	450		-	
Cash at bank and in hand		51,461		67,136	
		<u>61,801</u>		<u>67,136</u>	
Creditors: amounts falling due within one year	11	<u>(12,241)</u>		<u>(1,080)</u>	
Net current assets			49,560		66,056
Total assets less current liabilities			<u>65,878</u>		<u>66,643</u>
Income funds					
Restricted funds			30,548		66,643
<u>Unrestricted funds</u>					
General unrestricted funds		-		(32,845)	
Share capital		<u>35,330</u>		<u>32,845</u>	
			<u>35,330</u>		-
			<u>65,878</u>		<u>66,643</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2025.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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.

These 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 Committee on

.....
Mr A R Milne
Trustee

.....
Mr D Heath
Trustee

Company registration number RS009080

NORTH MOLTON COMMUNITY SHOP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

Society information

North Molton Community Shop Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is 12 Broad Close, North Molton, South Molton, Devon, EX36 3JD, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the society's governing documentation, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The society is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the society. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the committee have a reasonable expectation that the society has adequate resources to continue in operational existence for the foreseeable future. Thus the committee continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Funds

Unrestricted funds are available for use at the discretion of the committee in furtherance of their objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the society.

1.4 Income

Income is recognised when the society is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the society has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the society has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

NORTH MOLTON COMMUNITY SHOP LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	15% reducing balance
Computers	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the society reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

NORTH MOLTON COMMUNITY SHOP LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

(Continued)

1.10 Financial instruments

The society has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

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

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and 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

Basic financial liabilities, including creditors and bank 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.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the society's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the society is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the society's accounting policies, the committee are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

NORTH MOLTON COMMUNITY SHOP LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**
FOR THE YEAR ENDED 31 MARCH 2025**3 Donations and legacies**

	Restricted funds	Unrestricted funds	Restricted funds	Total
	2025 £	2024 £	2024 £	2024 £
Donations and gifts	1,495	-	14,248	14,248
Grants received	-	500	19,550	20,050
	<u>1,495</u>	<u>500</u>	<u>33,798</u>	<u>34,298</u>
Donations and gifts				
Donations	-	-	7,823	7,823
Fundraising activities	-	-	6,425	6,425
Other	1,495	-	-	-
	<u>1,495</u>	<u>-</u>	<u>14,248</u>	<u>14,248</u>
Grants receivable for core activities				
Grants received	-	500	19,550	20,050
	<u>-</u>	<u>500</u>	<u>19,550</u>	<u>20,050</u>

4 Other trading activities

	Unrestricted funds	Unrestricted funds
	2025 £	2024 £
Non-charitable trading activities	142,605	-
Fundraising events	-	3,335
	<u>142,605</u>	<u>3,335</u>
Other trading activities		

NORTH MOLTON COMMUNITY SHOP LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31 MARCH 2025****5 Activites**

	Direct costs	Other expenditure	Total	Direct costs	Other expenditure	Total
	2025	2025	2025	2024	2024	2024
	£	£	£	£	£	£
Staff costs	22,194	-	22,194	-	-	-
Depreciation and impairment	2,279	-	2,279	13	-	13
Cost of goods sold	107,586	-	107,586	-	-	-
Advertising and marketing	310	-	310	648	-	648
Premises costs	7,881	-	7,881	730	-	730
General administrative costs	1,109	414	1,523	550	40	590
Sundry expenditure	-	2,655	2,655	-	524	524
Accountancy	-	1,690	1,690	-	1,080	1,080
Legal and professional fees	-	-	-	-	250	250
Bank fees and charges	-	1,232	1,232	-	-	-
	<u>141,359</u>	<u>5,991</u>	<u>147,350</u>	<u>1,941</u>	<u>1,894</u>	<u>3,835</u>
	<u>141,359</u>	<u>5,991</u>	<u>147,350</u>	<u>1,941</u>	<u>1,894</u>	<u>3,835</u>

NORTH MOLTON COMMUNITY SHOP LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**
FOR THE YEAR ENDED 31 MARCH 2025**6 Committee**

None of the committee (or any persons connected with them) received any remuneration or benefits from the society during the year. Mr A R Milne, Mr H Jennings, Mr G Nickels, Mr D Heath, Mrs A Johnson and Mr A Radley were shareholders of the society at 31 March 2024.

7 Employees

The average monthly number of employees during the year was:

	2025	2024
	Number	Number
	2	-
	<u> </u>	<u> </u>
Employment costs	2025	2024
	£	£
Wages and salaries	21,696	-
Other pension costs	498	-
	<u> </u>	<u> </u>
	22,194	-
	<u> </u>	<u> </u>

There were no employees whose annual remuneration was more than £60,000.

8 Tangible fixed assets

	Fixtures and fittings	Computers	Total
	£	£	£
Cost			
At 1 April 2024	-	600	600
Additions	16,888	1,122	18,010
	<u> </u>	<u> </u>	<u> </u>
At 31 March 2025	16,888	1,722	18,610
	<u> </u>	<u> </u>	<u> </u>
Depreciation and impairment			
At 1 April 2024	-	13	13
Depreciation charged in the year	1,912	367	2,279
	<u> </u>	<u> </u>	<u> </u>
At 31 March 2025	1,912	380	2,292
	<u> </u>	<u> </u>	<u> </u>
Carrying amount			
At 31 March 2025	14,976	1,342	16,318
	<u> </u>	<u> </u>	<u> </u>
At 31 March 2024	-	587	587
	<u> </u>	<u> </u>	<u> </u>

NORTH MOLTON COMMUNITY SHOP LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**
FOR THE YEAR ENDED 31 MARCH 2025**9 Stocks**

	2025	2024
	£	£
Finished goods and goods for resale	9,890	-

10 Debtors

	2025	2024
	£	£
Amounts falling due within one year:		
Other debtors	300	-
Prepayments and accrued income	150	-
	450	-

11 Creditors: amounts falling due within one year

	2025	2024
	£	£
Other taxation and social security	2,653	-
Trade creditors	8,337	-
Accruals and deferred income	1,251	1,080
	12,241	1,080

12 Share capital

	2025	2024
	£	£
Ordinary share capital		
Authorised		
35,330 Ordinary of 0p each	35,330	32,845
Issued and fully paid		
35,330 Ordinary of 0p each	35,330	32,845
	35,330	32,845

Shares were issued on the basis that the lease on the shop would be issued, and were to be repaid if this did not happen. In 2024, a transfer was therefore made of the capital funds from unrestricted to restricted funds in the year. The lease has now been granted, and therefore the share capital funds has been transferred back to unrestricted in the year ended 31 March 2025.

NORTH MOLTON COMMUNITY SHOP LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**
FOR THE YEAR ENDED 31 MARCH 2025

						(Continued)	
12	Share capital			2025	2024		
Reconciliation of movements during the year:							
						Ordinary Number	
At 1 April 2024						32,845	
Issue of fully paid shares						2,485	
At 31 March 2025						35,330	
13	Analysis of net assets between funds						
	Unrestricted funds	Restricted funds	Total Unrestricted funds	Restricted funds	Total		
	2025	2025	2025	2024	2024		
	£	£	£	£	£		
Fund balances at 31 March 2025 are represented by:							
Tangible assets	16,318	-	16,318	587	-	587	
Current assets/(liabilities)	19,012	30,548	49,560	(587)	66,643	66,056	
	35,330	30,548	65,878	-	66,643	66,643	