

Annual Return (AR30) form

Society Name: Allendale Co-operative Society Limited

Society Num: 1844 R

An Annual Return must be completed by all societies registered under the Co-operative and Community Benefit Societies Act 2014 ('the Act') (including any societies previously registered under the Industrial and Provident Societies Act 1965). The Annual Return must include:

- this form;
- a set of the society's accounts; and
- where required, an audit report or report on the accounts.

A society must submit the Annual Return within 7 months of the end of the society's financial year. Failure to submit on time is a prosecutable offence.

Please note that this form, including any details provided on the form, will be made available to the public through the Mutuels Public Register.

For guidance on our registration function for societies, which includes guidance on the requirement to submit an Annual Return, please see [here](#)

2.1 What date did the financial year covered by these accounts end?

30/09/2019

3.1 Please provide the names of the people who were directors of the society during the financial year this return covers.

Some societies use the term 'committee member' or 'trustee' instead of 'director'. For ease of reference, we use 'director' throughout this form.

Name of Director	Month of Birth	Year of Birth
Ian Stewart	Dec	1940
Chris Bulman	May	1950
Heather Doody	Jan	1948
Shirley Glendinning	Jan	1962
Carolyn Milburn	Apr	1966
John Short	Nov	1951

Sue Wardle

Feb

1958

3.2 All directors must be 16 or older. Please confirm this is this case:

☒ All directors are aged 16 or over

3.3 Societies are within the scope of the Company Director Disqualification Act 1986 (CDDA). Please confirm that no director is disqualified under that Act:

☒ No director is disqualified

3.4 Please state any close links which any of the directors has with any society, company or authority.

'Close links' includes any directorships or senior positions held by directors of the society in other organisations.

None

3.5 Please provide the name of the person who was secretary at the end of the financial year this return covers.

Societies must have a secretary

Name of Secretary

Month of Birth

Year of Birth

Kirstin Robinson

Dec

1969

4.1 Please confirm that:

☒ accounts are being submitted with this form

☒ the accounts comply with relevant statutory and accounting requirements

☒ the accounts are signed by two members and the secretary (3 signatures in total)

4.2 Based on the accounts, please provide the information requested below for the financial year covered by this return.

Number of members

1841

Turnover

1785558

Assets

2018119

Number of Employees

28

Share Capital

45477

**Highest rate of interest
paid on shares**

0

4.3 What Standard Industrial Classification code best describes the society's main business?

Where more than one code applies, please select the code that you feel best describes the society's main business activity. You will find a full list of codes [here](#)

SIC Code

**Retail sale in non-specialised stores with food,
beverages or tobacco predominating (47110)**

*

Societies are required to appoint an auditor to audited unless they are small or have disapplied this requirement. For further guidance see chapter 7 of our guidance:

<https://www.fca.org.uk/publication/finalised-guidance/fg15-12.pdf>

5.1 Please select the audit option the society has complied with:

- ☐ Full Professional Audit
- ☐ Auditor's report on the accounts
- ☐ Lay Audit
- ☒ No audit

5.2 Please confirm the audit option used by the society is compliant with the society's own rules and the Act

☒ We have complied with the audit requirements

5.3 Please confirm any audit report (where required) is being submitted with this Annual Return

- ☐ Yes
- ☒ Not applicable

5.4 Is this society accepted by HM Revenue and Customs (HMRC) as a charity for tax purposes?

- ☐ Yes
- ☒ No

5.5 If the society is registered with the Office of the Scottish Charity Regulator (OSCR) please provide your OSCR registration number.

- ☐ Registered
- ☒ Not applicable

5.6 Is the society a housing association?

- ☒ No
- ☐ Yes

6.1 Is the society a subsidiary of another society?

- ☐ Yes
- ☒ No

6.2 Does the society have one or more subsidiaries?

(As defined in sections 100 and 101 of the Act)

- ☐ Yes
- ☒ No

All societies are registered meeting one of two conditions for registration. These are that the society is either:

- a bona fide co-operative society ('co-operative society'); or
- are conducting business for the benefit of the community ('community benefit society').

You must answer the questions set out in in the next section of this form, depending on which condition for registration you meet.

If you are not sure which condition for registration applies to the society please see chapters 4 and 5 of our guidance [here](#).

7.1 Condition for Registration

- ☒ Co-operative society
- ☐ Community Benefits society

Co-operative societies must answer the following questions in relation to the financial year covered by this return.

7A.1 What is the business of the society?

For example, did you provide housing, manufacture goods, develop IT systems etc.

The principal activity of the Society is the operation of an independent co-operative retail store. The society also rents out two commercial and five residential properties.

7A.2 Please describe the members' common economic, social and cultural needs and aspirations.

In answering this question, please make sure it is clear what needs and aspirations members had in common.

The members common economic need is access to a local retail outlet that supplies a diverse range of products.

7A.3 How did the society's business meet those needs and aspirations?

You have described the society's business answer to question 7A.1, and in question 7A.2 you have described the common needs and aspirations of members. Please now describe how during the year that business met those common needs and aspirations.

The Society met those needs by operating a retail store. The Society offers a free home delivery service to its members and takes orders by telephone, fax and e-mail. We try to stock any line that members ask for, offer a range of products for specialist diets including Gluten Free and Vegan. We offer a range of hardware and can order in lines for our members. Members receive a 10% discount on sales of electrical items.

7A.4 How did members democratically control the society?

For example, did the members elect a board at an annual general meeting; did all members collectively run the society.

Members are invited to the Annual General Meeting. Members are able to seek nomination to the Board.

7A.5 What did the society do with any surplus or profit?

For instance, did you pay a dividend to members (and if so, on what basis); did money get reinvested in the business; put into reserves; used for some other purpose?

The Society made a loss.

ALLENDALE CO-OPERATIVE SOCIETY LIMITED
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2019

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

COMPANY INFORMATION

The ANNUAL GENERAL MEETING will be held at the Fire Station on 20 January 2020 at 7.00pm. All members are invited to attend. Please come to the meeting and make your views known

BUSINESS

1. Chairmans remarks
2. Minutes of last general meeting/matters arising
3. Financial statements - consideration and adoption
4. Election of committee
5. Confirmation that society is to continue to take advantage of audit exemption
6. Appointment of accountants
7. Any other matters of which at least 21 days notice has been given to the secretary prior to the AGM

		Attendance at committee meetings	
Directors and committee members		Possible	Actual
	Ian Stewart (President)	12	12
	Chris Bulman (Vice President)	12	11
	Heather Doody	12	12
	Shirley Glendinning	12	11
	Carolyn Milburn	12	8
	John Short	12	12
	Sue Wardle	12	9
Secretary	Kirstin Robinson	9	9
General Manager	Neville Pringle	12	12
Company number	IP01844R		
Registered office and business address	Market Place Allendale Northumberland		
Accountants	Stokoe Rodger LLP St Matthews House Haugh Lane Hexham Northumberland		
Bankers	Lloyds Bank Plc Priestpopple Hexham		

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

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ALLENDALE CO-OPERATIVE SOCIETY LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2019

The committee presents its report and financial statements for the year ended 30 September 2019.

Principal activities

The principal activity of the society continued to be the operation of an independent co-operative retail store.

The company operates within the community of the Allendales as an independent co-operative society, established in 1874, owned by its members who reside within the Allendales, and run for their benefit.

The challenge of sharing the marketplace with the discounters continues and food retailers in general are still experiencing reduced margins. Despite this the Society had a good trading year, sales were up by £36,826 compared to the previous year. The society made a loss of £12,090 for the year but this was the result of investment in the business and we expect a return to profit next year.

No Directors were replaced this year. Ian Stewart stepped back into the role of President with Chris Bulman taking the role of Vice President.

A long-term tenancy came to an end in our property at Allen View. This gave the opportunity to invest in top to bottom redecoration of the property, before we welcomed a new young family. We have also improved the heating arrangements at Arnison Terrace with the provision of a log burning stove. The Butcher's Shop fell empty at the end of the financial year, and we hope to have a new tenant there shortly.

The society is committed to reducing its plastic waste. We stopped selling disposable bags at the end of the financial year and have been providing paper bags for produce. We also sell washable produce bags. We no longer give free bottled water to our staff but have provided everybody with a re-usable bottle. We offer a range of plastic free alternatives, including disposable wooden utensils, wheat straws, real sponge scouring pads and shampoo bars.

During the year we have concentrated on improving the shop and working to reduce our energy consumption.

The new fire alarm system that was recommended last year has been installed. A reduction in monitoring costs for our various alarms means that the system will pay for itself in five years. Work is in progress for the goods lift and it is scheduled to be installed in October. A new refrigerated display was installed in March to capture the lunchtime trade. Since its installation we have sold over 2000 Sandwich Meal Deals.

The Society serves its Members by offering a free home delivery service, taking orders by telephone and email and provision of copying and printing. Members also benefit from 10% discount on electrical items. Local businesses continue to receive a tiered discount of either 5% or 10% on their purchases. Over the course of the year we have welcomed 78 new share members. Our Loyalty Scheme is going from strength to strength and we currently have 1195 Loyalty Card holders and they benefitted from £10,135 worth of redeemed loyalty points this year.

During the year we have made over £2,000 in donations to many local organisations and regional charities. Amongst these were donations to Royal British Legion, Prostate Cancer, Allendale Golf Club, Arnison Close Gardening Club, High Forest Show, Allendale Agricultural Show, Allendale Horticultural Show and many other groups within our community.

Disposable bag sales generated over £1,000 which was donated to Allendale Angling & Conservation, Fawside, Sinderhope Community Centre and Allendale Luncheon Club. This is the last year that we will be donating disposable bag sale money as the society no longer sells disposable bags.

We have also given £250 to support Harriet Scoular with her Championship Level Skiing career.

Allendale Pre-School was our nominated charity and received £2,000 from the Co-op Retail Trading Group's Annual Charity Dinner.

The Board and Management would like to thank our staff for their hard work and friendly service during the year. Thanks also to our members and customers for their continued support.

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2019

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Chris Bulman
Ian Stewart
Heather Doody
Shirley Glendinning
Sue Wardle
John Short
Carolyn Milburn

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

On behalf of the board



Chris Bulman
Director



Ian Stewart
Director



Kirstin Robinson
Secretary

Date: 20th JANUARY 2020

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

REPORTING ACCOUNTANTS AND ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF ALLENDALE CO-OPERATIVE SOCIETY LIMITED FOR THE YEAR ENDED 30 SEPTEMBER 2019

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Allendale Co-operative Society Limited for the year ended 30 September 2019 set out on pages 4 to 14 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 <http://www.icaew.com/en/members/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Allendale Co-operative Society Limited, as a body, in accordance with the terms of our engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Allendale Co-operative Society Limited and state those matters that we have agreed to state to the Board of Directors of Allendale Co-operative Society Limited, 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 Allendale Co-operative Society Limited and its Board of Directors as a body, for our work or for this report.

The Society's officers are responsible for the preparation of the accounts, and they consider that the society is entitled to opt out of an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

We have not been instructed to carry out an audit or a review of the financial statements of Allendale Co-operative Society 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.

Basis of Opinion

Our work was conducted in accordance with the requirements of our professional body, the Institute of Chartered Accountants in England and Wales. Our procedures include a review of the accounting records kept by the society and a comparison of the accounts presented with those records. It also included consideration of any unusual items or disclosures in the accounts, and seeking explanations from the board of directors on 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 accounts.

Independent Accountant's Opinion

- The accounts are in agreement with those accounting records kept by the society s75 of the Co-operative and Community Benefit Societies Act 2014;
- having regard only to, and on the basis of, the information contained in those accounting records the accounts and balance sheet comply with the requirements of the applicable legislation, and,
- the society satisfied the conditions for exemption from an audit of the accounts for the year specified in the Co-operative and Community Benefit Societies Act 2014, section 84(1) and did not at any time within that year fall within any of the categories of societies not entitled to the exemptions specified in the Co-operative and Community Benefit Societies Act 2014, section 84(3).



Stokoe Rodger LLP

Reporting Accountants And Accountants

20th JANUARY 2020

St Matthews House
Haugh Lane
Hexham
Northumberland
NE46 3PU

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 SEPTEMBER 2019

	2019 £	2018 £
Turnover	1,785,558	1,748,732
Cost of sales	(1,335,285)	(1,306,941)
Gross profit	450,273	441,791
Administrative expenses	(483,633)	(464,683)
Other operating income	19,028	30,848
Operating (loss)/profit	(14,332)	7,956
Interest receivable and similar income	2,242	1,771
(Loss)/profit before taxation	(12,090)	9,727
Tax on (loss)/profit	676	9,830
(Loss)/profit for the financial year	(11,414)	19,557

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

BALANCE SHEET

AS AT 30 SEPTEMBER 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Tangible assets	3	690,977		695,706	
Investment properties	4	935,000		935,000	
Investments	5	8,490		6,990	
		<u>1,634,467</u>		<u>1,637,696</u>	
Current assets					
Stocks		98,898		92,985	
Debtors	6	20,880		19,104	
Investments	7	109,103		108,026	
Cash at bank and in hand		268,577		275,719	
		<u>497,458</u>		<u>495,834</u>	
Creditors: amounts falling due within one year	8	(113,806)		(103,401)	
Net current assets		<u>383,652</u>		<u>392,433</u>	
Total assets less current liabilities		<u>2,018,119</u>		<u>2,030,129</u>	
Provisions for liabilities		(100,902)		(101,578)	
Net assets		<u>1,917,217</u>		<u>1,928,551</u>	
Capital and reserves					
Called up share capital	9	45,477		45,397	
Revaluation reserve		456,269		456,269	
Other reserves		732,647		732,647	
Profit and loss reserves		682,824		694,238	
Total equity		<u>1,917,217</u>		<u>1,928,551</u>	

For the financial year ended 30 September 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their 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.

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

BALANCE SHEET (CONTINUED)

AS AT 30 SEPTEMBER 2019

The financial statements were approved by the board of directors and authorised for issue on ~~20th January 2020~~ and are signed on its behalf by:



Chris Bulman
Director



Ian Stewart
Director



Kirstin Robinson
Secretary

Company Registration No. IP01844R

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 SEPTEMBER 2019

	Notes	Share capital £	Revaluation reserve £	Other reserves £	Profit and loss reserves £	Total £
Balance at 1 October 2017		45,536	453,627	728,805	681,165	1,909,133
Year ended 30 September 2018:						
Profit for the year		-	-	-	19,557	19,557
Other comprehensive income:						
Tax relating to other comprehensive income		-	2,642	-	-	2,642
Total comprehensive income for the year		-	2,642	-	19,557	22,199
Issue of share capital	9	217	-	-	-	217
Reduction of shares	9	(356)	-	-	-	(356)
Transfers		-	-	3,842	(6,484)	(2,642)
Balance at 30 September 2018		45,397	456,269	732,647	694,238	1,928,551
Year ended 30 September 2019:						
Loss and total comprehensive income for the year		-	-	-	(11,414)	(11,414)
Issue of share capital	9	80	-	-	-	80
Balance at 30 September 2019		45,477	456,269	732,647	682,824	1,917,217

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2019

1 Accounting policies

Company information

Allendale Co-operative Society Limited is a private company limited by shares incorporated in England and Wales. The registered office is Market Place, Allendale, Northumberland, NE47 9BD.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover represents amounts receivable for goods and services provided net of VAT and trade discounts.

1.3 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:

Land and buildings Freehold	Revalued - not depreciated
Computer equipment	25% on cost
Fixtures, fittings & equipment	10% on cost
Motor vehicles	25% on reducing balance

Freehold land is not depreciated.

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 credited or charged to profit or loss.

1.4 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. Changes in fair value are recognised in profit or loss.

1.5 Fixed asset investments

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

ALLENDAL CO-OPERATIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2019

1 Accounting policies

(Continued)

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

An associate is an entity, being neither a subsidiary nor a joint venture, in which the company holds a long-term interest and where the company has significant influence. The company considers that it has significant influence where it has the power to participate in the financial and operating decisions of the associate.

Entities in which the company has a long term interest and shares control under a contractual arrangement are classified as jointly controlled entities.

1.6 Impairment of fixed assets

At each reporting period end date, the company 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). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.7 Stocks

Stock is valued at the lower of cost and net realisable value.

1.8 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and 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.

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2019

1 Accounting policies

(Continued)

1.9 Financial instruments

The company 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 company's balance sheet when the company 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.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, 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 business 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.

1.10 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.11 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2019

1 Accounting policies

(Continued)

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.12 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

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 company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.13 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.14 Leases

Rental income from operating leases is recognised on a straight line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight line basis over the lease term.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 29 (2018 - 26).

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2019

3 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 October 2018	645,000	385,943	1,030,943
Additions	-	9,330	9,330
At 30 September 2019	645,000	395,273	1,040,273
Depreciation and impairment			
At 1 October 2018	-	335,237	335,237
Depreciation charged in the year	-	14,059	14,059
At 30 September 2019	-	349,296	349,296
Carrying amount			
At 30 September 2019	645,000	45,977	690,977
At 30 September 2018	645,000	50,706	695,706

4 Investment property

	2019 £
Fair value	
At 1 October 2018 and 30 September 2019	935,000

The fair value of the investment property has been arrived at on the basis of a valuation carried out during May 2017 by Red Hot Property, who are not connected with the company. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

5 Fixed asset investments

	2019 £	2018 £
Investments	8,490	6,990

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2019

5 Fixed asset investments (Continued)

Movements in fixed asset investments

	Investments other than loans £
Cost or valuation	
At 1 October 2018	6,990
Additions	1,500
	<hr/>
At 30 September 2019	8,490
	<hr/>
Carrying amount	
At 30 September 2019	8,490
	<hr/>
At 30 September 2018	6,990
	<hr/>

6 Debtors

	2019 £	2018 £
Amounts falling due within one year:		
Trade debtors	18,583	18,173
Other debtors	2,297	931
	<hr/>	<hr/>
	20,880	19,104
	<hr/>	<hr/>

7 Current asset investments

	2019 £	2018 £
Other investments	109,103	108,026
	<hr/>	<hr/>

The Investments are held with the Co-operative Group Limited.

8 Creditors: amounts falling due within one year

	2019 £	2018 £
Trade creditors	95,806	87,806
Taxation and social security	4,534	6,663
Other creditors	13,466	8,932
	<hr/>	<hr/>
	113,806	103,401
	<hr/>	<hr/>

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2019

9 Called up share capital

	2019 £	2018 £
Share capital		
	45,477	45,397
	<u>45,477</u>	<u>45,397</u>
	<u><u>45,477</u></u>	<u><u>45,397</u></u>
Reconciliation of movements during the year:	2018	2017
At 1 October 2018	45,397	45,536
Contributions	80	72
Interest Credited	-	145
Withdrawals	-	(356)
	<u>45,477</u>	<u>45,397</u>
At 30 September 2019	<u><u>45,477</u></u>	<u><u>45,397</u></u>

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

MANAGEMENT INFORMATION

FOR THE YEAR ENDED 30 SEPTEMBER 2019

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 SEPTEMBER 2019

		2019	2018
	£	£	£
Turnover			
Shop and service sales		1,785,558	1,748,732
Cost of sales			
Purchases	1,260,575	1,234,252	
Delivery charges	96,947	94,036	
Trade dividend received	(22,237)	(21,352)	
Bad and doubtful debts	-	5	
		(1,335,285)	(1,306,941)
Gross profit		450,273	441,791
Other operating income			
Commercial rental income	8,240	9,000	
Residential rental income	26,240	28,802	
Commercial property repairs & renewals	(1,102)	(173)	
Residential repairs and renewals	(14,519)	(5,656)	
Residential utility costs	(1,274)	(2,609)	
Feed in tariff	1,443	1,484	
		19,028	30,848
Administrative expenses			
Wages and salaries	302,785	293,163	
Employers NI Contributions	16,370	17,252	
Staff pension costs	48,840	48,484	
Maintenance contracts	3,443	2,771	
Rates	9,444	10,561	
Light and heat	24,850	21,160	
Repairs and maintenance	18,144	12,463	
Insurance	7,214	7,109	
Motor running expenses	2,327	2,140	
Subscriptions	2,127	2,256	
Legal and professional fees	1,620	-	
Pension scheme administrative costs	2,934	152	
Accountancy	3,375	3,250	
Bank and credit card charges	11,742	8,482	
Printing, postage and stationery	606	1,737	
Advertising	2,104	1,770	
Telephone	1,981	3,776	
Sundry expenses	2,280	7,879	
Donations and sponsorship	2,419	4,660	
Shop supplies and overalls	4,968	4,944	
Depreciation	14,060	14,377	
Capital gain or loss on disposal of assets	-	(3,703)	
		(483,633)	(464,683)
Operating (loss)/profit		(14,332)	7,956
Investment revenues			

ALLENDALE CO-OPERATIVE SOCIETY LIMITED

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2019

	£	2019 £	£	2018 £
Bank interest received	1,274		856	
CWS Corporate Investor shares	253		45	
CWS Corporate Investor share account	436		542	
CWS Shares interest	279		328	
		<u>2,242</u>	<u></u>	<u>1,771</u>
(Loss)/profit before taxation		<u>(12,090)</u>		<u>9,727</u>
