



## Mutual Societies Annual Return Form (AR30)

For societies registered under the Co-operative and Community Benefit Societies Act 2014

**Society name:**

### **Important information you should read before completing this form**

You must use this form if you are a:

- registered society (previously referred to as an 'industrial and provident society')
- co-operative society
- community benefit society

registered under the Co-operative and Community Benefit Societies Act 2014.

You must submit this form and the society's accounts within 7 months of the end of your financial year. Failure to submit is an offence for which the society may be prosecuted.

Please note:

- we have an information note that may assist you in completing this application
- any personal details you give on the form will be placed on the society's public file.
- it is important you give accurate and complete information and disclose all relevant information. If you do not, it may take us longer to process your annual return.

Please keep a copy of the form and supporting documents for future reference.

### **Terms in this form**

'FCA', 'PRA', 'us' and 'we' refer to the Financial Conduct Authority or Prudential Regulation Authority.

'You' refers to the person signing the form on behalf of the society.

'The 2014 Act' is the Co-operative and Community Benefit Societies Act 2014



## Mutual Societies Annual Return Form (AR30)

For societies registered under the Co-operative and Community Benefit Societies Act 2014

### Filling in the form

1 If you are using your computer to complete the form:

- use the TAB key to move from question to question and press SHIFT TAB to move back to the previous question; and
- print the completed form and arrange for it to be signed by all relevant individuals.

2 If you are filling in the form by hand:

- use black ink;
- write clearly; and
- arrange for it to be signed and dated by all relevant individuals.

3 If you make a mistake, cross it out and initial the changes; do not use correction fluid.

4 If you:

- leave a question blank;
- do not get the form signed; or
- do not attach the required supporting information

without telling us why, we will treat the application as incomplete. This will increase the time taken to assess your application.

5 If there is not enough space on the form, you may use separate sheets of paper. Clearly mark each separate sheet of paper with the relevant question number. Any separate sheets should be signed by the signatories to the form.

6 Email a scanned copy of the signed form and supporting documents to

[mutualsannualreturns@fca.org.uk](mailto:mutualsannualreturns@fca.org.uk)

or send it by post to:

Mutuals Team  
Financial Conduct Authority  
25 The North Colonnade  
Canary Wharf  
LONDON  
E14 5HS

7. Please make sure you include:

- this form
- a set of printed accounts – signed by two members and the secretary (3 signatures in total)
- an audit report or accountant's report where required; and
- any supporting documents.

# 1

## Details of society

1.1 Details of the society

Register number	IP31352R
Registered office address	B4RN Station Yard Melling Carnforth
Postcode	LA6 2QY

1.2 Year end date (dd/mm/yyyy)

See Note 1.2

3	1	/	0	3	/	2	0	1	5
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Committee of management

If you are a club you do not need to give a year of birth in questions 1.3-1.6.  
The names of the members of the Committee at the date on which the return is signed should be entered below in BLOCK CAPITALS.

1.3 Details of Chairman

Name	Professor BARRY FORDE
Address	Brow Top Barn Quernmore Lancaster
Postcode	LA2 0QW
Year of birth	1949
Business occupation and other directorships	Nil

1.4 Details of Treasurer

Name	Professor BARRY FORDE
Address	As above
Postcode	
Year of birth	yyyy
Business occupation and other directorships	n/a

1.5 Details of Secretary

Name	Dr MONICA LEE
Address	Hare Appletree House Quernmore Lancaster
Postcode	LA2 0QP
Year of birth	1952
Business occupation and other directorships	Director, L&K Group PLC; MB Hodgson & Sons Ltd; Trustee: Cawthorne's Educational Foundation.

1.6 Details of Members of the Committee

Name	Address	Year of birth	Business occupation and other directorships
Nil		yyyy	
		yyyy	
		yyyy	
		yyyy	
		yyyy	
		yyyy	

Please use separate sheets of paper if you need more space, following the instructions provided in section 5 above.

Please indicate how many separate sheets of paper you have used

0

Please continue, answering all questions.

**1.7 Are any members of the society's committee disqualified as directors under the Company Director Disqualification Act 1986?**

- ☒ No  
☐ Yes

**1.8 Does the society carry out any activity which is regulated under the Financial Services and Markets Act 2000?** (e.g. accepting deposits in a form other than withdrawable shares; offering insurance products; undertaking residential mortgage business). If 'yes' please state the society's Financial Services Register firm reference number

- ☒ No  
☐ Yes

Financial Services Register firm reference number

**1.9 Is the society a subsidiary of another society?**

- ☒ No  
☐ Yes

**1.10 Does the society have one or more subsidiaries?**

- ☒ No  
☐ Yes

**1.11 Is the society currently accepted by the HM Revenue and Customs as a charity for tax purposes?**

- ☒ No  
☐ Yes

Please confirm you have attached a copy of the letter from HM Revenue and Customs confirming charitable tax status:

- ☐ Yes

**1.12 Is this society a charity registered with the Office of the Scottish Charity Regulator (OSCR)?**

- ☒ No  
☐ Yes ▶ provide your Scottish Charity number below

**1.13 Is the society registered with one of the following (please tick)?**

- ☐ Homes and Communities Agency  
☐ The Welsh Ministers  
☐ Scottish Housing Regulator

If so, please provide your register number

**All societies must answer the following questions:**

- if a **bona fide co-operative society** go to question 1.14
- if **existing for the benefit of the community** go to question 1.19

**Bona fide co-operative society**

**1.14** How did members benefit from the business, industry or trade of the society during the year?

N/A

**1.15** Is membership of the society required to obtain the benefits offered by it?

- ☐ Yes
- ☐ No

**1.16** In what way did members participate in an ongoing basis in the society's primary business during the year?

**1.17** How did members democratically control the society?

**1.18 How did the society use any surplus/profit?**

If the society distributed the surplus/profit to members please explain how this was done.

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Please use separate sheets of paper if you need more space (see section 5 above)

Please indicate how many separate sheets of paper you have used.

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**Continue to 2.1**

**Community benefit society**

**1.19 Who are the community the society benefited?**

Those living and working in the rural north

**1.20 How did the society benefit that community during the year?**

Through the provision of 1000 Megabit fibre broadband to the home.

**1.21 How did the society use any surplus/profit?**

N/A

Please use separate sheets of paper if you need more space (see section 5 above).  
Please indicate how many separate sheets of paper you have used.

**Continue to 2.1**



# 2 Statistics

Account details

2.1 You must enter the figures below  
See notes for help on items E-T. Enter NIL where applicable

A	Members at beginning of year	367
B	Members ceased during year	Nil
C	Members admitted during year	207
D	Members at end of year	574
E	Turnover for year	(36169)
F	Total of income and expenditure (receipts and payments added together)	47368 ,
G	Net surplus/(deficit) for year	204461
H	Fixed assets	1638171
I	Current assets	253984
J	Total assets (equal to amount in row O, below)	1892155
K	Current liabilities	24108
L	Share capital	1049688
M	Long-term liabilities	1022820
N	Reserves	(204461)
O	Total liabilities, share capital & reserves (K+L+M+N) (equal to amount in J above)	1892155
All societies (excluding clubs) must complete boxes P-T		
P	Investments in other registered societies	Nil
Q	Loans from members	761477
R	Loans from Employees' Superannuation Schemes	Nil
S	Dividends on sales	Nil
T	Share interest	Nil

**2.2 Names of subsidiaries as defined in sections 100 and 101 of the Co-operative and Community Benefit Societies Act 2014**

N/A

**2.3Names of subsidiaries not dealt with in group accounts (if any) and reasons for exclusions (as approved by the FCA)**

The society must have written authority from us to exclude a subsidiary from group accounts

N/A

# 3

## The audit

### 3.1 Type of audit used for the attached accounts.

If the society has used a full professional audit or an accountant's report then the report must be prepared by a registered auditor.

- ☒ Full professional audit    ▶ Continue to section 4
- ☐ Accountant's report        ▶ Complete questions 3.2 and 3.3
- ☐ Lay audit                      ▶ Complete questions 3.2 and 3.3
- ☐ Unaudited                    ▶ Complete questions 3.2 and 3.3

### 3.2 Do the society's registered rules allow the society not to undertake a full professional audit?

- ☐ No
- ☒ Yes

### 3.3 Has the membership passed at a general meeting a resolution allowing the society not to undertake a full professional audit for the year of account in question? (In accordance with section 84 of the Co-operative and Community Benefit Societies Act 2014)

- ☐ No
- ☐ Yes

4

Accounts and signature

Accounts

4.1 Date on which the accounts and balance sheet will be/were laid before the AGM (dd/mm/yyyy)

2	2	/	0	1	/	2	0	1	5
---	---	---	---	---	---	---	---	---	---

4.2 Has your society produced accounts to the minimum standard required?

☒ Yes ▶ you must confirm that you have attached the accounts and the audit/accountant's report bearing the original signatures of the auditor (if required by law), the secretary and the two committee members.

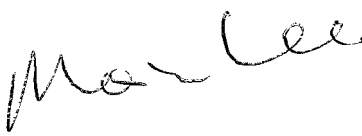
☐ Attached

☐ No ▶ you must produce accounts to the minimum standard , required, see notes for details.

Signature – all societies to complete

4.3 The Secretary of the society must sign and date below

I certify that the information in this form is correct to the best of my knowledge and belief.

Name	MONICA LEE
Signature	
Phone number	01524 63049
Email	m.lee@b4rn.org.uk
Date	17/11/15y

**BROADBAND FOR THE RURAL NORTH  
LIMITED**

**STATEMENT OF DIRECTORS' RESPONSIBILITIES AND  
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31 MARCH 2015**

Scott & Wilkinson LLP  
Chartered Accountants & Statutory Auditor  
Dalton House  
9 Dalton Square  
LANCASTER  
LA1 1WD

# **BROADBAND FOR THE RURAL NORTH LIMITED**

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**FOR THE YEAR ENDED 31 MARCH 2015**

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*The following pages do not form part of the statutory financial statements:*

Detailed Income and Expenditure Account	12
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# BROADBAND FOR THE RURAL NORTH LIMITED

## COMPANY INFORMATION

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<b>Directors</b>	Professor B Forde Professor M Lee
<b>Company secretary</b>	Professor M Lee
<b>Registered office</b>	Station Yard Melling CARNFORTH LA6 2QY
<b>Bankers</b>	The Co-operative Bank PO Box 250 Delf House Southway SKELMERSDALE WN8 6WT
<b>Auditors</b>	Scott & Wilkinson LLP Chartered Accountants & Statutory Auditor Dalton House 9 Dalton Square LANCASTER LA1 1WD

# **BROADBAND FOR THE RURAL NORTH LIMITED**

## **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

### **FOR THE YEAR ENDED 31 MARCH 2015**

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The directors are required by law to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the results for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on page 7, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Co-operative and Community Benefit Societies Act 2014.

The directors are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors confirm that they have complied with these requirements

Approved by the Board on 17 November 2015 and signed on its behalf by:



Professor B Forde  
Director



# **BROADBAND FOR THE RURAL NORTH LIMITED**

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS**

### **FOR THE YEAR ENDED 31 MARCH 2015**

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We have audited the financial statements of Broadband For The Rural North Limited for the year ended 31 March 2015, set out on pages 5 to 11. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the society's members, as a body, in accordance with section 87 of the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the society's members those matters we are required to state to them in an auditor'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 society's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of directors and auditor**

As explained more fully in the Statement of Directors' Responsibilities (set out on page 2), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

#### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report and Financial Statements to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

#### **Opinion on the financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2015 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to smaller entities; and
- have been prepared in accordance with the requirements of the Co-operative and Community Benefit Societies Act 2014.

**BROADBAND FOR THE RURAL NORTH LIMITED**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS *CONTINUED***

**FOR THE YEAR ENDED 31 MARCH 2015**

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**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Co-operative and Community Benefit Societies Act 2014 require us to report to you if, in our opinion:

- proper books of account have not been kept by the society in accordance with the requirements of the legislation;
- a satisfactory system of control over transactions has not been maintained by the society in accordance with the requirements of the legislation;
- the revenue account to which our report relates, and the balance sheet are not in agreement with the books of account of the society; or
- we have not received all the information and explanations we require for our audit

*Tim Preece*

Tim Preece F.C.C.A. (Senior Statutory Auditor)  
For and on behalf of Scott & Wilkinson LLP, Statutory Auditor

Dalton House  
9 Dalton Square  
LANCASTER  
LA1 1WD

23 November 2015

**BROADBAND FOR THE RURAL NORTH LIMITED****INCOME AND EXPENDITURE ACCOUNT****FOR THE YEAR ENDED 31 MARCH 2015**

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	Note	2015 £	2014 £
Income		144,398	39,968
Administrative expenses		<u>(180,567)</u>	<u>(113,062)</u>
Operating deficit		(36,169)	(73,094)
Other interest receivable and similar income		104	19
Interest payable and similar charges		<u>(11,283)</u>	<u>(2,011)</u>
Deficit on ordinary activities before taxation		(47,348)	(75,086)
Tax on deficit on ordinary activities	5	<u>(20)</u>	<u>(3)</u>
Deficit for the financial year	11	<u><u>(47,368)</u></u>	<u><u>(75,089)</u></u>

# BROADBAND FOR THE RURAL NORTH LIMITED

## BALANCE SHEET

AS AT 31 MARCH 2015

	Note	2015 £	2014 £
<b>Fixed assets</b>			
Tangible fixed assets	6	<u>1,638,171</u>	<u>697,792</u>
<b>Current assets</b>			
Debtors	7	55,869	24,688
Cash at bank and in hand		<u>198,115</u>	<u>18,742</u>
		253,984	43,430
Creditors: Amounts falling due within one year	8	<u>(24,108)</u>	<u>(95,408)</u>
Net current assets/(liabilities)		<u>229,876</u>	<u>(51,978)</u>
Total assets less current liabilities		1,868,047	645,814
Creditors: Amounts falling due after more than one year	9	<u>(1,022,820)</u>	<u>(133,092)</u>
Net assets		<u>845,227</u>	<u>512,722</u>
<b>Capital and reserves</b>			
Called up share capital	10	1,049,688	669,815
Income and expenditure account	11	<u>(204,461)</u>	<u>(157,093)</u>
Accumulated funds		<u>845,227</u>	<u>512,722</u>

Company registration number: IP31352R

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard for Smaller Entities (effective 2008).

Approved and authorised for issue by the Board on 17 November 2015 and signed on its behalf by:

Professor M Lee  
Company secretary and director



# BROADBAND FOR THE RURAL NORTH LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 MARCH 2015

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#### 1 Accounting policies

##### Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

##### Turnover

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of goods and services to customers.

##### Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Network	4% straight line
Equipment	15% reducing balance
Fixtures and fittings	15% reducing balance
Motor vehicles	25% reducing balance
Computer equipment	25% straight line

#### 2 Operating deficit

Operating deficit is stated after charging:

	2015 £	2014 £
Auditor's remuneration - The audit of the company's annual accounts	1,400	1,000
Depreciation of tangible fixed assets	<u>88,661</u>	<u>84,851</u>

#### 3 Auditor's remuneration

	2015 £	2014 £
Audit of the financial statements	<u>1,400</u>	<u>1,000</u>

#### 4 Directors' remuneration

The directors' remuneration for the year was as follows:

	2015 £	2014 £
Remuneration	<u>15,000</u>	<u>-</u>



# BROADBAND FOR THE RURAL NORTH LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 MARCH 2015

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#### 5 Taxation

##### Tax on loss on ordinary activities

	2015 £	2014 £
<b>Current tax</b>		
Corporation tax charge	21	3
Adjustments in respect of previous years	<u>(1)</u>	<u>-</u>
UK Corporation tax	<u>20</u>	<u>3</u>

The society is a mutual trading company and is only liable to pay corporation tax on investment income received gross.

# BROADBAND FOR THE RURAL NORTH LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 MARCH 2015

#### 6 Tangible fixed assets

	Network £	Equipment £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Total £
<b>Cost or valuation</b>						
At 1 April 2014	817,390	18,499	-	-	3,013	838,902
Additions	962,221	19,161	812	41,264	5,582	1,029,040
At 31 March 2015	1,779,611	37,660	812	41,264	8,595	1,867,942
<b>Depreciation</b>						
At 1 April 2014	135,264	5,093	-	-	753	141,110
Charge for the year	71,184	4,888	122	10,316	2,151	88,661
At 31 March 2015	206,448	9,981	122	10,316	2,904	229,771
<b>Net book value</b>						
At 31 March 2015	1,573,163	27,679	690	30,948	5,691	1,638,171
At 31 March 2014	682,126	13,406	-	-	2,260	697,792

**BROADBAND FOR THE RURAL NORTH LIMITED****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 MARCH 2015****7 Debtors**

	2015 £	2014 £
Trade debtors	3,881	9,386
Other debtors	51,988	15,302
	<u>55,869</u>	<u>24,688</u>

**8 Creditors: Amounts falling due within one year**

	2015 £	2014 £
Trade creditors	220	47,541
Corporation tax	21	4
Other creditors	23,867	47,863
	<u>24,108</u>	<u>95,408</u>

**9 Creditors: Amounts falling due after more than one year**

	2015 £	2014 £
Other creditors	<u>1,022,820</u>	<u>133,092</u>

Included in the creditors are the following amounts due after more than five years:

	2015 £	2014 £
After more than five years by instalments	<u>137,075</u>	<u>11,592</u>

**10 Share capital****Allotted, called up and fully paid shares**

	2015		2014	
	No.	£	No.	£
Ordinary A Shares of £1 each	<u>1,049,688</u>	<u>1,049,688</u>	<u>669,815</u>	<u>669,815</u>

**New shares allotted**

During the year 379,873 Ordinary A Shares having an aggregate nominal value of £379,873 were allotted for an aggregate consideration of £379,873.



# BROADBAND FOR THE RURAL NORTH LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 MARCH 2015

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#### 11 Reserves

	Income and expenditure account £	Total £
At 1 April 2014	(157,093)	(157,093)
Deficit for the year	<u>(47,368)</u>	<u>(47,368)</u>
At 31 March 2015	<u>(204,461)</u>	<u>(204,461)</u>

#### 12 Control

The company is under the day to day control of the directors.