

**Report of the Directors and
Unaudited Financial Statements for the Year Ended 31 March 2020
for
Locavore Community Interest Company**

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for the Year Ended 31 March 2020**

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**Company Information
for the Year Ended 31 March 2020**

DIRECTORS:

J E Cavanagh
Dr R A Chesters
R A Chesters

REGISTERED OFFICE:

349 Victoria Road
GLASGOW
G42 7SA

REGISTERED NUMBER:

SC412721 (Scotland)

ACCOUNTANTS:

The Kelvin Partnership Ltd
Chartered Accountants
The Cooper Building
505 Great Western Road
Glasgow
G12 8HN

Locavore Community Interest Company

**Report of the Directors
for the Year Ended 31 March 2020**

The directors present their report with the financial statements of the company for the year ended 31 March 2020.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of retail sale of fruit and vegetables.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2019 to the date of this report.

J E Cavanagh
Dr R A Chesters
R A Chesters

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

ON BEHALF OF THE BOARD:

R A Chesters - Director

18 December 2020

Locavore Community Interest Company

**Income Statement
for the Year Ended 31 March 2020**

	Notes	31.3.20 £	31.3.19 £
TURNOVER		3,449,801	2,623,058
Cost of sales		<u>2,556,367</u>	<u>1,948,398</u>
GROSS SURPLUS		893,434	674,660
Administrative expenses		<u>940,869</u>	<u>810,508</u>
		(47,435)	(135,848)
Other operating income		<u>98,394</u>	<u>165,416</u>
OPERATING SURPLUS	4	50,959	29,568
Interest receivable and similar income		<u>3</u>	<u>5</u>
		50,962	29,573
Interest payable and similar expenses		<u>12,762</u>	<u>17,841</u>
SURPLUS BEFORE TAXATION		38,200	11,732
Tax on surplus		<u>-</u>	<u>1</u>
SURPLUS FOR THE FINANCIAL YEAR		<u><u>38,200</u></u>	<u><u>11,731</u></u>

The notes form part of these financial statements

Locavore Community Interest Company (Registered number: SC412721)

**Balance Sheet
31 March 2020**

	Notes	31.3.20 £	£	31.3.19 £	£
FIXED ASSETS					
Tangible assets	5		110,006		54,150
CURRENT ASSETS					
Stocks		175,353		300,099	
Debtors	6	335,207		173,034	
Cash at bank and in hand		70,354		8,258	
		<u>580,914</u>		<u>481,391</u>	
CREDITORS					
Amounts falling due within one year	7	390,984		400,576	
			<u>189,930</u>		<u>80,815</u>
NET CURRENT ASSETS					
TOTAL ASSETS LESS CURRENT LIABILITIES			299,936		134,965
CREDITORS					
Amounts falling due after more than one year	8		225,675		98,904
			<u>74,261</u>		<u>36,061</u>
NET ASSETS					
RESERVES					
Income and expenditure account			74,261		36,061
			<u>74,261</u>		<u>36,061</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Board of Directors and authorised for issue on 18 December 2020 and were signed on its behalf by:

R A Chesters - Director

The notes form part of these financial statements

**Notes to the Financial Statements
for the Year Ended 31 March 2020**

1. **STATUTORY INFORMATION**

Locavore Community Interest Company is a private company, limited by guarantee, registered in Scotland. The company's registered number and registered office address can be found on the Company Information page.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

The turnover shown in the profit and loss account represents the value of all goods sold during the period, less returns received, at selling price exclusive of Value Added Tax. Sales are recognised at the point at which the company has fulfilled its contractual obligations and the risks and rewards attaching to the products have been transferred to the customer.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 25% on cost
Fixtures and fittings	- 25% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost represents purchase price.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to surplus or deficit on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2020

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 64 (2019 - 46).

4. **OPERATING SURPLUS**

The operating surplus is stated after charging:

	31.3.20	31.3.19
	£	£
Depreciation - owned assets	44,784	28,890
	<u> </u>	<u> </u>

5. **TANGIBLE FIXED ASSETS**

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 April 2019	-	56,027	51,333
Additions	57,711	16,516	4,508
	<u> </u>	<u> </u>	<u> </u>
At 31 March 2020	57,711	72,543	55,841
	<u> </u>	<u> </u>	<u> </u>
DEPRECIATION			
At 1 April 2019	-	38,714	21,003
Charge for year	7,214	12,242	13,694
	<u> </u>	<u> </u>	<u> </u>
At 31 March 2020	7,214	50,956	34,697
	<u> </u>	<u> </u>	<u> </u>
NET BOOK VALUE			
At 31 March 2020	<u>50,497</u>	<u>21,587</u>	<u>21,144</u>
At 31 March 2019	<u> </u>	<u>17,313</u>	<u>30,330</u>
	<u> </u>	<u> </u>	<u> </u>
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 April 2019	22,456	1,459	131,275
Additions	20,682	1,223	100,640
	<u> </u>	<u> </u>	<u> </u>
At 31 March 2020	43,138	2,682	231,915
	<u> </u>	<u> </u>	<u> </u>
DEPRECIATION			
At 1 April 2019	16,842	566	77,125
Charge for year	10,784	850	44,784
	<u> </u>	<u> </u>	<u> </u>
At 31 March 2020	27,626	1,416	121,909
	<u> </u>	<u> </u>	<u> </u>
NET BOOK VALUE			
At 31 March 2020	<u>15,512</u>	<u>1,266</u>	<u>110,006</u>
At 31 March 2019	<u>5,614</u>	<u>893</u>	<u>54,150</u>
	<u> </u>	<u> </u>	<u> </u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2020

6.	DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31.3.20	31.3.19
		£	£
	Trade debtors	92,534	36,047
	Other debtors	242,673	136,987
		<u>335,207</u>	<u>173,034</u>
7.	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31.3.20	31.3.19
		£	£
	Bank loans and overdrafts	21,604	16,237
	Hire purchase contracts	6,378	2,241
	Trade creditors	327,707	275,292
	Taxation and social security	15,119	10,764
	Other creditors	20,176	96,042
		<u>390,984</u>	<u>400,576</u>
8.	CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	31.3.20	31.3.19
		£	£
	Hire purchase contracts	21,760	10,213
	Other creditors	203,915	88,691
		<u>225,675</u>	<u>98,904</u>

9. **ULTIMATE CONTROLLING PARTY**

The Directors are the ultimate controlling parties, although none in their own right can exercise full control.

10. **LIMITED BY GUARANTEE**

The company is a Community Interest Company and, as such, is limited by guarantee.

**Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
Locavore Community Interest Company**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Locavore Community Interest Company for the year ended 31 March 2020 which comprise the Income Statement, Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of ICAS, we are subject to its ethical and other professional requirements which are detailed at <http://www.icas.com/accountspreparationguidance>.

This report is made solely to the Board of Directors of Locavore Community Interest Company, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Locavore Community Interest Company and state those matters that we have agreed to state to the Board of Directors of Locavore Community Interest Company, as a body, in this report in accordance with the requirements of ICAS as detailed at <http://www.icas.com/accountspreparationguidance>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Locavore Community Interest Company 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 Locavore Community Interest Company. You consider that Locavore Community Interest Company 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 Locavore Community Interest Company. 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.

The Kelvin Partnership Ltd
Chartered Accountants
The Cooper Building
505 Great Western Road
Glasgow
G12 8HN

18 December 2020

Locavore Community Interest Company

**Detailed Income and Expenditure Account
for the Year Ended 31 March 2020**

	31.3.20		31.3.19	
	£	£	£	£
Sales		3,449,801		2,623,058
Cost of sales				
Opening stock	300,099		239,075	
Purchases	2,266,641		1,920,966	
Initiatives Fund distribution	18,371		-	
Sub contractors	146,609		88,456	
	<hr/>		<hr/>	
Closing stock	2,731,720		2,248,497	
	(175,353)		(300,099)	
	<hr/>	2,556,367	<hr/>	1,948,398
GROSS SURPLUS		893,434		674,660
Other income				
Sundry receipts	1,567		17,040	
Grants received	77,554		148,376	
Initiatives Fund donations	19,273		-	
Deposit account interest	3		5	
	<hr/>	98,397	<hr/>	165,421
		<hr/>		<hr/>
		991,831		840,081
Expenditure				
Rent and rates	77,185		64,161	
Insurance	15,864		8,091	
Light and heat	27,582		12,744	
Directors' salaries	32,000		28,614	
Directors' social security	225		-	
Directors' pension contributions	-		889	
Directors' pension contributions	960		-	
Wages	588,943		478,038	
Social security	35,548		25,085	
Pensions	19,418		13,072	
Merchant rental and charges	12,529		8,091	
Telephone	3,657		3,513	
Post and stationery	7,207		1,535	
Advertising	2,241		2,248	
Motor and travel	9,283		9,672	
Motor expenses	-		852	
Repairs and renewals	24,426		57,435	
Household and cleaning	12,714		8,077	
Computer and software	3,719		4,424	
Sundry expenses	4,765		6,615	
Accountancy	1,600		1,750	
Subscriptions	1,945		-	
Professional services	7,204		45,281	
Foreign exchange losses	127		-	
Entertainment	435		-	
Bad debts	-		213	
Protective clothing	1,984		-	
Training	1,170		-	
	<hr/>		<hr/>	
Carried forward	892,731	991,831	780,400	840,081

This page does not form part of the statutory financial statements

Locavore Community Interest Company

**Detailed Income and Expenditure Account
for the Year Ended 31 March 2020**

	31.3.20		31.3.19	
	£	£	£	£
Brought forward	<u>892,731</u>	<u>991,831</u>	<u>780,400</u>	<u>840,081</u>
		892,731		780,400
		99,100		59,681
Finance costs				
Bank charges	1,353		1,219	
Loan arrangement fee	2,000		-	
Bank loan interest	-		214	
Loan	1,059		2,052	
Loanstock interest	215		4,017	
Hire purchase	1,518		950	
Leasing	<u>9,970</u>		<u>10,608</u>	
		16,115		19,060
		82,985		40,621
Depreciation				
Improvements to property	7,214		-	
Plant and machinery	12,243		10,107	
Fixtures and fittings	13,694		12,682	
Motor vehicles	10,784		5,614	
Computer equipment	<u>850</u>		<u>486</u>	
		44,785		28,889
NET SURPLUS		<u>38,200</u>		<u>11,732</u>

This page does not form part of the statutory financial statements