

**The Community Farm Limited**  
**Financial Statements**  
**31 March 2021**

**ELLIOTT BUNKER LIMITED**  
Chartered Accountants & statutory auditor  
61 Macrae Road  
Ham Green  
Bristol  
BS20 0DD

# The Community Farm Limited

## Financial Statements

Year ended 31 March 2021

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# The Community Farm Limited

## Officers and Professional Advisers

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**Management committee**

A Raffle  
A Oloya  
E Giles (resigned February 2021)  
S Janivar ( November 2020 to January 2021)  
M Dunn  
C Bloor  
J Christensen  
D Whittaker  
A Price  
B Newton  
E Wilson  
N Spear  
K Brooks  
M Newman

**Secretary**

E Wilson

**Registered office**

Denny Lane  
Chew Magna  
Bristol  
BS40 8SZ

**Auditor**

Elliott Bunker Limited  
Chartered Accountants & statutory auditor  
61 Macrae Road  
Ham Green  
Bristol  
BS20 0DD

## The Community Farm Limited

### Management Committee Report

Year ended 31 March 2021

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The officers present their report and the financial statements of the society for the year ended 31 March 2021.

#### Principal activities

The principal activity of the company during the year was the operation of The Community Farm which grows organic produce for local consumption, provides opportunities for people to spend time on the land, and sells organic produce to Bath, Bristol and Chew Valley via boxes, market stalls and wholesale supplies.

#### Going Concern

The company made a profit in the year and has net current assets of £31,002 (2020: net current liability £75,734) and so the accounts continue to be based on the going concern principle.

#### Officers

The officers who served the society during the year were as follows:

A Raffle

M Dunn

C Bloor

J Christensen

D Whittaker

M Newman

A Oloya

(Appointed 1 November 2020)

A Price

(Appointed 1 November 2020)

B Newton

(Appointed 1 November 2020)

E Wilson

(Appointed 1 November 2020)

N Spear

(Appointed 1 November 2020)

K Brooks

(Appointed 1 July 2020)

J Wood

(Resigned 1 June 2020)

A Laing

(Resigned 1 October 2020)

P Asgarian

(Resigned 1 July 2020)

D Miller

(Resigned 1 April 2020)

E Giles

(Resigned 1 February 2021)

S Janivar

(Appointed 1 November 2020, resigned January 2021)

#### Management committee's responsibilities statement

The management committee is responsible for preparing the management committee report and the financial statements in accordance with applicable law and regulations.

Co-operative and Community Benefit Society legislation requires the management committee to prepare financial statements for each financial year. Under that law the management committee has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under Co-operative and Community Benefit Society legislation the officers must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the society and the profit or loss of the society for that period.

## The Community Farm Limited

### Management Committee Report *(continued)*

#### Year ended 31 March 2021

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In preparing these financial statements, the management committee are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the society will continue in business.

The management committee is responsible for keeping adequate accounting records that are sufficient to show and explain the society's transactions and disclose with reasonable accuracy at any time the financial position of the society and enable them to ensure that the financial statements comply with the Co-operative and Community Benefit Societies Act 2014. They are also responsible for safeguarding the assets of the society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### Auditor

Each of the persons who is an officer at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the society's auditor is unaware; and
- they have taken all steps that they ought to have taken as an officer to make themselves aware of any relevant audit information and to establish that the society's auditor is aware of that information.

This report was approved by the management committee on ~~..16 September 2021~~ and signed on behalf of the board by:



E Wilson  
Secretary

Registered office:  
Denny Lane  
Chew Magna  
Bristol  
BS40 8SZ

## The Community Farm Limited

### Independent Auditor's Report to The Community Farm Limited

Year ended 31 March 2021

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#### Opinion

We have audited the financial statements of The Community Farm Limited (the 'society') for the year ended 31 March 2021 which comprise the statement of comprehensive income, statement of financial position, statement of changes in equity and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the society's affairs as at 31 March 2021 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Co-operative and Community Benefit Societies Act 2014.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the respective responsibilities of management committee and auditor section of our report. We are independent of the society in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Conclusions relating to going concern

In auditing the financial statements, we have concluded that the management committee's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the society's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the management committee with respect to going concern are described in the relevant sections of this report.

## The Community Farm Limited

### Independent Auditor's Report to The Community Farm Limited *(continued)*

Year ended 31 March 2021

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#### Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The management committee is responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

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

In the light of the knowledge and understanding of the society and its environment obtained in the course of the audit, we have not identified material misstatements in the management committee report.

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

- the society has not kept proper books of account or has not maintained a satisfactory system of control over its transactions; or
- the financial statements are not in agreement with the society's books of account; or
- we fail to obtain all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

#### Respective responsibilities of the management committee and independent accountant

As explained more fully in the management committee's responsibilities statement, the management committee is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the management committee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management committee is responsible for assessing the society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management committee either intend to liquidate the society or to cease operations, or have no realistic alternative but to do so.

## The Community Farm Limited

### Independent Auditor's Report to The Community Farm Limited *(continued)*

Year ended 31 March 2021

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#### **Respective responsibilities of management committee and auditor**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

#### **Key audit matters: our assessment of risks of material misstatement**

Key audit matters are those matters that in our professional judgement were of most significance in the audit of the financial statements and include the most significant assessed risks of material misstatement (whether or not due to fraud) identified by us, including those which had the greatest effect on the allocation of resources in the audit, and directing the efforts of the engagement team. There are no key areas identified as the audit is very low risk with normal audit procedures adequate in all audit areas. We agreed to report to the management committee any corrected or uncorrected identified misstatements.

Whilst we were unable to perform a site visit due to the restrictions imposed by the Coronavirus pandemic, we were able to obtain key audit evidence via email and telephone meetings.

#### **Fraud and breaches of laws and regulations - ability to detect**

##### **Identifying and reporting of risks of material misstatement due to fraud**

To identify risks of material misstatement due to fraud we assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. Our risk assessment procedures included:

- Enquiring of the management committee and inspection of key papers provided to those charged with governance as to high level policies and procedures to prevent and detect fraud.
- Reviewing the minutes of management committee meetings.

We communicated identified fraud risks throughout the audit team and remained alert to any indications of fraud throughout the audit.

As required by auditing standards, and taking into account possible pressures to meet targets and our overall knowledge of the control environment, we performed procedures to assess the risks of management override of controls. To address the pervasive risk as it related to management override of controls, we reviewed material journal entries and agreed these to supporting documentation where appropriate.

##### **Identifying and responding to risks of material misstatement due to non-compliance with laws and regulations**

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience and through discussion with the management committee. As the society is regulated, our assessment of risks involved gaining an understanding of the control environment including the entity's procedures for complying with regulatory requirements.

We communicated identified laws and regulations throughout our team and remained alert to any indications of



## The Community Farm Limited

### Independent Auditor's Report to The Community Farm Limited *(continued)*

#### Year ended 31 March 2021

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non-compliance throughout the audit. The potential effect of these laws and regulations on the financial statements varies considerably:

- firstly, the society is subject to laws and regulations that directly affect the financial statements including financial reporting regulation, taxation legislation (payroll taxes) and pension legislation and we assessed the extent of compliance with these laws and regulations as part of our procedures in the audit areas relevant to these items.

- secondly, the society is subject to many other laws and regulations where the consequence of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation. We identified the following areas as those most likely to have such an effect:

Health and safety laws.

Food and hygiene regulations.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of management and the management committee and inspection of regulatory and legal correspondence, if any. Therefore, if any breach of operational regulations is not disclosed to us or evident from relevant correspondence, an audit will not detect that breach.

#### **Limitations to the ability of the audit to detect fraud or breaches of laws and regulation**

Owing to the inherent limitation of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remained a higher risk of non-detection of fraud, as this may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Our audit procedures are designed to detect material misstatement, and therefore we are not responsible for preventing non-compliance or fraud and cannot be expected to detect non-compliance with all laws and regulations. A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management committee.

# The Community Farm Limited

## Independent Auditor's Report to The Community Farm Limited *(continued)*

Year ended 31 March 2021

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- Conclude on the appropriateness of the management committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

### Use of our report

This report is made solely to the society, 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 those matters we are required to state to it 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, for our audit work, for this report, or for the opinions we have formed.



P Cridland BSc FCA (Senior Statutory Auditor)

For and on behalf of  
Elliott Bunker Limited  
Chartered Accountants & statutory auditor  
61 Macrae Road  
Ham Green  
Bristol  
BS20 0DD

4 October 2021

**The Community Farm Limited**  
**Statement of Comprehensive Income**  
**Year ended 31 March 2021**

	Note	2021 £	2020 £
<b>Turnover</b>		<b>1,345,518</b>	915,506
Cost of sales		<u>696,041</u>	<u>487,604</u>
<b>Gross profit</b>		<b>649,477</b>	427,902
Administrative expenses		<b>596,607</b>	474,314
Other operating income		<u>28,284</u>	<u>14,174</u>
<b>Operating profit/(loss)</b>		<b>81,154</b>	(32,238)
Net grants		<b>8,837</b>	39,535
Other interest receivable and similar income		<b>127</b>	227
Interest payable and similar expenses		<b>881</b>	1,805
<b>Profit before taxation</b>	<b>5</b>	<b>89,237</b>	5,719
Tax on profit		<u>—</u>	<u>—</u>
<b>Profit for the financial year and total comprehensive income</b>		<b><u>89,237</u></b>	<b><u>5,719</u></b>

The society has no other recognised items of income and expenses other than the results for the year as set out above.

# The Community Farm Limited

## Statement of Financial Position

31 March 2021

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Intangible assets	6	3,771	6,161
Tangible assets	7	94,181	108,689
		<u>97,952</u>	<u>114,850</u>
<b>Current assets</b>			
Stocks		15,725	9,541
Debtors	8	29,120	37,122
Cash at bank and in hand		183,357	28,136
		<u>228,202</u>	<u>74,799</u>
<b>Creditors: amounts falling due within one year</b>	9	<u>197,200</u>	<u>150,533</u>
<b>Net current assets/(liabilities)</b>		<u>31,002</u>	<u>(75,734)</u>
<b>Total assets less current liabilities</b>		<u>128,954</u>	<u>39,116</u>
<b>Net assets</b>		<u>128,954</u>	<u>39,116</u>
<b>Capital and reserves</b>			
Called up share capital	11	185,555	184,955
Profit and loss account		(56,601)	(145,839)
<b>Members funds</b>		<u>128,954</u>	<u>39,116</u>

These financial statements have been prepared in accordance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

These financial statements were approved by the management committee and authorised for issue on 16 September 2021 and are signed on their behalf by:



A Raffle  
Chair



B Newton  
Member



E Wilson  
Secretary

Registration number: IP 031018

## The Community Farm Limited

### Statement of Changes in Equity

Year ended 31 March 2021

	Called up share capital £	Profit and loss account £	Total £
<b>At 1 April 2019</b>	184,805	(151,558)	33,247
Profit for the year		5,719	5,719
<b>Total comprehensive income for the year</b>	–	5,719	5,719
Issue of shares	150	–	150
<b>Total investments by and distributions to owners</b>	150	–	150
<b>At 31 March 2020</b>	184,955	(145,838)	39,117
Profit for the year		89,237	89,237
<b>Total comprehensive income for the year</b>	–	89,237	89,237
Issue of shares	600	–	600
<b>Total investments by and distributions to owners</b>	600	–	600
<b>At 31 March 2021</b>	<u>185,555</u>	<u>(56,601)</u>	<u>128,954</u>

The notes on pages 12 to 18 form part of these financial statements.

# The Community Farm Limited

## Notes to the Financial Statements

Year ended 31 March 2021

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### 1. General information

The society is registered under the Co-operative and Community Benefit Societies Act 2014. The address of the registered office is Denny Lane, Chew Magna, Bristol, BS40 8SZ.

### 2. Statement of compliance

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

### 3. Accounting policies

#### Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

#### Grant income

Grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the company will comply with conditions attaching to them and the grants will be received using the performance/accrual model.

Income from government grants and non-government grants is considered to be outside the normal activities of the company and so is not considered to be turnover of the company and is shown in the profit and loss account net of expenses.

Grants of a capital nature are released to the profit and loss account in the year the asset is purchased providing there is no requirement under the terms of the grant for the asset to be maintained or replaced. The asset is capitalised and then depreciated over its useful economic life.

#### Revenue recognition

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax. Any other sources of income such as donations or grants received are not included.

#### Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

#### Intangible assets

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses. Any intangible assets carried at revalued amounts, are recorded at the fair value at the date of revaluation, as determined by reference to an active market, less any subsequent accumulated amortisation and subsequent accumulated impairment losses.

Intangible assets acquired as part of a business combination are only recognised separately from goodwill when they arise from contractual or other legal rights, are separable, the expected future economic benefits are probable and the cost or value can be measured reliably.

## The Community Farm Limited

### Notes to the Financial Statements *(continued)*

#### Year ended 31 March 2021

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#### 3. Accounting policies *(continued)*

##### Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill	-	4 to 10 years
Website	-	5 years

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

##### Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

##### Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold Property	-	5 to 10 years
Plant & Machinery	-	3 to 10 years
Fixtures & Fittings	-	3 to 10 years
Motor Vehicles	-	3 to 5 years
Apple trees	-	Over a period of 100 years

##### Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the society are assigned to those units.

##### Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

# The Community Farm Limited

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2021

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#### 3. Accounting policies *(continued)*

##### Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

##### Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

#### 4. Employee numbers and compensation

The average number of persons employed by the society during the year amounted to 27 (2020: 28).

Total compensation paid in the year in respect of the managing director/managing director designate roles amounted to £43,818 (2020: £61,219).

#### 5. Profit before taxation

Profit before taxation is stated after charging:

	2021	2020
	£	£
Amortisation of intangible assets	4,200	4,721
Depreciation of tangible assets	27,316	24,117
Fees payable for the audit of the financial statements	<u>4,212</u>	<u>3,524</u>



# The Community Farm Limited

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

### 6. Intangible assets

	Goodwill £	Website £	Total £
<b>Cost</b>			
At 1 April 2020	40,000	20,220	<b>60,220</b>
Additions	–	1,810	<b>1,810</b>
<b>At 31 March 2021</b>	<b>40,000</b>	<b>22,030</b>	<b>62,030</b>
<b>Amortisation</b>			
At 1 April 2020	35,000	19,059	<b>54,059</b>
Charge for the year	4,000	200	<b>4,200</b>
<b>At 31 March 2021</b>	<b>39,000</b>	<b>19,259</b>	<b>58,259</b>
<b>Carrying amount</b>			
<b>At 31 March 2021</b>	<b>1,000</b>	<b>2,771</b>	<b>3,771</b>
At 31 March 2020	5,000	1,161	6,161

### 7. Tangible assets

	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Apple trees £	Total £
<b>Cost</b>						
At 1 Apr 2020	25,823	8,131	197,831	13,600	3,134	<b>248,519</b>
Additions	–	1,005	11,803	–	–	<b>12,808</b>
<b>At 31 Mar 2021</b>	<b>25,823</b>	<b>9,136</b>	<b>209,634</b>	<b>13,600</b>	<b>3,134</b>	<b>261,327</b>
<b>Depreciation</b>						
At 1 Apr 2020	18,676	6,559	103,720	10,618	257	<b>139,830</b>
Charge for the year	5,825	959	19,367	1,065	100	<b>27,316</b>
<b>At 31 Mar 2021</b>	<b>24,501</b>	<b>7,518</b>	<b>123,087</b>	<b>11,683</b>	<b>357</b>	<b>167,146</b>
<b>Carrying amount</b>						
<b>At 31 Mar 2021</b>	<b>1,322</b>	<b>1,618</b>	<b>86,547</b>	<b>1,917</b>	<b>2,777</b>	<b>94,181</b>
At 31 Mar 2020	7,147	1,572	94,111	2,982	2,877	108,689

### 8. Debtors

	2021 £	2020 £
Trade debtors	<b>19,179</b>	28,606
Prepayments and accrued income	<b>3,880</b>	4,663
Other debtors	<b>6,061</b>	3,853
	<b>29,120</b>	<b>37,122</b>

## The Community Farm Limited

### Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

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**9. Creditors: amounts falling due within one year**

	2021	2020
	£	£
Bank loans and overdrafts	–	11,392
Trade creditors	<b>64,851</b>	69,735
Accruals	<b>35,529</b>	17,931
Deferred income	<b>62,936</b>	15,111
Social security and other taxes	<b>5,205</b>	6,625
Other creditors	<b>28,679</b>	29,739
	<b><u>197,200</u></b>	<b><u>150,533</u></b>

The bank overdraft and loan is secured by a debenture dated 30 July 2012 comprising a fixed and floating charge over all assets and undertakings of The Community Farm Ltd. The overdraft facility is currently £60K.

## The Community Farm Limited

### Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

#### 10. Net grants

	2021	2020
	£	£
Brought forward	15,111	40,276
New grants in the year	95,129	66,426
Revenue expenditure	(38,467)	(52,056)
Statement of Comprehensive Income	<u>(8,837)</u>	<u>(39,535)</u>
Deferred income carried forward	<u>62,936</u>	<u>15,111</u>

Net grants represent income from grants received that are not part of The Community Farm Limited normal activities and can only be used for specific purposes. At 31 March 2021 these funds consisted of the following:

#### School for Social Entrepreneurs

Grants totalling £4,000 were received during the year and fully applied against salary costs.

#### Esmee Fairbairn Community award

A balance of £14,611 was brought forward at the end of the previous year and this, together with a further grant of £9,813 received, was spent during the year.

#### National Lottery

A balance of £500 brought forward for financing work on the community garden and wildlife space project was spent during the year. A grant of £5,715 from the National Lottery Community Fund was applied against the Grow & Make project, with a balance of £741 remaining at the end of the year.

#### Quartet Community Foundation

Grants totalling £12,460 were received in the year. £5,059 was spent on the outdoor shelter, leaving a balance of £7,401 to be spent on the Grow and Make Project later in 2021.

#### Triodos Foundation

A grant received of £1,000 has been carried forward for spend on the Grow & Make project.

#### The Monica Fund

Of an amount of £57,281 transferred to deferred income £3,778 was spent on the polytunnel rebuild, leaving a balance of £53,503 to carry forward.

#### Natural England

A grant of £4,860 received in the year has been spent on the Grow & Make project and tools and planning for Wild Steps project starting later in 2021.

# The Community Farm Limited

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2021

#### 11. Called up share capital

##### Issued, called up and fully paid

	2021		2020	
	No.	£	No.	£
Ordinary shares of £1 each	<u>185,555</u>	<u>185,555</u>	<u>184,955</u>	<u>184,955</u>

##### Share movements

	No.	£
Ordinary		
At 1 April 2020	<u>184,955</u>	<u>184,955</u>
Issue of shares	<u>600</u>	<u>600</u>
<b>At 31 March 2021</b>	<u><b>185,555</b></u>	<u><b>185,555</b></u>

Members who hold shares are entitled to one vote at general meetings of the society regardless of how many shares they hold. Shares cannot be transferred and there are no rights to dividends. Interest may be paid at the directors' discretion. Withdrawal of a share can only occur after three years following its issue and at the discretion of the board. The number of members who have invested in the society including shares issued to employees was 506 (2020: 504).

#### 12. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2021	2020
	£	£
Not later than 1 year	<u>28,193</u>	<u>20,833</u>
Later than 1 year and not later than 5 years	<u>14,258</u>	<u>16,910</u>
	<u><b>42,451</b></u>	<u><b>37,743</b></u>

#### 13. Related party transactions

The "Monica Fund" was funded through a donation of £50,000 (plus Gift Aid of £7,281) made to the society during the year in memory of a committee members late mother. Its use has been earmarked for specific situations and circumstances, and it is being held as deferred income until such time as appropriate opportunities arise for its use.

**The Community Farm Limited**

**Management Information**

**Year ended 31 March 2021**

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

# The Community Farm Limited

## Detailed Income Statement

Year ended 31 March 2021

	2021 £	2020 £
<b>Turnover</b>	<b>1,345,518</b>	915,506
<b>Cost of sales</b>		
Opening stock	9,541	14,195
Purchases	668,048	456,538
Carriage	15,417	12,757
Packaging	18,760	13,655
	<u>711,766</u>	<u>497,145</u>
Closing stock	15,725	9,541
	<u>696,041</u>	<u>487,604</u>
<b>Gross profit</b>	<b>649,477</b>	427,902
<b>Overheads</b>		
Administrative expenses	596,607	474,314
<b>Profit/(loss) on society trading</b>	<b>52,870</b>	(46,412)
Other income	1,005	1,527
Grants and donations	27,279	12,647
	<u>28,284</u>	<u>14,174</u>
<b>Operating profit/(loss)</b>	<b>81,154</b>	(32,238)
Net grants	8,837	39,535
Other interest receivable and similar income	127	227
Interest payable and similar expenses	(881)	(1,805)
<b>Profit before taxation</b>	<b>89,237</b>	<u>5,719</u>

# The Community Farm Limited

## Notes to the Detailed Income Statement

Year ended 31 March 2021

	2021 £	2020 £
<b>Administrative expenses</b>		
Wages and salaries	384,632	300,073
Employers national insurance contributions	16,954	16,040
Staff pension contributions - defined contribution	9,343	8,859
Rent rates and water	23,276	23,210
Light and heat	4,200	4,200
Insurance	9,673	7,899
Repairs and maintenance (allowable)	8,303	8,177
Motor expenses	27,625	19,557
Hire costs (non-operating leases)	16,264	7,972
Telephone	1,254	1,159
Printing postage and stationery	2,433	1,724
Staff training & welfare	2,454	1,851
Sundry expenses	516	384
Charitable donations (allowable)	10,150	666
IT and Website	5,777	3,738
Subscriptions and certificates	4,048	4,046
Marketing and publicity	6,785	16,885
Other professional fees	1,020	-
Auditors remuneration	4,212	3,524
Amortisation of Goodwill	4,200	4,721
Depreciation of tangible assets	27,316	24,117
Bank charges	23,754	11,941
Foreign currency gains/losses	2,418	3,571
	<u>596,607</u>	<u>474,314</u>
<b>Net grants</b>		
Net grants	<u>8,837</u>	<u>39,535</u>
<b>Other interest receivable and similar income</b>		
Interest on cash and cash equivalents	<u>127</u>	<u>227</u>
<b>Interest payable and similar expenses</b>		
Other interest payable and similar charges	<u>881</u>	<u>1,805</u>