

Report of the Directors and
Audited Financial Statements for the Year Ended 31 March 2017
for
Falkirk Community Trading Limited

Falkirk Community Trading Limited

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for the Year Ended 31 March 2017

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Falkirk Community Trading Limited

Company Information
for the Year Ended 31 March 2017

DIRECTORS:

Maureen Campbell
Christopher Morris
Steve Mackie
Suzanne Arkinson
Ased Iqbal

REGISTERED OFFICE:

Suite 1A
The Falkirk Stadium
4 Stadium Way
Falkirk
FK2 9EE

REGISTERED NUMBER:

SC400658 (Scotland)

AUDITORS:

Drummond Laurie Limited
Statutory Auditor
Unit 5
Gateway Business Park
Beancross Road
Grangemouth
FK3 8WX

BANKERS:

Clydesdale Bank plc
1 Bank Street
Falkirk
FK1 1NB

Falkirk Community Trading Limited

Report of the Directors
for the Year Ended 31 March 2017

The directors present their report with the financial statements of the company for the year ended 31 March 2017.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the management and operation of catering services and other non-charitable activities for the parent company, Falkirk Community Trust Limited.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2016 to the date of this report.

Maureen Campbell
Christopher Morris
Steve Mackie

Other changes in directors holding office are as follows:

Suzanne Arkinson - appointed 26 September 2016
Ased Iqbal - appointed 26 September 2016

Ian Scott ceased to be a director after 31 March 2017 but prior to the date of this report.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors 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 company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

Drummond Laurie Limited were appointed as auditors for 3 years covering the financial statements up to the year ended 31 March 2017. Auditors for ensuing years have yet to be appointed subject to a tender process.

Falkirk Community Trading Limited

Report of the Directors
for the Year Ended 31 March 2017

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:

A handwritten signature in black ink, appearing to read "Steve Mackie". The signature is written in a cursive style with some overlapping letters.

Steve Mackie - Director

1 August 2017

Report of the Independent Auditors to the Members of
Falkirk Community Trading Limited

We have audited the financial statements of Falkirk Community Trading Limited for the year ended 31 March 2017 on pages six to nine. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, 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 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 Report of the Directors 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 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 2017 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

Report of the Independent Auditors to the Members of
Falkirk Community Trading Limited

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.



David Wheeler (Senior Statutory Auditor)
for and on behalf of Drummond Laurie Limited
Statutory Auditor
Unit 5
Gateway Business Park
Beancross Road
Grangemouth
FK3 8WX

Date:11/8/17.....

Falkirk Community Trading Limited

Income Statement
for the Year Ended 31 March 2017

	Notes	31.3.17 £	31.3.16 £
TURNOVER		1,770,790	1,364,496
Cost of sales		<u>(1,363,587)</u>	<u>(1,143,322)</u>
GROSS PROFIT		407,203	221,174
Administrative expenses		<u>(407,203)</u>	<u>(221,174)</u>
OPERATING PROFIT and PROFIT BEFORE TAXATION		-	-
Tax on profit		<u>-</u>	<u>-</u>
PROFIT FOR THE FINANCIAL YEAR		<u><u>-</u></u>	<u><u>-</u></u>

Statement of Financial Position
31 March 2017

	Notes	31.3.17 £	31.3.16 £
CURRENT ASSETS			
Stocks	4	73,357	65,417
Debtors	5	26,555	27,941
Cash in hand		<u>12,407</u>	<u>24,069</u>
		112,319	117,427
CREDITORS			
Amounts falling due within one year	6	<u>(112,318)</u>	<u>(117,426)</u>
NET CURRENT ASSETS		<u>1</u>	<u>1</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1</u>	<u>1</u>
CAPITAL AND RESERVES			
Called up share capital		<u>1</u>	<u>1</u>
SHAREHOLDERS' FUNDS		<u>1</u>	<u>1</u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 1 August 2017 and were signed on its behalf by:



Steve Mackie - Director

Falkirk Community Trading Limited

Notes to the Financial Statements for the Year Ended 31 March 2017

1. STATUTORY INFORMATION

Falkirk Community Trading Limited is a private company, limited by shares, domiciled in Scotland, registration number SC400658. The registered office is Suite 1A, The Falkirk Stadium, 4 Stadium Way, Falkirk, FK2 9EE.

The company's parent is Falkirk Community Trust Limited which has the same registered office.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" 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 and services provided during the year, at selling price exclusive of Value Added Tax. Sales are recognised at the point at which the company has fulfilled its contractual obligations to the customer.

Stocks

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

Cost is calculated using the first-in first-out method and includes the normal cost of transporting stock to its present location and condition. Cost is represented by purchase price. Net realisable value is the anticipated sales proceeds less any cost of disposal.

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 statement of financial position date.

Pension costs

Falkirk Community Trading Limited is a member of the Falkirk Pension Fund, a Local Government Pension Scheme, which is a defined benefit scheme and provides benefits based on final pensionable pay. As part of the Admission Agreement to the Scheme Falkirk Community Trust Limited, Falkirk Community Trading Limited and Falkirk Council agreed that assets of the Pension Fund in respect of Trust employees and former employees shall, at all times, be notionally allocated to Falkirk Council and the liabilities of the Pension Fund shall, at all times, be the responsibility of Falkirk Council and not Falkirk Community Trust. As a consequence of this agreement there is no requirement to disclose pension assets and liabilities in the accounts of Falkirk Community Trading Limited.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 25 (2016 - 21).

4. STOCKS

	31.3.17	31.3.16
	£	£
Stocks	<u>73,357</u>	<u>65,417</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2017

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31.3.17	31.3.16
	£	£
Trade debtors	16,469	27,941
Amounts owed by group undertakings	<u>10,086</u>	<u>-</u>
	<u>26,555</u>	<u>27,941</u>
6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31.3.17	31.3.16
	£	£
Trade creditors	93,565	82,694
Amounts owed to group undertakings	-	17,020
Amounts owed to related parties	6,236	7,905
Social security and other taxes	9,488	7,506
Accruals and deferred income	<u>3,029</u>	<u>2,301</u>
	<u>112,318</u>	<u>117,426</u>

7. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with its parent company Falkirk Community Trust Limited which prepares consolidated accounts.

The company is related to Falkirk Council by virtue of Falkirk councillors being directors of the parent company Falkirk Community Trust Limited. Recharges for expenses paid on the company's behalf have been made in the year and the company owed £6,236 (2016 - £7,905) to Falkirk Council at 31 March 2017. This amount is after setting-off an amount owed by Falkirk Council to the Company of £3,683.

Falkirk Community Trading Limited

Trading and Profit and Loss Account
for the Year Ended 31 March 2017

	31.3.17		31.3.16	
	£	£	£	£
Sales		1,770,790		1,364,496
Cost of sales				
Materials and supplies	1,185		2,626	
Resaleable items	214,705		129,484	
Vending machine supplies	58,932		59,570	
Catering supplies	397,939		342,032	
Wages	577,435		511,378	
Social security	23,446		13,189	
Pensions	89,945		85,043	
		<u>1,363,587</u>		<u>1,143,322</u>
GROSS PROFIT		407,203		221,174
Establishment costs				
Utilities	3,224		2,410	
Property repairs	59,027		967	
Cleaning and laundry	8,254		3,806	
		<u>70,505</u>		<u>7,183</u>
		336,698		213,991
Administrative expenses				
Equipment repairs	33,489		38,194	
Hire of equipment	178		142	
Subscriptions and licences	4,035		3,372	
Other expenses	22,720		10,833	
Charitable donations	269,242		159,450	
Legal fees	5,034		-	
Auditors' remuneration	2,000		2,000	
		<u>336,698</u>		<u>213,991</u>
NET PROFIT		<u>-</u>		<u>-</u>