

Annual Return (AR30) form

Society Name: Dunbar Community Bakery Limited

Society Num: 2714 RS

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

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

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

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

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

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

30/11/2019

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

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

Name of Director	Month of Birth	Year of Birth
Isobel Knox	Jan	1958
Alan Nicholson	Oct	1967
Jo McNamara	May	1953

Jacquie Bell

May

1958

Chrisann Morrison

Mar

1976

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

All directors are aged 16 or over

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

No director is disqualified

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

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

N/A

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

Societies must have a secretary

Name of Secretary

Month of Birth

Year of Birth

Alan Nicholson

Oct

1967

4.1 Please confirm that:

accounts are being submitted with this form

the accounts comply with relevant statutory and accounting requirements

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

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

Number of members

1024

Turnover

268484

Assets

21354

Number of Employees

10

Share Capital

76636

Highest rate of interest paid on shares

0

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

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

SIC Code

Manufacture of bread; manufacture of fresh pastry goods and cakes (10710)

*

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

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

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

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

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

We have complied with the audit requirements

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

- Yes
- Not applicable

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

- Yes
- No

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

- Registered
- Not applicable

5.6 Is the society a housing association?

- No
- Yes

6.1 Is the society a subsidiary of another society?

- Yes
- No

6.2 Does the society have one or more subsidiaries?

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

- Yes
- No

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

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

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

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

7.1 Condition for Registration

- Co-operative society
- Community Benefits society

Community benefit societies must answer the following questions in relation to the financial year covered by this return.

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

For example, did you provide social housing, run an amateur sports club etc.

Community-based artisan bakery providing bread, pastry products and savouries for the benefit of the people of Dunbar and its environs.

7B.2 Please describe the benefits to the community the society delivered?

Here we are looking to see what the benefits to the community were. Community can be said to be the community at large. For example, did you relieve poverty or homelessness through the provision of social housing.

Quality, fairly priced bakery products.
Employment opportunities and training opportunities for school leavers and young people.
Surplus product donated to local food bank.

7B.3 Please describe how the society's business delivered these benefits?

The business of the society must be conducted for the benefit of the community. Please describe how the society's business (as described in answer to question 7B.1) provided benefit to the community.

The Society works with Dunbar High School to offer training and employment opportunities to local school leavers and with The Ridge, a Dunbar based social enterprise helping young and vulnerable people. The Society supports local events such as Gala Week and RNLi Lifeboat day as well as other events across East Lothian such as the Scottish National Airshow (East Fortune) and North Berwick Highland Games. The Society also provides retail sales supporting several local retailers and others across East Lothian's rural communities including other community-led enterprises such as the Humber Community Hub.

7B.4 Did the society work with a specific community, and if so, please describe it here?

For instance, were the society's activities confined to a specific location; or to a specific group of people? Please note that in serving the needs of any defined community, the society should not inhibit the benefit to the community at large.

Dunbar and its environs, with retail opportunities across wider East Lothian

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

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

Any surplus is used to repay loans from shareholders and the Co-operative Bank

7B.6 Please state any significant commercial arrangements that the society has, or had, with any other organisation that could create, or be perceived as creating, a conflict of interest.

Please tell us how you ensured that any such conflict of interest did not prevent the society from acting for the benefit of the community.

N/A

Dunbar Community Bakery Limited
Management Committee Report and Accounts
for the year ended 30 November 2019

Dunbar Community Bakery Limited

Company information

Committee	Isobel Knox Chair Chrisann Morrison Treasurer Allan Nicholson Secretary Jo McNamara Jacqueline Bell
Company number	SP002714
Registered office	60 High Street Dunbar East Lothian EH42 1JH
Accountants	Belhaven Accounting 3 Springfield Dunbar EH42 1UE
Bankers	Royal Bank Of Scotland Haddington Branch 32 Court Street Harrington EH41 3NS

Dunbar Community Bakery Limited

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The Dunbar Community Bakery Limited

Directors' report

for the year ended 30 November 2019

The Management Committee present their report and the financial statements for the year ended 30 November 2019. The Management Committee recommends that no dividend be paid in this period. Principal activity Dunbar Community Bakery Limited is a Community Co-operative with the objects of carrying out any trade, business or service which may seem to the Co-operative to be conducive to its interests generally and to the interests of the Community it is established to serve. Corporate Status The Society is incorporated with limited liability under the Industrial and Provident Societies Act 1965 to 2003. Net profits shall be applied as follows in such proportions and in such manner as may be decided by the Co-operative at the Annual General Meeting.

- a. First to a general reserve for the continuation and development of the Co-operative
- b. Secondly in paying dividends on issued share capital at a rate not exceeding 10%
- c. Thirdly in making payments for social or charitable purposes within the community served by the

Management Committee

The Committee comprises not less than 3 and not more than 15 members. Only members of the co-operative and representatives of organisations which are members may stand for election. New committee members are to be elected in accordance with procedures established by the co-operative. Generally committee members hold office until the next AGM following their election. Retiring members are eligible for re-election.

Statement of Management Committee Responsibilities

We are required by law to prepare financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Policies, which give a true and fair view of the state of affairs of the Society at the end of the financial year and of the result for the period to that date. In preparing those financial statements we are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is not appropriate to presume that the Society will continue in business.

We are responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the Society and to enable us to ensure that the financial statements comply with the Industrial and Provident Act 1965 and the Friendly and Industrial and Provident Societies Act 1968. We are also responsible for safeguarding the assets of the Society and for taking reasonable steps for the prevention and detection of fraud and other irregularities, such as money laundering.

Dunbar Community Bakery Limited

Directors' report

for the year ended 30 November 2019

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Going Concern

We are satisfied that the Society has adequate resources to operate as a going concern for the foreseeable future. The Management of Risk We are satisfied that the Society has a sound system of internal control to safeguard its assets and funds. The system of internal control is intended to manage rather than eliminate risks, and to give reasonable rather than absolute assurance. The Society operates a system of internal controls which are designed to mitigate these risks. The procedures used by the Management Committee to monitor the Society and its internal control system include:

- An original business plan, which is being revised over time as the evolving situation dictates.
- Regular reporting of actual performance in terms of income and expenditure at monthly committee meetings.
- Annual review of the major risks to which the Society is exposed and the steps taken by management to mitigate those risks.
- The compilation and publication of annual financial accounts, which are reviewed by the committee. As noted above, at least once a year, the committee reviews the major risks to which the Society is exposed, and the measures taken to mitigate these risks. The Management Committee identified the following categories as most significant:
 - Fraud and misappropriation of assets - Insufficient capital to continue trading - Completeness of accounts - "Ultra Vires" decisions being made during formal meetings

The Management Committee exercise their responsibilities for risk management primarily through receiving and considering reports from management at their regular board meetings.

This report was approved by the Management Committee on and signed on its behalf by

Alan Nicholson
Secretary

Registered Office 60 High Street
Dunbar
EH41 1JH

Dunbar Community Bakery Limited

Accounting Report

Basis of Opinion Our work was conducted in accordance with the Statements of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the Society, and making such limited enquiries of the officers of the Society as we considered necessary for the purposes of this report. These procedures provide the only assurance expressed in our opinion. Unqualified Opinion In our opinion:

(a) the income and expenditure account and the balance sheet, are in agreement with the accounting records kept by the Society under s.1 of the Friendly and Industrial and Provident Societies Act 1968.

(b) having regard to, and on the basis of, the information contained in those accounting records, the 'income and expenditure account' and balance sheet have been drawn up in a manner consistent with the accounting requirements of the Industrial and Provident Societies Act 1965 and the Friendly and Industrial Provident Societies Act 1968.

(c) the Society satisfied the conditions for exemption from an audit of the financial statements for the year specified in s4(a)(1) of the Friendly and Industrial and Provident Societies Act 1968, and did not, at any time within that year, fall within any of the categories not entitled to the exemption specified in S4(a)(3) of the Friendly and Industrial and Provident Societies Act 1968.

Belhaven Accounting
3 Springfield
Dunbar
EH42 1UE

Dunbar Community Bakery Limited Society

Profit and loss account

for the year ended 30 November 2019

	2019		2018	
	£	£	£	£
Turnover		253,616		270,484
Cost of sales				
Opening stock	3,000		2,500	
Purchases	67,140		74,201	
Closing stock	<u>(1,200)</u>		<u>(3,000)</u>	
		(68,940)		(73,701)
Gross Profit		184,676		196,783
Administrative expenses				
Wages and salaries	122,589		115,879	
Employer's NI contributions	2,200		1,822	
Staff def. ben. scheme current service cost	4,506		2,617	
Rent payable	7,800		9,057	
Rates	-		4,808	
Insurance	810		901	
Light and heat	12,122		7,694	
Cleaning	853		2,799	
Repairs and maintenance	2,858		13,421	
Printing, postage and stationery	102		1,077	
Advertising	281		50	
Telephone	415		582	
Computer costs	-		225	
Equipment	672		60	
Legal and professional	5,095		5,360	
Accountancy	-		4,280	
Bank charges	2,582		2,226	
Credit card charges	-		349	
Bad debts	-		362	
Consumables	6,260		1,466	
General expenses	2,041		(1,842)	
Charitable donations - other	50		50	
Subscriptions	660		568	
Amortisation on short leasehold	2,705		2,705	
Depreciation on fixtures & equipment	<u>2,734</u>		<u>2,734</u>	
		<u>177,334</u>		<u>179,250</u>
Operating profit		<u>7,342</u>		<u>17,533</u>
Other income receivable				
Grants received	-		-	
		-		-
Interest payable				
Interest on loans repayable in more than 5 years	2,498		2,498	
		<u>(2,498)</u>		<u>(2,498)</u>
Net profit for the year		<u>4,844</u>		<u>15,035</u>

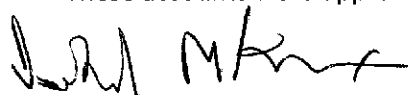
Dunbar Community Bakery Limited Society

Balance Sheet


for the year ended 30 November 2019

	2019	2018
	£	£
Fixed assets		
Tangible assets	60,006	59,603
Current assets		
Stocks	1,200	3,000
Debtors	9,738	14,859
Cash at bank and in hand	<u>8,616</u>	<u>19,506</u>
	19,554	37,365
Creditors:		
amounts falling due within one year	(2,298)	(16,813)
Net current assets	17,256	20,552
Total assets less current liabilities	77,262	80,155
Creditors:		
amounts falling due after more than one year	(13,440)	(37,897)
Net assets	<u>63,822</u>	<u>42,258</u>
Capital and reserves		
Called up share capital	93,356	76,636
Profit and loss account	<u>(29,534)</u>	<u>(34,378)</u>
Shareholders' funds	<u>63,822</u>	<u>42,258</u>

These accounts were approved by the Management Committee and authorised for issue on


Isobel Knox
Chair


Chrisann Morrison
Treasurer


Alan R. NICHOLSON
SECRETARY.