

**NUDGE COMMUNITY BUILDERS LIMITED
DIRECTORS' REPORT AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

Nudge Community Builders Limited
Directors' Report and Financial Statements
For The Year Ended 31 March 2022

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Nudge Community Builders Limited
Society Information
For The Year Ended 31 March 2022

Directors

Wendy Hart
Hannah Sloggett
Patrick Knight
Susan Johns
Mary Embleton
Andi Higginson
William Braddon
Kitty McEwan

Society Number

7632

Registered Office

Union Street
96 Union Street
Plymouth
PL1 3EZ

Accountants

Third Sector Accountancy Limited
Chartered Accountants and Registered Auditors
Holyoake House
Hanover Street
Manchester
M60 0AS

Nudge Community Builders Limited
Society No. 7632
Directors' Report For The Year Ended 31 March 2022

The directors present their report and the financial statements for the year ended 31 March 2022.

Statement of Directors' Responsibilities

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

Society 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). Under society 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 society and of the profit or loss of the society for that period. In preparing the financial statements the directors 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 directors are 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.

Directors

The directors who held office during the year were as follows:

Wendy Hart

Hannah Sloggett

Patrick Knight

Susan Johns

Mary Embleton

Andi Higginson

William Braddon

Kitty McEwan

By order of the board

Date

**Nudge Community Builders Limited
Accountant's Report
For The Year Ended 31 March 2022**

Chartered Accountant's report to the directors on the preparation of the unaudited statutory accounts of Nudge Community Builders Limited for the year ended 31 March 2022

In order to assist you to fulfil your duties under the Co-operative and Community Benefit Societies Act 2014, I have prepared for your approval the accounts of Nudge Community Builders Limited for the year ended 31 March 2022 which comprise the Revenue Account, the Balance Sheet and the related notes from the society's accounting records and from information and explanations you have given to us.

As a practising member of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the directors of Nudge Community Builders Limited, as a body, in accordance with the terms of our engagement letter dated . Our work has been undertaken solely to prepare for your approval the accounts of Nudge Community Builders Limited and state those matters that we have agreed to state to the directors of Nudge Community Builders Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Nudge Community Builders Limited and its directors, as a body, for our work or for this report.

It is your duty to ensure that Nudge Community Builders Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit or loss of Nudge Community Builders Limited. You consider that Nudge Community Builders Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit of the accounts of Nudge Community Builders Limited. 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 financial statements.

Signed

Date

Third Sector Accountancy Limited
Chartered Accountants and Registered Auditors
Holyoake House
Hanover Street
Manchester
M60 0AS

Nudge Community Builders Limited
Revenue Account
For The Year Ended 31 March 2022

| | Notes | 2022 £ | 2021 £ |
|--|-------|----------------|---------------|
| TURNOVER | | 107,848 | 57,642 |
| Cost of sales | | (5,432) | (24,583) |
| GROSS PROFIT | | 102,416 | 33,059 |
| Administrative expenses | | (698,650) | (242,956) |
| Other operating income | | 605,590 | 308,140 |
| OPERATING PROFIT | | 9,356 | 98,243 |
| Interest payable and similar charges | | (7) | - |
| PROFIT BEFORE TAXATION | | 9,349 | 98,243 |
| Tax on Profit | | 4,671 | (22,062) |
| PROFIT AFTER TAXATION BEING PROFIT FOR THE FINANCIAL YEAR | | 14,020 | 76,181 |

The notes on pages 7 to 10 form part of these financial statements.

Nudge Community Builders Limited
Balance Sheet
As at 31 March 2022

| | Notes | 2022 | | 2021 | |
|--|-------|---------|------------------|---------|------------------|
| | | £ | £ | £ | £ |
| FIXED ASSETS | | | | | |
| Tangible Assets | 3 | | 681,504 | | 697,300 |
| | | | 681,504 | | 697,300 |
| CURRENT ASSETS | | | | | |
| Debtors | 4 | 44,429 | | 19,750 | |
| Cash at bank and in hand | | 138,126 | | 130,841 | |
| | | | 182,555 | | 150,591 |
| Creditors: Amounts Falling Due Within One Year | 5 | | (142,529) | | (419,355) |
| NET CURRENT ASSETS (LIABILITIES) | | | 40,026 | | (268,764) |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 721,530 | | 428,536 |
| Creditors: Amounts Falling Due After More Than One Year | 6 | | (199,500) | | (146,500) |
| PROVISIONS FOR LIABILITIES | | | | | |
| Deferred Taxation | | | - | | (6,566) |
| NET ASSETS | | | 522,030 | | 275,470 |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 7 | | 449,908 | | 208,428 |
| Revenue Account | | | 72,122 | | 67,042 |
| SHAREHOLDERS' FUNDS | | | 522,030 | | 275,470 |

The notes on pages 7 to 10 form part of these financial statements.

For the year ending 31 March 2022 the society was entitled to disapply the requirement to have its financial statements for the financial year audited. The members passed a resolution in general meeting to disapply the audit requirement, as required by S84(2) Co-operative and Community Benefit Societies Act 2014.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Approved by the board on _____ and signed on their behalf by:

(NAME, Director)

(NAME, Director)

(NAME, Secretary)

Nudge Community Builders Limited
Statement of Changes in Equity
For The Year Ended 31 March 2022

| | Share Capital | Revenue Account | Total |
|--|--------------------------|----------------------------|--------------|
| | £ | £ | £ |
| As at 1 April 2020 | 203,500 | 395 | 203,895 |
| Profit for the year and total comprehensive income | - | 76,181 | 76,181 |
| Interest paid on members' shares | - | (9,534) | (9,534) |
| New shares issued to members | 4,928 | - | 4,928 |
| As at 31 March 2021 and 1 April 2021 | 208,428 | 67,042 | 275,470 |
| Profit for the year and total comprehensive income | - | 14,020 | 14,020 |
| Interest paid on members' shares | - | (6,260) | (6,260) |
| New shares issued to members | 258,680 | - | 258,680 |
| Members' shares withdrawn | (17,200) | - | (17,200) |
| Share issue costs net of grant | - | (2,680) | (2,680) |
| As at 31 March 2022 | 449,908 | 72,122 | 522,030 |

Nudge Community Builders Limited
Notes to the Financial Statements
For The Year Ended 31 March 2022

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Co-operative and Community Benefit Societies Act 2014.

1.2. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

Rendering of services

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

1.3. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

| | |
|-------------------|----------------------|
| Freehold | 2% reducing balance |
| Leasehold | 2% reducing balance |
| Plant & Machinery | 25% reducing balance |

Nudge Community Builders Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2022

1.4. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The society's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and assets reflect the tax consequences that would follow from the manner in which the Society expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

2. Average Number of Employees

Average number of employees, including directors, during the year was as follows: 5 (2021: 5)

Nudge Community Builders Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2022

3. Tangible Assets

| | Land & Property | | | Total |
|----------------------------|----------------------------|------------------|------------------------------|----------------|
| | Freehold | Leasehold | Plant & Machinery | |
| | £ | £ | £ | |
| Cost | | | | |
| As at 1 April 2021 | 664,420 | 41,573 | 19,868 | 725,861 |
| Additions | - | - | 867 | 867 |
| As at 31 March 2022 | <u>664,420</u> | <u>41,573</u> | <u>20,735</u> | <u>726,728</u> |
| Depreciation | | | | |
| As at 1 April 2021 | 18,732 | 832 | 8,997 | 28,561 |
| Provided during the period | 12,914 | 815 | 2,934 | 16,663 |
| As at 31 March 2022 | <u>31,646</u> | <u>1,647</u> | <u>11,931</u> | <u>45,224</u> |
| Net Book Value | | | | |
| As at 31 March 2022 | <u>632,774</u> | <u>39,926</u> | <u>8,804</u> | <u>681,504</u> |
| As at 1 April 2021 | <u>645,688</u> | <u>40,741</u> | <u>10,871</u> | <u>697,300</u> |

4. Debtors

| | 2022 | 2021 |
|--------------------------------|----------------------|----------------------|
| | £ | £ |
| Due within one year | | |
| Trade debtors | 9,415 | 7,426 |
| Prepayments and accrued income | 35,014 | 1,875 |
| Other debtors | - | 10,449 |
| | <u>44,429</u> | <u>19,750</u> |

5. Creditors: Amounts Falling Due Within One Year

| | 2022 | 2021 |
|----------------------------------|-----------------------|-----------------------|
| | £ | £ |
| Trade creditors | 1,293 | 1,655 |
| Corporation tax | 1,544 | 17,310 |
| Other taxes and social security | 614 | 3,961 |
| Other loans | 12,000 | 297,000 |
| Deferred income - revenue grants | 123,796 | 89,062 |
| Accruals and deferred income | 3,282 | 10,367 |
| | <u>142,529</u> | <u>419,355</u> |

Nudge Community Builders Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2022

6. Creditors: Amounts Falling Due After More Than One Year

| | 2022 | 2021 |
|----------------|-----------------------|-----------------------|
| | £ | £ |
| Other loan | 77,000 | 24,000 |
| Capital grants | 122,500 | 122,500 |
| | <u>199,500</u> | <u>146,500</u> |

7. Share Capital

| | 2022 | 2021 |
|-----------------|----------------|----------------|
| Members' shares | 449,908 | 208,428 |
| | <u>449,908</u> | <u>208,428</u> |

8. General Information

Nudge Community Builders Limited is a community benefit society, limited by shares, incorporated in England & Wales, registered number 7632. The registered office is Union Street, 96 Union Street, Plymouth, PL1 3EZ.

Nudge Community Builders Limited
Detailed Revenue Account
For The Year Ended 31 March 2022

| | 2022 | | 2021 | |
|---|-------------|----------------|-------------|-----------------|
| | £ | £ | £ | £ |
| TURNOVER | | | | |
| Consultancy | | 35,397 | | 11,532 |
| Sales | | 653 | | 27,664 |
| Rental income | | 71,798 | | 18,446 |
| | | 107,848 | | 57,642 |
| COST OF SALES | | | | |
| Direct costs | 2,034 | | 24,583 | |
| Wages and salaries | 3,346 | | - | |
| Other direct costs | 52 | | - | |
| | | (5,432) | | (24,583) |
| GROSS PROFIT | | 102,416 | | 33,059 |
| Administrative Expenses | | | | |
| Wages and salaries | 142,541 | | 141,797 | |
| Employers NI | 16,082 | | - | |
| Employers pensions - defined contributions scheme | 3,214 | | - | |
| Staff training | 5,058 | | 1,305 | |
| Staff entertaining | - | | 225 | |
| Travel and subsistence expenses | 1,994 | | - | |
| Rent and rates | 17,400 | | 22,246 | |
| Rates | 3,891 | | - | |
| Light and heat | 18,435 | | 10,261 | |
| Repairs and maintenance | 48,351 | | 19,356 | |
| Cleaning | 3,992 | | 3,594 | |
| Computer software, consumables and maintenance | 1,874 | | 35 | |
| Insurance | 3,552 | | 2,851 | |
| Printing, postage and stationery | 3,310 | | 806 | |
| Advertising and marketing costs | 561 | | 9,147 | |
| Telecommunications and data costs | 2,100 | | - | |
| Telecommunications | - | | 2,013 | |
| Accountancy fees | 4,158 | | 2,966 | |
| Legal and professional fees | 8,615 | | 6,611 | |
| Consultancy fees | 37,867 | | - | |
| Subscriptions | 561 | | - | |
| Bank charges | 3,784 | | 110 | |
| Bad debts written off | 5,261 | | 1,731 | |
| Depreciation | 16,663 | | 17,633 | |

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Nudge Community Builders Limited
Detailed Revenue Account (continued)
For The Year Ended 31 March 2022

| | | |
|--|------------------|------------------|
| Entertaining | 1,220 | - |
| Sundry expenses | 9,463 | 269 |
| CCC activity | 25,414 | - |
| Grants paid out | 302,700 | - |
| Equipment expensed | 666 | - |
| Workshops and activities | 9,923 | - |
| | <u>(698,650)</u> | <u>(242,956)</u> |
| Other Operating Income | | |
| Grants and subsidies received | 605,705 | 308,140 |
| Donations | (115) | - |
| | <u>605,590</u> | <u>308,140</u> |
| OPERATING PROFIT | 9,356 | 98,243 |
| Interest payable and similar expenses | | |
| Bank interest payable | 7 | - |
| | <u>(7)</u> | <u>-</u> |
| PROFIT BEFORE TAXATION | 9,349 | 98,243 |
| Tax on Profit | | |
| Corporation tax charge | 1,895 | 17,310 |
| Deferred taxation - Origination and reversal of timing differences | (6,566) | 4,752 |
| | <u>4,671</u> | <u>(22,062)</u> |
| PROFIT AFTER TAXATION BEING PROFIT FOR THE FINANCIAL YEAR | 14,020 | 76,181 |