

COMPANY REGISTRATION NUMBER: 04736751
CHARITY REGISTRATION NUMBER: 1108074

Frome Cheese & Grain Limited
Company Limited by Guarantee
Unaudited Financial Statements
31 March 2021

BURTON SWEET LIMITED

Chartered Accountants
Cooper House
Lower Charlton Estate
Shepton Mallet
Somerset
BA4 5QE

Frome Cheese & Grain Limited

Reference & administration information

Year ended 31 March 2021

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2021.

Registered charity name	Frome Cheese & Grain Limited	
Charity registration number	1108074	
Company registration number	04736751	
Principal office and registered office	Cheese & Grain Market Yard Frome Somerset BA11 1BE	
The trustees	D Grimes (Chair)	(appointed 20 March 2021)
	M Peel	
	N F Waterhouse	
	J B Birkett-Smith (Treasurer)	
	M Hayden	(appointed 20 March 2021)
	P Hinton	(appointed 20 March 2021)
	S Mcleod	(appointed 20 March 2021)
	P Collins	(resigned 20 March 2021)
	N J Hindley	
	M Southwood	
	R Ackroyd	
	S Middle	(appointed 20 March 2021)
	A Branston	(resigned 21 April 2021)
Company secretary	S Macarthur	
Accountants	Burton Sweet Limited Chartered Accountants Cooper House Lower Charlton Estate Shepton Mallet Somerset BA4 5QE	

Frome Cheese & Grain Limited

Trustees' Annual Report

Year ended 31 March 2021

Objectives and activities

The company's objects are:

(a) to advance education, to run a community hall and to promote, for the benefit of the inhabitants of the Parish of Frome together with the Parishes of Beckington, Berkley, Buckland, Dinham, Coleford, Frome Selwood, Great Elm, Hemmington, Kilmersdon, Leigh on Mendip, Lullington, Mells, Norton St Philip, Nunney, Rode, Tellisford, Trudoxhill, Wanstrow, Whatley and Witham Friary ("the area of benefit") without distinction of sex, sexual orientation, age, disability, nationality, race or political, religious or other opinions, the provision of facilities for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances, or for the public at large in the interests of social welfare and with the object of improving the conditions of life of the said inhabitants;

(b) to promote for the public benefit urban or rural regeneration in areas of social and economic deprivation by all or any of the following means:

(i) the provision of recreational facilities for the public at large or those who by reason of their youth, age, infirmity or disablement, poverty, or social and economic circumstances, have need of such facilities

(ii) the maintenance, improvement, or provision of public amenities

(iii) the provision of space and facilities that will create education, training, and employment opportunities for local people

(iv) the preservation of buildings or sites of historic or architectural importance

Achievements and performance

The Covid pandemic has meant that the Cheese and Grain venue was closed for the entire financial year April 2020 to March 2021. The only exception was the C&G's recording studio which (a) operated on a social enterprise basis, providing recording and sound engineering opportunities that in turn funded (b), a body of "on-line" music-based youth work, keeping in touch with several hundred young people at a very challenging time for them.

The lockdown closure meant trustees focused on raising grants and loans to keep the building in a safe and good condition and to sustain and support, as far as possible, the workforce. The Covid related closure provided opportunities for internal maintenance work and improvements, which, because for the closure, could be carried out without business interruption.

Financial review

The Trustees were able to secure sufficient grant income to guarantee liquidity throughout the Covid 19 lockdowns and the subsequent closure of the venue throughout the 2020/21 financial year. By postponing rather than cancelling performances, events, and activities the Board of Trustees was able maintain its workforce, keep the venue and its fittings and equipment in good order enabling the venue to reopen and return to normal operation.

Public Benefit

The Trustees have complied with their duty under the Charities Act 2011 to have due regard to Public Benefit guidance published by the Charity Commission.

Frome Cheese & Grain Limited

Independent Examiner's Report to the Trustees of Frome Cheese & Grain Limited

Year ended 31 March 2021

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2021.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Joshua Kingston ACA
Burton Sweet Limited
Chartered Accountants
Cooper House
Lower Charlton Estate
Shepton Mallet
Somerset
BA4 5QE

Date:.....

FROME CHEESE & GRAIN LIMITED**BALANCE SHEET****AS AT 31 MARCH 2021****Company number: 04736751**

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	14	91,590	114,616
Investments	15	200	200
		<u>91,790</u>	<u>114,816</u>
Current assets			
Debtors	16	65,391	56,903
Cash at bank and in hand		19,682	5,070
		<u>85,073</u>	<u>61,973</u>
Liabilities			
Creditors : amounts falling due within one year	17	(44,862)	(55,839)
Net current assets		<u>40,211</u>	<u>6,134</u>
Total assets less current liabilities		<u>132,001</u>	<u>120,950</u>
Creditors : amounts falling due after more than one year	18	(134,815)	(118,234)
Net assets		<u>(2,814)</u>	<u>2,716</u>
FUNDS			
Unrestricted funds	19	(2,814)	2,716
Total funds		<u>(2,814)</u>	<u>2,716</u>

For the year ending 31 March 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Trustees responsibilities:

- The members have not required the charity to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the Trustees on 21/10/21 and are signed on their behalf by:

D Grimes (Chair)
Trustee

The notes on pages 8 to 19 form part of these financial statements

FROME CHEESE & GRAIN LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

3 Accounting Policies (*continued*)

Income

All income is included in the Statement of Financial Activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- Income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably
- Legacy income is recognised when receipt is probable and entitlement is established.
- Income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- Income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the Statement of Financial Activities to which it relates:

- Expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- Expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- Charitable activities include direct expenditure on the tower project.
- Other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

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.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

FROME CHEESE & GRAIN LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2021

3 Accounting policies (*continued*)

Financial Instruments

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

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

FROME CHEESE & GRAIN LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2021

7 Income from: Other trading activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £ (Restated)	Total Funds 2020 £ (Restated)
Café / Bar Rent	-	-	55,224	55,224
Café / Bar Commission	-	-	70,366	70,366
	<u>-</u>	<u>-</u>	<u>125,590</u>	<u>125,590</u>

8 Expenditure on charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Cheese & Grain Community Centre			
Direct costs	346,099	-	346,099
Support costs	16,101	-	16,101
	<u>362,200</u>	<u>-</u>	<u>362,200</u>

Prior year

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Cheese & Grain Community Centre			
Direct costs	483,320	16,407	499,727
Support costs	21,060	-	21,060
	<u>504,380</u>	<u>16,407</u>	<u>520,787</u>

9 Support costs

	2021	2020
Computing and software	4,676	5,166
Telephone	4,600	2,566
Admin costs	856	6,410
Legal and professional	61	60
Staff welfare	249	872
Bank interest and charges	341	1,244
Loan interest	1,213	1,296
Governance costs	4,105	2,820
Travel costs	-	626
	<u>16,101</u>	<u>21,060</u>

FROME CHEESE & GRAIN LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2021

13 Statement of Financial Activities comparative figures

For the year ended 31 March 2020	Unrestricted Funds	Restricted Funds	Total Funds 2020
	£	£	£
Donations & Legacies	12,649	7,230	19,879
Charitable activities	194,954	-	194,954
Other trading activities Other income	150,176	-	150,176
Other	80,169	-	80,169
Total income	437,948	7,230	445,178
Expenditure on:			
			-
Charitable activities	(504,380)	(16,407)	(520,787)
Total expenditure	(504,380)	(16,407)	(520,787)
Transfer between funds	(377)	377	-
Net income/(expenditure) for the year and net movement in funds	(66,809)	(8,800)	(75,609)
Total funds at start of year	69,525	8,800	78,325
Total funds at end of year	2,716	-	2,716

FROME CHEESE & GRAIN LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2021

16 Debtors

	2021	2020
	£	£
Trade debtors	40,552	47,768
Prepayments and accrued income	2,356	7,865
Other debtors	22,483	1,270
	<u>65,391</u>	<u>56,903</u>

17 Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	9,289	27,998
Accruals & deferred income	3,179	3,254
Social security and other taxes	2,943	3,625
Other creditors	29,451	20,962
	<u>44,862</u>	<u>55,839</u>

18 Creditors: amounts falling due after one year

	2021	2020
	£	£
Frome Town Council Loan	1,082	1,082
Frome Cheese Grain Trading Company Limited	60,706	84,706
Frome Town Council: Coronavirus Loan:	-	16,000
Somerset Community Loan	23,027	16,446
Bounce Back Loan	50,000	-
	<u>134,815</u>	<u>118,234</u>

HSBC bank hold a fixed and floating charge over the undertaking and all property and assets present and future including goodwill book debts uncalled capital buildings fixtures fixed plant and machinery.

FROME CHEESE & GRAIN LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2021

20 Related party transactions

Included in trade debtors is £39,358 (2020: £43,858) current trade debt, and within Other debtors is a loan due within one year £21,763 (2020:£0) due from Grain Hospitality Limited, a wholly-owned subsidiary.

Included in creditors is a loan of £60,706 (2020: £84,706) from Frome Cheese and Grain Trading Company Limited a wholly-owned subsidiary.