

Company no.  
05670633

The Co-operative Loan Fund Limited

Report and Financial Statements

31 December 2013

# **The Co-operative Loan Fund Limited**

## **Company Information**

### **Directors**

S Hindle  
L Gardner  
B Hodgson  
J Pendle  
D Pownall  
L Ward

### **Secretary**

I Rothwell

### **Auditors**

Godfrey Wilson Limited  
5.11 Paintworks  
Bath Road  
Bristol  
BS4 3EH

### **Registered office**

Brunswick Court  
Brunswick Square  
Bristol  
BS2 8PE

### **Registered number**

05670633

# **The Co-operative Loan Fund Limited**

**Registered number:**

**05670633**

## **Directors' Report**

The directors present their report and accounts for the year ended 31 December 2013.

### **Principal activities**

The company's principal activity during the year continued to be the provision of loans to common ownership companies and co-operatives and also to be a vehicle for channelling loans from public funds to such enterprises.

### **Directors**

The following persons served as directors during the year:

S Hindle  
L Gardner  
B Hodgson  
J Pendle  
D Pownall  
L Ward

### **Directors' responsibilities**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the directors as at the balance sheet date and of the profit or loss for the year then ended.

In preparing those financial statements which give a true and fair view, the directors should follow best practice and:

- 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 inappropriate to assume that the company will continue on that basis.

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the society and to enable it to ensure that the financial statements comply with the Companies Act 1965. 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.

The directors confirm that to the best of their knowledge there is no information relevant to the audit of which the auditors are unaware. The directors also confirm that they have taken all necessary steps to ensure that they themselves are aware of all relevant audit information and that this information has been communicated to the auditors.

### **Auditors**

Godfrey Wilson Ltd were appointed as the company's auditors during the year and have expressed their willingness to act in that capacity.

Approved by the directors on 24 April 2014

I Rothwell  
Secretary

# **The Co-operative Loan Fund Limited**

## **Independent auditors' report**

### **to the members of The Co-operative Loan Fund Limited**

We have audited the accounts of The Co-operative Loan Fund Limited for the year ended 31 December 2013 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard For Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 an auditors' 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 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, the directors are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the accounts 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 (APB's) Ethical Standards for Auditors.

In accordance with the exemption provided by APB Ethical Standard - Provisions Available for Smaller Entities (Revised), we have prepared and submitted the company's returns to the tax authorities and assisted with the preparation of the accounts.

#### **Scope of the audit of the accounts**

A description of the scope of an audit of financial statements is provided on the APB's website at [www.frc.org.uk/apb/scope/private.cfm](http://www.frc.org.uk/apb/scope/private.cfm)

#### **Opinion on the accounts**

In our opinion the accounts:

- give a true and fair view of the state of the company's affairs as at 31 December 2013 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Opinion on other matters prescribed by the Companies Act 2006**

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

#### **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 accounts 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 accounts and the directors' report in accordance with the small companies regime.

Robert Wilson FCA

(Senior Statutory Auditor)

for and on behalf of

Godfrey Wilson Limited

Chartered Accountants and Statutory Auditors

5.11 Paintworks

Bath Road

Bristol

BS4 3EH

24 April 2014

**The Co-operative Loan Fund Limited**  
**Income and Expenditure account**  
**for the year ended 31 December 2013**

		Restricted			
		Loan	General	Total	Total
		Funds	Reserve	Funds	Funds
	Note	2013	2013	2013	2012
		£	£	£	£
<b>Income</b>					
Turnover		-	67,769	67,769	64,752
Capital grants for lending activities	2	-	-	-	30,000
Interest receivable		-	1,844	1,844	2,864
<b>Total income</b>		-	69,613	69,613	97,616
<b>Expenditure</b>					
General administrative expenses:					
General provision for loan losses		1,869	-	1,869	(164)
Specific provision for loan losses		26,388	-	26,388	-
Sundry expenses		-	1,850	1,850	3,907
Legal and professional costs:					
Audit fees			2,240	2,240	2,400
Management charges payable		-	43,095	43,095	52,573
Advertising and PR		-	9,900	9,900	7,386
Other legal and professional		-	1,800	1,800	-
<b>Total expenditure</b>		28,257	58,885	87,142	66,102
Net income/(expenditure) before tax and transfers		(28,257)	10,728	(17,529)	31,514
Tax on profit on ordinary activities		-	-	-	-
Total reserves brought forward		1,531,474	61,484	1,592,958	1,561,444
<b>Total reserves at 31 December 2013</b>		<u>£ 1,503,217</u>	<u>£ 72,212</u>	<u>£ 1,575,429</u>	<u>£ 1,592,958</u>

# The Co-operative Loan Fund Limited

## Balance Sheet

as at 31 December 2013

	Notes	2013 £	2012 £
<b>Fixed assets</b>			
Investments	5	60,195	-
<b>Current assets</b>			
Debtors due within one year	6	267,611	295,429
Debtors due after one year	6	706,326	614,780
Cash at bank and in hand		543,037	685,149
		<u>1,516,974</u>	<u>1,595,358</u>
<b>Creditors: amounts falling due within one year</b>	7	(1,740)	(2,400)
<b>Net current assets</b>		<u>1,515,234</u>	<u>1,592,958</u>
<b>Net assets</b>		<u>1,575,429</u>	<u>1,592,958</u>
<b>Capital and reserves</b>	8		
Restricted loan funds		1,503,217	1,531,474
General reserve		72,212	61,484
<b>Shareholders' funds</b>		<u>1,575,429</u>	<u>1,592,958</u>

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the board on 24 April 2014

I Rothwell  
Company Secretary



# The Co-operative Loan Fund Limited

## Notes to the Accounts

for the year ended 31 December 2013

### 1 Accounting policies

#### *Basis of preparation*

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards and the Companies Act 2006.

#### *Turnover*

Turnover represents the amount derived from interest and fees on loans falling within the society's activities.

#### *Restricted fund*

The restricted loan funds are available for lending purposes only. During the year to 31 December 2013, the company received additional donated funds of £nil (2012: £30,000), available for lending purposes only.

#### *Deferred taxation*

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed by the the balance sheet date, except as required by FRS19.

Tax losses of £52,756 can be carried forward and offset against future profits. However, a deferred tax asset has not been recognised as future profits are uncertain.

2 Turnover	2013	2012
Turnover attributable to geographical markets outside the UK	0.0%	0.0%

3 Operating profit	2013	2012
	£	£

This is stated after charging:

Auditors' remuneration	2,240	2,400
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4 Taxation	2013	2012
	£	£

UK corporation tax	-	-
	-	-

### 5 Investments

Other

**investments****£****Cost**

Additions		60,195
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At 31 December 2013		<u>60,195</u>
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**Other investments****2013****2012****£****£**

Unlisted investments

60,195-**6 Debtors****2013****2012****£****£**

Trade debtors

967,293

909,802

Other debtors

6,644407973,937910,209

Amounts due after more than one year included above

706,326614,780**7 Creditors: amounts falling due within one year****2013****2012****£****£**

Accruals and deferred income

1,7402,400**8 Reserves****Restricted  
loan funds****General  
reserve****Total****£****£****£**

At 1 January

1,531,474

61,484

1,592,958

Net income/(expenditure) in the year

(28,257)

10,728

(17,529)

Transfers between funds

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At 31 December

1,503,21772,2121,575,429**9 Related party transactions**

The Co-operative Loan Fund Limited shares common directors with Industrial Common Ownership Finance Limited.

During the year The Co-operative Loan Fund Limited was charged a management fee of £43,905 (2012: £52,573) by Industrial Common Ownership Finance Limited. These charges were made on normal commercial terms.

The Co-operative Loan Fund Limited is also related to The Phone Co-op by way of Linda Ward, who is Chair of The Phone Co-op. During the year, The Co-operative Loan Fund Limited invested £20,000 in The Phone Co-op.

**The Co-operative Loan Fund Limited**  
**Profit and Loss Account**  
**for the year ended 31 December 2013**

	<b>Notes</b>	<b>2013</b> <b>£</b>	<b>2012</b> <b>£</b>
<b>Turnover</b>	2	67,769	64,752
Administrative expenses		(87,142)	(66,102)
Other operating income		-	30,000
<b>Operating (loss)/profit</b>	3	<u>(19,373)</u>	<u>28,650</u>
Interest receivable		1,844	2,864
<b>(Loss)/profit on ordinary activities before taxation</b>		<u>(17,529)</u>	<u>31,514</u>
Tax on (loss)/profit on ordinary activities	4	-	-
<b>(Loss)/profit for the financial year</b>		<u><u>(17,529)</u></u>	<u><u>31,514</u></u>

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.