ERMINGTON STORE AND MORE LIMITED

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 MARCH 2026

DRAFT FOR ANNUAL MANAGEMENT MEETING SUBJECT TO FINAL REVIEW

ERMINGTON STORE AND MORE LIMITED

SOCIETY INFORMATION

Committee Members (see further during the year on page 3)	J Kerslake (Chair) S Savery (Treasurer) I Grafton (Secretary) N Scutt R Smith R King K Toms
Secretary	I Grafton
Registered Society number	8319
Registered office	Ermington Store and More Church Street Ermington Ivybridge Devon PL21 9NH
Business address	Ermington Store and More Church Street Ermington Ivybridge Devon PL21 9NH
Bankers	Natwest Bank

ERMINGTON STORE AND MORE LIMITED

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ERMINGTON STORE AND MORE LIMITED

MANAGEMENT COMMITTEE REPORT

FOR THE PERIOD ENDED 31 MARCH 2026

The Management Committee presents its annual report and financial statements for the year ended 31 March 2026.

Principal activities
The principal activities of the company are as:

- a community shop;
- a cafe/coffee shop; and
- a community space (hub) available for hire

Management Committee
The Members of the Management Committee during the period and up to the date of signature of the financial statements are as follows:

J Kerslake (Chair) (Appointed on 16 September 2025, appointed Chair on 18 November 2025)
S Savery (Treasurer)
I Grafton (Secretary)
N Scutt
R Smith
R King
K Toms

Business update
Following the significant challenges of 2024/25 including inflationary pressures, which resulted in a significant loss, Ermington Store and More has commenced a fundamental review of expenses and supplier arrangements, both for products to be sold and for operating expenses. This has led for example led to changes to bankers and electronic point of sale (EPOS) suppliers in line with current available offerings. This programme of review continues on 2026/27 and is aimed at ensuring ongoing best value.

Community shops in particular a difficult balance of ensuring prices are competitive and attractive but also sufficient to generate a break even position, or if possible small profits that can be re-invested.

Although on a trading basis, Ermington Store and More has made a loss this year, it is far smaller than in the prior year and demonstrates the increased stability being achieved.

We would like to thank the nine new members who joined the Society during the year, as well as the Parish Council, which provided a grant of £5,000 to the Society.

Members of the management committee responsibilities statement
The Management Committee is satisfied that the underlying business, with all three elements of the venture open, is a sustainable going concern.

The members of the management committee are responsible for preparing the members of the management committee report and the financial statements in accordance with applicable law and regulations.

Company law requires the members of the management committee to prepare financial statements for each financial year. Under that law the members of the management committee have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the members of the management committee 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 members of the management committee required to:

- select suitable accounting policies and then apply them consistently
- make judgements and accounting estimates that are reasonable and prudent
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The members of the management committee 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.

These financial statements have been prepared in accordance with the Co-operative and Community Benefit Societies Act 2014.

Preparation of this report
This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

On behalf of the board,

J Kerslake (Chair)
Management Committee Member

October 2026

ERMINGTON STORE AND MORE LIMITED

INCOME STATEMENT

FOR THE PERIOD ENDED 31 MARCH 2026

	Notes	2025/26 £	2024/25 £
Turnover		**119,832**	**112,982**
Cost of sales		(77,847)	(80,099)
Gross profit		**41,985**	**32,883**
Administrative expenses		(43,060)	(38,272)
Depreciation		(1,458)	(7,755)
Amortisation of deferred income		858	6,776
Other operating income		323	281
Operating profit/(loss) before taxation		**(1,352)**	**(6,087)**
Tax on profit/loss	3	-	-
Profit/(loss) for the financial period		**(1,352)**	**(6,087)**
Exceptional item – grants received		5,000	-
Profit/(loss) for the financial period including grants		**3,648**	**(6,087)**

ERMINGTON STORE AND MORE LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2026

	Notes	2026 £	2025 £
Fixed assets			
Tangible assets	4	4,359	5,126
Current assets			
Stocks		5,602	6,702
Debtors	5	750	-
Cash at bank and in hand		20,206	16,113
Creditors: amounts falling due within one year	6	(9,406)	(10,358)
Total assets less current liabilities		17,152	12,457
Creditors: amounts falling due greater than one year	7	-	-
Net assets		**21,511**	**17,583**
Capital and reserves			
Called up members share capital	8	16,140	15,820
Profit and loss reserves		5,411	1,763
Total equity		**21,511**	**17,583**

The members of the Management Committee are satisfied that the Company is entitled to an exemption from the requirement to obtain an audit as conferred by section 83 of The Co-operative and Community Benefit Societies Act 2014.

The members of the Management Committee hereby confirm:
(1) that the members have not required the Company to obtain an audit in accordance with its rules; and
(2) they acknowledge their responsibilities for complying with the requirements of the Co-operative and Community Benefit Societies Act 2014 with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Management Committee and authorised for issue on xx October 2026 and are signed on its behalf by:

J Kerslake (Chair)
Management Committee Member

S Savery (Treasurer)
Management Committee Member

Community Benefit Society Registration Number: 8319

ERMINGTON STORE AND MORE LIMITED

STATEMENT OF CHANGES IN EQUITY

AS AT 31 MARCH 2026

	Notes	Share capital £	Profit and loss reserves £	Total £
Balance as at 31 March 2025		**15,820**	**1,763**	**17,583**
Period ended 31 March 2026				
Issue of share capital	8	320	-	**320**
Profit for the period		-	(1,352)	**(1,352)**
Grant income received		-	5,000	**5,000**
Balance as at 31 March 2026		**16,140**	**5,411**	**21,551**

Ermington Store and More Limited was registered as a Community Benefit Society under the Co-operative and Community Benefit Societies Act 2014 on 10 February 2020 and commenced trading on 22 February 2020.

1 Accounting policies

Company information

Ermington Store and More Limited is a Community Benefit Society registered on the Mutuals Public Register (mutuals.fca.org.uk) under the Co-operative and Community Benefit Societies Act 2014. The registered offices is Ermington Store and More, Church Street, Ermington, Ivybridge, Devon, PL21 9NH.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' ('FRS 102') and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime and the Co-operative and Community Benefit Societies Act 2014. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are presented in sterling, which is the functional currency of the Society. Monetary amounts in these financial statements are rounded to the nearest £1.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases, subject to assessment of the realistic asset life:

Leasehold land and buildings	20% - 50% straight line
Fixtures and fittings	20% - 50% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of an asset, and is credited or charged to profit or loss.

1.4 Impairment of fixed assets

At each reporting period end date, the Society reviews the carrying amount of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the Society estimates the recoverable amount of the cash-generating unit to which the asset belongs.

1 Accounting policies (continued)

1.5 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stock held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost, adjusted where applicable for any loss of service potential.

1.6 Financial instruments

The Society has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Society's statement of financial position when the Society becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention on a net basis or to realise the asset and settle the liability at the simultaneously.

1.7 Taxation

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

Current taxation

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

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

1.8 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

1 Accounting policies (continued)

1.9 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.10 Operating leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset is consumed.

1.11 Government grants

Government grants, have historically included payments made under the Retail, Hospitality and Leisure Grant Fund, Local Restrictions Support Grants, Additional Restrictions Grant Scheme and any other grants received in respect of COVID-19 restrictions in force that perod.

Contributions relating to capital expenditure are shown as deferred income and amortised in line with the useful asset lives of the relevant capital items. This the final parts of this deferred income have unwound during the year (in line with assumed five-year asset life items).

2 Employees

The average monthly number of persons (including Management Committee Members) employed by the Society during the period was two.

3 Taxation

	2025/26 £	2024/25 £
Current tax		
Current tax charge	-	-

4 Tangible fixed assets

	2025/26	2024/25
	Plant and machinery etc and total £	Plant and machinery etc and total £
Cost		
As at start of period	39,379	36,379
Additions	681	3,000
As at 31 March	**40,060**	**39,379**
Depreciation and impairment		
As at start of period	34,253	26,498
Depreciation charged in the year	1,458	7,755
As at 31 March	**35,711**	**34,253**
Carrying amount		
As at 31 March	**4,349**	**5,126**

Note: the above cost and accumulated depreciation balances include some improvement works and equipment purchased in 2020 and 2021 which is now fully written down albeit still in use.

5 Debtors

Amounts falling due within one year:	2026 £	2025 £
Trade debtors	750	-
	750	**-**

6 Creditors: amounts falling due within one year

Amounts falling due within one year:	2026 £	2025 £
Trade creditors	5,632	4,001
PAYE & VAT	1,381	1,249
Accruals	2,393	4,250
Deferred grant income	-	858
	9,406	**10,358**

7 Creditors: amounts falling due in more than one year

	2026	2025
Amounts falling due in more than one year:	**£**	**£**
Deferred grant income (due between 2 and 5 years)	-	-
	-	-

8 Called up share capital

	2026	2025
Ordinary share capital – issued and fully paid	**£**	**£**
807 (2025: 791) ordinary shares of £20 each	**16,140**	**15,820**