

**Report of the Management Committee and
Audited Financial Statements
for the Year Ended 31st March 2019
for
GOULDEN HOUSE CO-OPERATIVE LIMITED**

GOULDEN HOUSE CO-OPERATIVE LIMITED

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for the year ended 31st March 2019**

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GOULDEN HOUSE CO-OPERATIVE LIMITED

**Society Information
for the year ended 31st March 2019**

| | |
|---------------------------------|---|
| COMMITTEE OF MANAGEMENT: | M Walsh S Azarpour S Savich J Memmler R Green A Kirilov R Hickie B Lai M Krum G Bryan N Koshnitsky R Tartaro J Abad S Wade |
| SECRETARY: | S Azarpour |
| REGISTERED OFFICE: | Estate Office Bullen Street Battersea London SE11 3HF |
| REGISTERED NUMBER: | IP27046R (England and Wales) |
| AUDITORS: | Simpson Wreford & Partners Chartered Accountants & Statutory Auditors Suffolk House George Street Croydon Surrey CR0 0YN |

GOULDEN HOUSE CO-OPERATIVE LIMITED

**Report of the Management Committee
for the year ended 31st March 2019**

The director presents his report with the financial statements of the company for the year ended 31st March 2019.

MANAGEMENT COMMITTEE

The committee members who served during the year were:

- M Walsh - Appointed
- S Azarpour
- S Savich - Appointed
- J Memmler
- R Green - Appointed
- A Kirilov
- R Hickie
- B Lai
- M Krum
- G Bryan - Appointed
- N Koshnitsky - Appointed
- R Tartaro - Appointed
- J Abad
- S Wade
- M Hadjih - Resigned

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the Management Committee are aware, there is no relevant audit information of which the organisation's auditors are unaware, and each Member of the Management Committee has taken all the steps that he or she ought to have taken as a Member of the Management Committee to make himself or herself aware of any relevant audit information and to establish that the Co-operative's auditors are aware of that information.

AUDITORS

The auditors, Simpson Wreford & Partners, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

.....
M Walsh
Committee Member

Date:

GOULDEN HOUSE CO-OPERATIVE LIMITED

Statement of Management Committees' Responsibilities for the year ended 31st March 2019

The Management Committee are responsible for preparing the Report of the Management Committee and the financial statements in accordance with applicable law and regulations.

The Co-operative and Community Benefit Societies Act 2014 requires the committee members to prepare financial statements for each financial year. Under the act the Committee have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Section 1A of the Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', and under the provisions of the Co-operative and Community Benefit Societies Act 2014. The 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 organisation and of the profit or loss of the organisation for that period. In preparing these financial statements, the committee members are 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Committee are responsible for keeping adequate accounting records that are sufficient to show and explain the organisation's transactions and disclose with reasonable accuracy at any time the financial position of the organisation 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 organisation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Report of the Independent Auditors to the Members of
Goulden House Co-operative Limited**

Opinion

We have audited the financial statements of Goulden House Co-operative Limited (the 'organisation') for the year ended 31st March 2019 which comprise the Income Statement, Balance Sheet and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the organisation's affairs as at 31st March 2019 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Co-operative and Community Benefit Societies Act 2014.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the organisation in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the management committees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- The management committee have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the organisation's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The management committee are responsible for the other information. The other information comprises the information in the Report of the Management Committee and the Statement of the Management Committees' Responsibilities, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Report of the Independent Auditors to the Members of
Goulden House Co-operative Limited**

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the organisation and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Management Committee.

We have nothing to report in respect of the following matters where the Co-operative and Community Benefit Societies Act 2014 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept,
- the financial statements are not in agreement with the accounting records and returns; or
- a satisfactory system of internal control over transactions has not been made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the management committee

As explained more fully in the Statement of the Management Committees' Responsibilities set out on page three, the management committee are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the management committee determines necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management committee are responsible for assessing the organisation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management committee either intend to liquidate the organisation or to cease operations, or has no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities . This description forms part of our Report of the Auditors.

Use of our report

This report is made solely to the organisation's members, as a body, in accordance with the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the organisation's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the organisation and the organisation's members as a body, for our audit work, for this report, or for the opinions we have formed.

Tim Lindfield (Senior Statutory Auditor)
for and on behalf of Simpson Wreford & Partners
Chartered Accountants & Statutory Auditors
Suffolk House
George Street
Croydon
Surrey
CR0 0YN

Date:

GOULDEN HOUSE CO-OPERATIVE LIMITED

Income Statement
for the year ended 31st March 2019

| | 31.3.19 | 31.3.18 |
|--|----------------------|----------------------|
| Notes | £ | £ |
| REVENUE | 248,788 | 259,556 |
| Administrative expenses | <u>235,717</u> | <u>250,409</u> |
| | 13,071 | 9,147 |
| Other operating income | <u>3,026</u> | <u>2,524</u> |
| OPERATING PROFIT | 16,097 | 11,671 |
| Interest receivable and similar income | <u>234</u> | <u>73</u> |
| PROFIT BEFORE TAXATION | 16,331 | 11,744 |
| Tax on profit | <u>-</u> | <u>-</u> |
| PROFIT FOR THE FINANCIAL YEAR | <u><u>16,331</u></u> | <u><u>11,744</u></u> |

The notes form part of these financial statements

GOULDEN HOUSE CO-OPERATIVE LIMITED (REGISTERED NUMBER: IP27046R)

**Balance Sheet
31st March 2019**

| | Notes | 31.3.19 £ | £ | 31.3.18 £ | £ |
|--|-------|----------------|-----------------|----------------|-----------------|
| FIXED ASSETS | | | | | |
| Property, plant and equipment | 4 | | 877 | | 1,393 |
| CURRENT ASSETS | | | | | |
| Inventories | | 11,082 | | 10,913 | |
| Debtors | 5 | 2,738 | | 2,840 | |
| Cash at bank | | <u>207,830</u> | | <u>175,638</u> | |
| | | 221,650 | | 189,391 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 6 | <u>62,858</u> | | <u>47,452</u> | |
| NET CURRENT ASSETS | | | <u>158,792</u> | | <u>141,939</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>159,669</u> | | <u>143,332</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | | | 175 | | 169 |
| Cyclical decoration tenants | 8 | | 29,070 | | 29,070 |
| Cyclical decoration l/holders | 8 | | 159,026 | | 159,026 |
| Retained earnings | 8 | | <u>(28,602)</u> | | <u>(44,933)</u> |
| | | | <u>159,669</u> | | <u>143,332</u> |

The financial statements were approved by the Management Committee on and were signed on its behalf by:

.....
M Walsh
Committee Member

GOULDEN HOUSE CO-OPERATIVE LIMITED

Notes to the Financial Statements for the year ended 31st March 2019

1. STATUTORY INFORMATION

The principal activity of the residents organisation during the year continued to be that of providing efficient cost effective estate management in response to its committee.

The organisation is incorporated under the Co-operative and Community Benefit Societies Act 2014. The address of the registered office is Estate Office, Bullen Street, Battersea, SW11 3HF.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Turnover

Turnover represents the value, net of value added tax, of management fees and grants received and work carried out in respect of services provided to residents.

Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is provided on the following basis:

| | |
|--------------------------------|---------------------|
| Office furniture and equipment | - 25% straight line |
| Plant and tools | - 25% straight line |

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Income Statement.

Stocks

Stock is valued at the lower of cost and net realisable value, being the estimated selling price less costs to sell. Cost is based on the cost of purchase plus any associated costs on a weighted average basis.

Taxation

Tax is recognised in the Income Statement, and is payable on bank interest received.

Operating leases

Rentals paid under operating leases are charged to the Income Statement on a straight line basis over the lease term.

Pension costs and other post-retirement benefits

The organisation operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the organisation pays fixed contributions into a separate entity. Once the contributions have been paid the organisation has no further payment obligations.

The contributions are recognised as an expense in the Income Statement when they fall due. Amounts not paid are shown in creditors as a liability in the balance sheet. The assets of the plan are held separately from the organisation in independently administered funds.

GOULDEN HOUSE CO-OPERATIVE LIMITED

**Notes to the Financial Statements - continued
for the year ended 31st March 2019**

2. ACCOUNTING POLICIES - continued

Debtors

Short term debtors are measured at transaction price, less any impairment.

Creditors

Short term creditors are measured at the transaction price. Other financial liabilities are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

Future cyclical repairs

Provision is only made for cyclical maintenance or major repairs where there is a finite commitment for such obligations at the balance sheet date and where there is no discretion to avoid such expenditure.

3. EMPLOYEES

The average number of employees during the year was 2 (2018 - 2).

4. PROPERTY, PLANT AND EQUIPMENT

| | Plant and machinery £ | Office equipment £ | Totals £ |
|--|-----------------------------|--------------------------|---------------|
| COST | | | |
| At 1st April 2018 and 31st March 2019 | <u>24,473</u> | <u>2,287</u> | <u>26,760</u> |
| DEPRECIATION | | | |
| At 1st April 2018 | 24,386 | 981 | 25,367 |
| Charge for year | <u>37</u> | <u>479</u> | <u>516</u> |
| At 31st March 2019 | <u>24,423</u> | <u>1,460</u> | <u>25,883</u> |
| NET BOOK VALUE | | | |
| At 31st March 2019 | <u>50</u> | <u>827</u> | <u>877</u> |
| At 31st March 2018 | <u>87</u> | <u>1,306</u> | <u>1,393</u> |

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 31.3.19 £ | 31.3.18 £ |
|--------------------------------|--------------|--------------|
| Trade debtors | 15 | - |
| Other debtors | 737 | 711 |
| Prepayments and accrued income | <u>1,986</u> | <u>2,129</u> |
| | <u>2,738</u> | <u>2,840</u> |

GOULDEN HOUSE CO-OPERATIVE LIMITED

**Notes to the Financial Statements - continued
for the year ended 31st March 2019**

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 31.3.19 | 31.3.18 |
|------------------------------|---------------|---------------|
| | £ | £ |
| Trade creditors | 20,616 | 10,679 |
| Tax | 48 | 61 |
| VAT | 6,464 | 2,004 |
| Other creditors | 3,774 | - |
| Accruals and deferred income | 2,446 | 1,474 |
| Accrued expenses | <u>29,510</u> | <u>33,234</u> |
| | <u>62,858</u> | <u>47,452</u> |

7. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

| | 31.3.19 | 31.3.18 |
|----------------------------|--------------|--------------|
| | £ | £ |
| Within one year | 1,603 | 2,121 |
| Between one and five years | <u>-</u> | <u>1,603</u> |
| | <u>1,603</u> | <u>3,724</u> |

8. RESERVES

| | Retained earnings £ | Cyclical decoration tenants £ | Cyclical decoration l/holders £ | Totals £ |
|---------------------|---------------------------|--|--|-------------------|
| At 1st April 2018 | (44,933) | 29,070 | 159,026 | 143,163 |
| Profit for the year | 16,331 | - | - | 16,331 |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| At 31st March 2019 | <u>(28,602)</u> | <u>29,070</u> | <u>159,026</u> | <u>159,494</u> |

9. RELATED PARTY DISCLOSURES

The Management Committee are unpaid are also members of the organisation. No member received any reimbursed expenses during the year (2018 - £Nil).

10. ULTIMATE CONTROLLING PARTY

Whilst the Co-operative is controlled by its members, it is wholly dependent upon income from the London Borough of Wandsworth.