

Charity registration number: 505981

Kendal & District Christian Literature Society

known as

Market Place Books

Annual Report and Financial Statements

for the Year Ended 31 January 2019

Stables Thompson & Briscoe
Chartered Accountants & Statutory Auditors
Lowther House
Lowther Street
Kendal
Cumbria
LA9 4DX

Kendal & District Christian Literature Society

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Reference and Administrative Details

| | |
|------------------------------------|---|
| Chairman | J Brook, Chair of Trustees |
| Trustees | S Grime, Vice Chair J Bell W Allen D Carter (resigned 17 February 2019) H Boardman |
| Senior Management Team | M Severn, Manager R Graves, Deputy Manager |
| Principal Office | 26 Market Place Kendal Cumbria LA9 4TN |
| Charity Registration Number | 505981 |
| Bankers | Barclays Bank 9 Highgate Kendal Cumbria LA9 4DF |
| Independent Examiner | Stables Thompson & Briscoe Chartered Accountants & Statutory Auditors Lowther House Lowther Street Kendal Cumbria LA9 4DX |

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Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 31 January 2019.

Objectives and activities

Objects and aims

The constitution of the Kendal and District Christian Literature Society, which runs the shop, indicates that the main objective of the Charity is to advance the Christian religion in Kendal and the surrounding area.

The aims of the charity are to be a resource for individuals and churches and to spread and educate further God's Word. This is highlighted by the strapline for the shop which summarises this as: Promoting Christ, Providing Resources, Supporting the Church.

Public benefit

The Trustees have reviewed the outcomes and achievements of our objectives and activities for the year, to ensure they remain focused on our charitable aims, and continue to deliver benefits to the public.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Use of volunteers

As in previous years, our continued existence is due to the dedication and commitment of our small team of staff and volunteers. Once again, on behalf of the trustees, I want to take this opportunity to thank everyone who has helped in whatever capacity over the last year. Once again, I want particularly to thank Ruth Graves our assistant manager, for her hard work and dedication. It continues to be a simple fact that we could not continue without the many diverse talents of our staff, volunteers, trustees and supporters.

Achievements and performance

The year to 31st January 2019 has once again seen a number of changes in the life of the Bookshop. Our shop manager Matt Severn, continues to enthusiastically take forward several initiatives to help us face the challenges ahead.

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Trustees' Report

Financial review

We repeat what we said last year, namely that it is vital that we all have a clear understanding of our financial position. I hope it is now understood that we are 'in the last days', particularly in the life of the bookshop. In the coming year the trustees will need to decide if and how the bookshop can continue passed May 2020. This is when our existing shop lease comes to an end.

The financial state of the bookshop has been well known for some time. Indeed, we have only been able to continue trading due to the relocation to our current premises. However, as trustees we continue to review position. We have redoubled our efforts, together with the shop manager to secure as long a future as possible for the business. However, these Report and Accounts highlight the stark reality of our current trading position. Our situation is far from unique. Conditions for high street booksellers and particularly the retailers of Christian books and materials are dire. The message for all local church-goers in respect of Market Place Books is simple: 'Use us or lose us!'

As mentioned in previous years, and above, the general economic conditions combined with changes in shopping habits continue to force the closure of both large and small high street retailers. Our net loss for the year was £21,137. This compares with a loss in the previous year of £17,158. Whilst, it was good to see the long-term trend of reducing income overturned, with income rising to £85,116 from £82,669, unfortunately, expenditure also increased to £106,253 from £99,827.

In these challenging times, we need to continue to work prayerfully together in order to see the fruit we so eagerly desire. The trustees remain committed in faith, to meet the ongoing challenges head-on and we continue to look at opportunities for the future development of the Charity. This includes the delivery of a new website and the implementation of web-based sales in early 2019. We look for a reversal in the declining sales of Christian resources in order to see more life changing materials in the hands of many people in our community and beyond. The trustees seek to build on the foundations laid over many years, to see this happen.

We have over 40 years of successful trading. We look forward to the year to come in hope and expectation. We will be looking at taking radical decisions over the coming months, to do all we can to stave off the ultimate closure of the shop.

If you have any ideas or suggestions or if you can help in any way, please do let us know.

Policy on reserves

All reserves are unrestricted but with £40,000 of reserves designated for working capital requirements.

The former £20,000 repair and maintenance fund on the previous owned building is now being used to offset the costs of writing down the leasehold property improvements.

Structure, governance and management

Nature of governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

Recruitment and appointment of trustees

Following identification of the skills required, Trustees are recruited by personal recommendation.

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Trustees' Report

Induction and training of trustees

They are invited to spend 12 months as co-opted observers attending Trustee meetings to familiarise themselves with all aspects of KDCLS and Market Place Books, before being formally elected at an AGM. At the outset, prospective Trustees are provided with our Statement of Faith, our governing Rules and a copy of the Essential Trustee from the Charity Commission.

Arrangements for setting key management personnel remuneration

The key personnel comprise of the Shop Manager and the Assistant Shop Manager. Their remuneration is set annually by the Charity Trustees. This is done after taking into account background information such as the annual rate of inflation and pay rises across a range of other sectors, together with the performance of the shop and the individual concerned.

Organisational structure

The charity is made up a group of Trustees including the Chairman, vice Chairman and Treasurer. They oversee the work of the Shop Manager and the Assistant Shop Manager, who in turn supervise the group of volunteers in the shop.

Major risks and management of those risks

The trustees have a duty to identify and review the risks which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

Financial instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

Cash flow risk

The charity's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The charity uses foreign exchange forward contracts and interest rate swap contracts to hedge these exposures.

Interest bearing assets and liabilities are held at fixed rate to ensure certainty of cash flows.

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Trustees' Report

Credit risk

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments.

The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The charity has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance.

Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

The annual report was approved by the trustees of the charity on 8 June 2019 and signed on its behalf by:

.....
J Brook
Chairman

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Shop Managers Report

The year 2018/19 has brought us both challenges and successes.

We have successfully increased on the number of Bibles sold year on year. We have continued to ensure that as many Bible translations and editions as possible are stocked, as well as continuing to stock as wide array of authors and Christian denominational traditions in our shop as possible. We also saw a good trading period over Christmas, with good footfall and customer engagement.

We continue to be able to supply new books as they are released as we benefit from excellent relationships with key suppliers and publishers. We are able to offer competitive prices and promotional discounts where we can.

Targeted event bookstalls have proven successful where we supply a list in depth given to us by the group or host. A new ability to be able to take card payments remotely is also welcome. Alongside that volunteers continue to do regular church bookstalls.

We have continued to deepen our engagement with existing Church customers and Christian groups and widen our engagement both geographically to serve even more Church communities.

We continue to offer discounts to Church customers as part of our mission, though this is kept under careful review.

We continue to see a strong level of time commitment from our superb volunteers.

A new stocktaking mobile scanner has improved the effectiveness and efficiency of stocktakes. The shop's Electronic Point of Sale System also required upgrading to fix performance faults this year.

Throughout the year, work continued on constructing and populating a new website.

We were unable to deliver any Bookshop events this year as the previous partner in the events was no longer able to continue.

Trading conditions for Bookshops and High Streets continue to be a challenge. Concerns over footfall reduction and ageing customer profile are still relevant. We are still subject to weather impacts on trading and also Brexit uncertainty affects some consumer confidence generally; the underperformance of sterling v dollar affects the price of US books and gifts especially.

Looking forward to next year the new shop online website will be launched. This will be accompanied by a new promotional campaign aimed at Churches across Cumbria and North Lancs.

The next year we hope to deliver some new bookshop events and bring a bestselling author to Kendal.

As always, my thanks to our wonderful customers, dedicated volunteers, my hard-working deputy Ruth and our steadfast trustees.

Most importantly, my humble thanks to Christ, Our Lord, for his continuing blessing.

Matthew Severn (Bookshop Manager)

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Statement of Trustees' Responsibilities

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

The law applicable to charities requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- 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 presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on 8 June 2019 and signed on its behalf by:

.....
J Brook
Chairman

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Independent Examiner's Report to the trustees of Kendal & District Christian Literature Society

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 January 2019 which are set out on pages 9 to 21.

Respective responsibilities of trustees and examiner

As the charity's trustees of Kendal & District Christian Literature Society you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Kendal & District Christian Literature Society's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of Kendal & District Christian Literature Society as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

.....
Chloe Chapman-Hastwell ACA
Chartered Accountants & Statutory Auditors
ICAEW

Lowther House
Lowther Street
Kendal
Cumbria
LA9 4DX

8 June 2019

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Statement of Financial Activities for the Year Ended 31 January 2019

| | Note | Unrestricted funds £ | Restricted funds £ | Total 2019 £ |
|------------------------------------|------|----------------------------|--------------------------|--------------------|
| Income and Endowments from: | | | | |
| Donations and legacies | 2 | 3,474 | 400 | 3,874 |
| Other trading activities | 3 | 79,972 | - | 79,972 |
| Investment income | 4 | 155 | - | 155 |
| Other income | | - | 1,115 | 1,115 |
| Total Income | | 83,601 | 1,515 | 85,116 |
| Expenditure on: | | | | |
| Raising funds | 5 | (47,477) | - | (47,477) |
| Charitable activities | | (56,964) | (1,812) | (58,776) |
| Total Expenditure | | (104,441) | (1,812) | (106,253) |
| Net expenditure | | (20,840) | (297) | (21,137) |
| Gross transfers between funds | | (297) | 297 | - |
| Net movement in funds | | (21,137) | - | (21,137) |
| Reconciliation of funds | | | | |
| Total funds brought forward | | 94,953 | - | 94,953 |
| Total funds carried forward | 17 | 73,816 | - | 73,816 |

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Statement of Financial Activities for the Year Ended 31 January 2019

| | Note | Unrestricted funds £ | Restricted funds £ | Total 2018 £ |
|------------------------------------|------|----------------------------|--------------------------|--------------------|
| Income and Endowments from: | | | | |
| Donations and legacies | 2 | 2,723 | 250 | 2,973 |
| Other trading activities | 3 | 78,599 | - | 78,599 |
| Investment income | 4 | 123 | - | 123 |
| Other income | | - | 974 | 974 |
| Total Income | | 81,445 | 1,224 | 82,669 |
| Expenditure on: | | | | |
| Raising funds | 5 | (45,034) | - | (45,034) |
| Charitable activities | | (53,530) | (1,263) | (54,793) |
| Total Expenditure | | (98,564) | (1,263) | (99,827) |
| Net expenditure | | (17,119) | (39) | (17,158) |
| Gross transfers between funds | | (39) | 39 | - |
| Net movement in funds | | (17,158) | - | (17,158) |
| Reconciliation of funds | | | | |
| Total funds brought forward | | 112,111 | - | 112,111 |
| Total funds carried forward | 17 | 94,953 | - | 94,953 |

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2018 is shown in note 17.

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**(Registration number: 505981)
Balance Sheet as at 31 January 2019**

| | Note | 2019 £ | 2018 £ |
|---|------|----------------|----------------|
| Fixed assets | | | |
| Tangible assets | 12 | 4,751 | 8,658 |
| Current assets | | | |
| Stocks | 13 | 39,522 | 34,154 |
| Debtors | 14 | 575 | 1,430 |
| Investments | 15 | 23,888 | 43,368 |
| Cash at bank and in hand | | 10,359 | 12,543 |
| | | <u>74,344</u> | <u>91,495</u> |
| Creditors: Amounts falling due within one year | 16 | <u>(5,279)</u> | <u>(5,200)</u> |
| Net current assets | | <u>69,065</u> | <u>86,295</u> |
| Net assets | | <u>73,816</u> | <u>94,953</u> |
| Funds of the charity: | | | |
| Unrestricted income funds | | | |
| Unrestricted funds | | <u>73,816</u> | <u>94,953</u> |
| Total funds | 17 | <u>73,816</u> | <u>94,953</u> |

The financial statements on pages 9 to 21 were approved by the trustees, and authorised for issue on 8 June 2019 and signed on their behalf by:

.....
J Brook
Chairman

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Notes to the Financial Statements for the Year Ended 31 January 2019

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

Kendal & District Christian Literature Society meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

The accounts are presented in Sterling to the nearest £.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

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Notes to the Financial Statements for the Year Ended 31 January 2019

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £1,000.00 or more are initially recorded at cost.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

| Asset class | Depreciation method and rate |
|------------------------|-------------------------------------|
| Leasehold improvements | Straight line over lease term |
| Fixtures and fittings | 25% reducing balance |
| Computer equipment | 33.33% straight line |

Current asset investments

Current asset investments are included at the lower of cost and net realisable value / market value.

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

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Notes to the Financial Statements for the Year Ended 31 January 2019

Trade debtors

Are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of is established when there is objective evidence that the will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees's discretion in furtherance of the objectives of the charity.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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Notes to the Financial Statements for the Year Ended 31 January 2019

2 Income from donations and legacies

| | Unrestricted funds | Restricted funds | Total 2019 | Total 2018 |
|----------------------|-----------------------|---------------------|---------------|---------------|
| | General £ | £ | £ | £ |
| Voluntary income | | | | |
| Donations | 1,847 | 400 | 2,247 | 1,428 |
| Member subscriptions | 1,627 | - | 1,627 | 1,545 |
| | <u>3,474</u> | <u>400</u> | <u>3,874</u> | <u>2,973</u> |

3 Income from other trading activities

| | Unrestricted funds | Total 2019 | Total 2018 |
|-----------------|-----------------------|---------------|---------------|
| | General £ | £ | £ |
| Trading income; | | | |
| Sales of goods | <u>79,972</u> | <u>79,972</u> | <u>78,599</u> |

4 Investment income

| | Unrestricted funds | Total 2019 | Total 2018 |
|-----------------------|-----------------------|---------------|---------------|
| | General £ | £ | £ |
| Deposit fund interest | <u>155</u> | <u>155</u> | <u>123</u> |

5 Expenditure on raising funds

a) Costs of trading activities

| | Unrestricted funds | Total 2019 | Total 2018 |
|---------------------|-----------------------|---------------|---------------|
| | General £ | £ | £ |
| Costs of goods sold | <u>47,477</u> | <u>47,477</u> | <u>45,034</u> |
| | <u>47,477</u> | <u>47,477</u> | <u>45,034</u> |

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Notes to the Financial Statements for the Year Ended 31 January 2019

6 Analysis of governance and support costs

Governance costs

| | Unrestricted funds | | |
|-----------------------------------|-----------------------|------------|------------|
| | General | Total | Total |
| | £ | 2019 | 2018 |
| | | £ | £ |
| Fees paid to Independent Examiner | | | |
| Independent examination fee | 750 | 750 | 750 |
| | <u>750</u> | <u>750</u> | <u>750</u> |

7 Net incoming/outgoing resources

Net outgoing resources for the year include:

| | 2019 | 2018 |
|---------------------------------|------------|------------|
| | £ | £ |
| Operating leases - other assets | 12,833 | 12,000 |
| Depreciation of fixed assets | <u>203</u> | <u>347</u> |

8 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

H Boardman

H Boardman received remuneration of £1,000 (2018: £Nil) during the year.

Mrs Boardman was paid for acting as Treasurer and providing bookkeeping services for the charity.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

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Notes to the Financial Statements for the Year Ended 31 January 2019

9 Staff costs

The aggregate payroll costs were as follows:

| | 2019 | 2018 |
|--|---------------|---------------|
| | £ | £ |
| Staff costs during the year were: | | |
| Wages and salaries | 28,404 | 28,277 |
| Pension costs | 298 | 161 |
| | <u>28,702</u> | <u>28,438</u> |

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

| | 2019 | 2018 |
|-----------------------|-------------|-------------|
| | No | No |
| Full time equivalents | <u>2</u> | <u>2</u> |

2 (2018 - 2) of the above employees participated in the Defined Contribution Pension Schemes.

Contributions to the employee pension schemes for the year totalled £298 (2018 - £161).

No employee received emoluments of more than £60,000 during the year

10 Independent Examiners' remuneration

| | 2019 | 2018 |
|---|-------------|-------------|
| | £ | £ |
| Independent Examination of the financial statements | <u>750</u> | <u>750</u> |

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Notes to the Financial Statements for the Year Ended 31 January 2019

11 Taxation

The charity is a registered charity and is therefore exempt from taxation.

12 Tangible fixed assets

| | Land and buildings £ | Furniture and equipment £ | Computer equipment £ | Total £ |
|-----------------------|----------------------------|---------------------------------|----------------------------|------------|
| Cost | | | | |
| At 1 February 2018 | 22,226 | 18,728 | 5,293 | 46,247 |
| At 31 January 2019 | 22,226 | 18,728 | 5,293 | 46,247 |
| Depreciation | | | | |
| At 1 February 2018 | 14,199 | 18,157 | 5,233 | 37,589 |
| Charge for the year | 3,704 | 143 | 60 | 3,907 |
| At 31 January 2019 | 17,903 | 18,300 | 5,293 | 41,496 |
| Net book value | | | | |
| At 31 January 2019 | 4,323 | 428 | - | 4,751 |
| At 31 January 2018 | 8,027 | 571 | 60 | 8,658 |

Included within the net book value of land and buildings above is £Nil (2018 - £Nil) in respect of freehold land and buildings and £4,323 (2018 - £8,027) in respect of leaseholds.

13 Stock

| | 2019 £ | 2018 £ |
|--------|-----------|-----------|
| Stocks | 39,522 | 34,154 |

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Notes to the Financial Statements for the Year Ended 31 January 2019

14 Debtors

| | 2019 | 2018 |
|---------------|-------------|--------------|
| | £ | £ |
| Trade debtors | 575 | 815 |
| Prepayments | - | 615 |
| | <u>575</u> | <u>1,430</u> |

15 Current asset investments

| | 2019 | 2018 |
|---------------|---------------|---------------|
| | £ | £ |
| Cash deposits | <u>23,888</u> | <u>58,368</u> |

16 Creditors: amounts falling due within one year

| | 2019 | 2018 |
|------------------------------------|--------------|--------------|
| | £ | £ |
| Trade creditors | 2,962 | 2,312 |
| Other taxation and social security | 1,214 | 1,658 |
| Other creditors | 353 | 480 |
| Accruals | 750 | 750 |
| | <u>5,279</u> | <u>5,200</u> |

Kendal & District Christian Literature Society

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Notes to the Financial Statements for the Year Ended 31 January 2019

17 Funds

| | Balance at 1 February 2018 £ | Incoming resources £ | Resources expended £ | Transfers £ | Balance at 31 January 2019 £ |
|--------------------------------------|---------------------------------------|----------------------------|----------------------------|----------------|---------------------------------------|
| Unrestricted funds | | | | | |
| <i>Unrestricted general funds</i> | | | | | |
| General fund | 49,152 | 83,601 | (100,737) | (297) | 31,719 |
| <i>Unrestricted designated funds</i> | | | | | |
| Repairs and maintenance fund | 5,801 | - | (3,704) | - | 2,097 |
| Working capital fund | 40,000 | - | - | - | 40,000 |
| | <u>45,801</u> | <u>-</u> | <u>(3,704)</u> | <u>-</u> | <u>42,097</u> |
| Total unrestricted funds | 94,953 | 83,601 | (104,441) | (297) | 73,816 |
| Restricted funds | | | | | |
| Restricted fund | <u>-</u> | <u>1,515</u> | <u>(1,812)</u> | <u>297</u> | <u>-</u> |
| Total funds | <u>94,953</u> | <u>85,116</u> | <u>(106,253)</u> | <u>-</u> | <u>73,816</u> |
| | Balance at 1 February 2017 £ | Incoming resources £ | Resources expended £ | Transfers £ | Balance at 31 January 2018 £ |
| Unrestricted funds | | | | | |
| <i>Unrestricted general funds</i> | | | | | |
| General fund | 62,606 | 81,445 | (94,860) | (39) | 49,152 |
| <i>Unrestricted designated funds</i> | | | | | |
| Repairs and maintenance fund | 9,505 | - | (3,704) | - | 5,801 |
| Working capital fund | 40,000 | - | - | - | 40,000 |
| | <u>49,505</u> | <u>-</u> | <u>(3,704)</u> | <u>-</u> | <u>45,801</u> |
| Total unrestricted funds | (112,111) | (81,445) | 98,564 | 39 | (94,953) |
| Restricted funds | | | | | |
| Restricted fund | <u>-</u> | <u>(1,224)</u> | <u>1,263</u> | <u>(39)</u> | <u>-</u> |
| Total funds | <u>112,111</u> | <u>82,669</u> | <u>(99,827)</u> | <u>-</u> | <u>94,953</u> |

Kendal & District Christian Literature Society

known as Market Place Books

Notes to the Financial Statements for the Year Ended 31 January 2019

The specific purposes for which the funds are to be applied are as follows:

The society has two designated funds. The Repairs and Maintenance Fund is being written down by the leasehold improvements depreciation. The Working Capital Funds of £40,000 approximately represents the monies tied up in stock and debtors during the year.

18 Analysis of net assets between funds

| | Unrestricted funds General £ | Total funds £ |
|-----------------------|---|--------------------------|
| Tangible fixed assets | 4,751 | 4,751 |
| Current assets | 74,344 | 74,344 |
| Current liabilities | <u>(5,279)</u> | <u>(5,279)</u> |
| Total net assets | <u>73,816</u> | <u>73,816</u> |

19 Analysis of net funds

| | At 1 February 2018 £ | Cash flow £ | At 31 January 2019 £ |
|---------------------------|-------------------------------------|------------------------|-------------------------------------|
| Cash at bank and in hand | 12,543 | (2,184) | 10,359 |
| Current asset investments | 43,368 | (19,480) | 23,888 |
| Net debt | <u>55,911</u> | <u>(21,664)</u> | <u>34,247</u> |

20 Related party transactions

There were no related party transactions in the year.