

**REPORT OF THE DIRECTORS AND  
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021  
FOR  
COMMUNITY INFORMATION TECHNOLOGY LIMITED**

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**For The Year Ended 31 December 2021**

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**COMMUNITY INFORMATION TECHNOLOGY LIMITED**

**COMPANY INFORMATION**  
**For The Year Ended 31 December 2021**

**DIRECTORS:** Iain Ferguson MacDonald  
Myra Brown  
Andrea Logan MacArthur  
Colin John Linton Woodcock  
Alun Jones  
Rhoda Isabella Meek  
Craig Smith

**REGISTERED OFFICE:** Units 1 & 2  
The Island Centre  
Crossapol  
Isle of Tiree  
Argyll & Bute  
PA77 6UP

**REGISTERED NUMBER:** SC270373 (Scotland)

**AUDITORS:** R A Clement Associates  
Chartered Accountants  
Registered Auditors  
Argyll Square  
Oban  
Argyll  
PA34 4AZ

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# COMMUNITY INFORMATION TECHNOLOGY LIMITED

## REPORT OF THE DIRECTORS For The Year Ended 31 December 2021

The directors present their report with the financial statements of the company for the year ended 31 December 2021.

### DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2021 to the date of this report.

Iain Ferguson MacDonald  
Myra Brown  
Andrea Logan MacArthur  
Colin John Linton Woodcock  
Alun Jones  
Rhoda Isabella Meek  
Craig Smith

Other changes in directors holding office are as follows:

Janet Bowler ceased to be a director after 31 December 2021 but prior to the date of this report.

### STATEMENT OF DIRECTORS' RESPONSIBILITIES

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors 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 directors 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 directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors 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.

### STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

### AUDITORS

The auditors, R A Clement Associates, will not be proposed for re-appointment at the forthcoming Annual General Meeting.

**COMMUNITY INFORMATION TECHNOLOGY LIMITED**

**REPORT OF THE DIRECTORS  
For The Year Ended 31 December 2021**

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

**ON BEHALF OF THE BOARD:**

.....  
Rhoda Isabella Meek - Director

Date: .....

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## REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF COMMUNITY INFORMATION TECHNOLOGY LIMITED

### **Opinion**

We have audited the financial statements of Community Information Technology Limited (the 'company') for the year ended 31 December 2021 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 company's affairs as at 31 December 2021 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 Companies Act 2006.

### **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 company 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**

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

### **Other information**

The directors are responsible for the other information. The other information comprises the information in the Report of the Directors, 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 this gives rise to a material misstatement in the financial statements themselves. 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.

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

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Directors has been prepared in accordance with applicable legal requirements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
COMMUNITY INFORMATION TECHNOLOGY LIMITED**

**Matters on which we are required to report by exception**

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

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 financial statements 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 financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.

**Responsibilities of directors**

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors 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 directors determine 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 directors are responsible for assessing the company'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 directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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## REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF COMMUNITY INFORMATION TECHNOLOGY LIMITED

### **Auditors' 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory framework applicable to the group and the industry in which it operates. We identified the principal risks of non-compliance with laws and regulations as relating to breaches around health and safety and General Data Protection Regulation. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as financial reporting legislation (including the Companies Act 2006) and taxation legislation. We considered the extent to which any non-compliance with these laws and regulations may have a negative impact on the company's ability to continue trading and the risk of a material misstatement in the financial statements.

We also evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements and determined that the principal risks related to the misstatement of the result for the year, goodwill impairment and revenue recognition. Based on this understanding we designed our audit procedures to identify irregularities.

Our procedures involved the following:

Both asset valuation and revenue recognition were assessed as Key Audit Matters and our work in respect of them is detailed above.

We made enquiries of senior management as to their knowledge of any non-compliance or potential non-compliance with laws and regulations that could affect the financial statements. As part of these enquiries we also discussed with management whether there have been any known instances of material fraud, of which there were none.

We identified the individuals with responsibility for ensuring compliance with laws and regulations and discussed with them the procedures and policies in place.

We reviewed minutes of meetings of Senior Management and those charged with governance.

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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
COMMUNITY INFORMATION TECHNOLOGY LIMITED**

**Use of our report**

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 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Fiona McGlynn (Senior Statutory Auditor)  
for and on behalf of R A Clement Associates  
Chartered Accountants  
Registered Auditors  
Argyll Square  
Oban  
Argyll  
PA34 4AZ

Date: .....

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COMMUNITY INFORMATION TECHNOLOGY LIMITED

INCOME STATEMENT  
For The Year Ended 31 December 2021

	Notes	2021 £	2020 £
<b>TURNOVER</b>		<b>67,424</b>	57,717
Cost of sales		<u>29,779</u>	<u>29,638</u>
<b>GROSS PROFIT</b>		<b>37,645</b>	28,079
Administrative expenses		<u>39,771</u>	<u>42,725</u>
		<b>(2,126)</b>	(14,646)
Other operating income		<u>15,055</u>	<u>20,188</u>
<b>OPERATING PROFIT and PROFIT BEFORE TAXATION</b>		<b>12,929</b>	5,542
Tax on profit	5	<u>-</u>	<u>-</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<b><u>12,929</u></b>	<b><u>5,542</u></b>

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The notes form part of these financial statements

**BALANCE SHEET**  
**31 December 2021**

	Notes	2021		2020	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	6		<b>30,044</b>		41,939
<b>CURRENT ASSETS</b>					
Debtors	7	<b>98</b>		98	
Cash at bank		<b>43,503</b>		33,649	
		<b>43,601</b>		33,747	
<b>CREDITORS</b>					
Amounts falling due within one year	8	<b>1,645</b>		15,541	
<b>NET CURRENT ASSETS</b>			<b>41,956</b>		18,206
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<b>72,000</b>		60,145
<b>CREDITORS</b>					
Amounts falling due after more than one year	9		-		1,074
<b>NET ASSETS</b>			<b>72,000</b>		59,071
<b>CAPITAL AND RESERVES</b>					
Called up share capital	10		<b>5</b>		5
Retained earnings	11		<b>71,995</b>		59,066
<b>SHAREHOLDERS' FUNDS</b>			<b>72,000</b>		59,071

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The 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 Board of Directors and authorised for issue on ..... and were signed on its behalf by:

.....  
Rhoda Isabella Meek - Director

COMMUNITY INFORMATION TECHNOLOGY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended 31 December 2021

1. STATUTORY INFORMATION

Community Information Technology Limited is a private company, limited by shares, registered in Scotland. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery - 33% on reducing balance

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was NIL (2020 - NIL).

4. OPERATING PROFIT

The operating profit is stated after charging:

	2021	2020
	£	£
Depreciation - owned assets	<u>15,020</u>	<u>20,188</u>

**COMMUNITY INFORMATION TECHNOLOGY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
For The Year Ended 31 December 2021**

**5. TAXATION**

**Analysis of the tax charge**

No liability to UK corporation tax arose for the year ended 31 December 2021 nor for the year ended 31 December 2020.

After the year end, the company donated profits of £27,114 to its parent charity and has included this donation in its calculation of taxable profits. As a result, the company has no tax liability for the year.

**6. TANGIBLE FIXED ASSETS**

	<b>Plant and machinery £</b>
<b>COST</b>	
At 1 January 2021	125,459
Additions	3,125
	<hr/>
At 31 December 2021	128,584
	<hr/>
<b>DEPRECIATION</b>	
At 1 January 2021	83,520
Charge for year	15,020
	<hr/>
At 31 December 2021	98,540
	<hr/>
<b>NET BOOK VALUE</b>	
At 31 December 2021	30,044
	<hr/> <hr/>
At 31 December 2020	41,939
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**7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Prepayments	98	98
	<hr/>	<hr/>

**8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Accrued expenses	1,645	1,560
Deferred government grants	-	13,981
	<hr/>	<hr/>
	1,645	15,541
	<hr/> <hr/>	<hr/> <hr/>

**9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Deferred government grants	-	1,074
	<hr/>	<hr/>

COMMUNITY INFORMATION TECHNOLOGY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued  
For The Year Ended 31 December 2021

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2021	2020
Number:	Class:	Nominal value:	£	£
5	Ordinary	£1	<u>5</u>	<u>5</u>

11. RESERVES

	Retained earnings £
At 1 January 2021	59,066
Profit for the year	<u>12,929</u>
At 31 December 2021	<u>71,995</u>

12. RELATED PARTY DISCLOSURES

An office administration fee of £4,320 (2020; £4,320) was paid to the Trust during the year.

A donation of £17,652 (2020; £15,598) was paid to the Trust during the year.

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**COMMUNITY INFORMATION TECHNOLOGY LIMITED**

**TRADING AND PROFIT AND LOSS ACCOUNT  
For The Year Ended 31 December 2021**

	2021		2020	
	£	£	£	£
<b>Subscribers</b>		<b>67,424</b>		57,717
<b>Cost of sales</b>				
Direct costs & installations	4,754		5,880	
Line rentals and networks	7,025		5,758	
Sub contractors	18,000		18,000	
		<u>29,779</u>		<u>29,638</u>
<b>GROSS PROFIT</b>		<b>37,645</b>		28,079
<b>Other income</b>				
Government grants		15,055		20,188
		<u>52,700</u>		<u>48,267</u>
<b>Expenditure</b>				
Light and heat	656		494	
Office administration	4,320		4,320	
Telephone	115		111	
Travelling	33		23	
Sundry expenses	48		-	
Accountancy	1,560		1,573	
Donations	17,652		15,598	
Depreciation of tangible fixed assets				
Plant and machinery	15,020		20,188	
		<u>39,404</u>		<u>42,307</u>
		<u>13,296</u>		5,960
<b>Finance costs</b>				
Bank charges		367		418
<b>NET PROFIT</b>		<b>12,929</b>		5,542

This page does not form part of the statutory financial statements