

FCA Registered number RS007584

**BOVEY TRACEY PARADISO ARTS LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025**

BOVEY TRACEY PARADISO ARTS LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

Contents

Society information: page 2

Directors' Report: page 3

Auditor's Report: page 6

Profit and Loss Account: page 9

Balance Sheet: page 10

Notes to the Financial Statements: page 11

Bovey Tracey Paradiso Arts Limited
Annual Report and Audited Financial Statements
For the year ended 30 June 2025

Society Information

Chairman	Mr D McGahey
Directors	Mr I Alexander Mr R Bull Ms J Carr (appointed 4 November 2024) Ms M Edwards Mr G Fice Mr P Housego (appointed 9 June 2025) Mr A Huckerby Ms J McDowell Mr D McGahey Mr B Rodrick Mr S Willmore Miss V Yates
Society secretary	Mr G Fice
Registered office	83 Fore Street Bovey Tracey Newton Abbot Devon TQ13 9AB
Accountants	The Alanbrookes Group Ltd Studio 24 The Glove Factory Holt Wiltshire BA14 6RL
Charity tax reference	5485900394

Directors' Report for the Year Ended 30 June 2025

The Directors present their report and the financial statements for the year ended 30 June 2025.

Directors of the society

The Directors who held office during the year were as follows:

Mr I Alexander
Mr R Bull
Ms J Carr (appointed 4 November 2024)
Ms M Edwards
Mr G Fice
Mr P Housego (appointed 9 June 2025)
Mr A Huckerby
Ms J McDowell
Mr D McGahey
Mr D McGahey
Mr B Rodrick
Mr S Willmore
Miss V Yates

Principal activity

The principal activity of the Society is to establish and operate a thriving community arts and entertainment centre for the people of Bovey Tracey and surrounding areas.

The Society's focus during the financial year has continued on establishment and operation of the arts and entertainment centre. Four significant milestones have marked the financial year 2024-25:

- 'Topping out' the auditorium and its naming for Tony Pearce whose vision and energy led to establishment of Bovey Paradiso Arts
- Appointment of two further Patrons – Ian Mortimer (history and heritage) and Sarah McIntyre (art and literature) - to work alongside Patron Patrice Naiambana (drama and performance)
- Completion of the exterior painting and signwriting of the building to stamp Paradiso's presence at the top of Fore Street in Bovey Tracey
- Launch of a new Paradiso brand and website

Members and local people have been welcomed to a number of open days and events to give a glimpse of what the arts centre – and the auditorium in particular - will look like when fully open.

There was a reluctant farewell to Jon Arnold, gallery manger since the gallery was first opened, but volunteers have stepped forward to continue with regular exhibitions and to make the gallery available to local artists for hire. As the new financial year begins, the Directors are working with a local artist on ideas for a community arts collective based in Paradiso which will offer a range of classes and events.

Considerable attention has focused on obtaining the financial support to complete and fit out of the auditorium, open up the entrance passageway to provide an inviting and disabled-friendly access point, and put the final touches to the kitchen.

A number of local and national bids for funding have been successful but considerable effort went into the launch of a third share issue. This was facilitated by a grant from the REACH Fund for social investment which enabled construction of a robust business plan, the rebranding of Paradiso and

professional marketing to support the share launch. Visits to other Devon arts centres drew on their experience to provide strong underpinning to the business plan.

Assessment of the business plan and the share issue prospectus by Co-Operatives UK led to award of the Community Shares Standard Mark, providing assurance to investors on strong financial planning and governance of the Community Benefit Society. Advance Assurance was obtained from HMRC that the share issue would qualify for tax relief under the Enterprise Investment Scheme (EIS), and the Society was invited to submit a full application for equity investment under the Community Shares Booster Fund.

Community engagement has continued, ranging from strengthened links with Bovey Tracey Town Council to thoughts on a Community Consultative Group. In return for the Council's support through the Community Infrastructure Levy presentations were made to the Council on the work of Paradiso, and a Councillor was welcomed to the Board as an Observer on behalf of the Council. Paradiso has continued to promote its work through local events such as the Green Man Festival, the Bovey Craft Fair, the Carnival, Bovey Food Festival and the annual public Town Hall meeting.

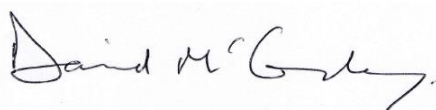
The extensive programme of events has continued under the Paradiso banner with events ranging from film to live music. Paradiso was delighted to be granted the right to screen live shows by the National Theatre and a notable highlight event was a sell-out concert by members of the Bournemouth Symphony Orchestra in the local church, organised in conjunction with Villages in Action. Paradiso's ability to stage outreach events was aided by a grant under the Teignbridge Arts Project which provided essential equipment such as chairs, portable staging, lights and audio equipment.

It is estimated that Paradiso-organised arts and entertainment events have attracted around 1500 people over the year.

Building on an energy reduction plan, and working on an environmental policy, Paradiso has benefitted from a Green Business grant from Teignbridge District Council. This enabled purchase of two air source heat pumps for the auditorium which supplement energy generated through the innovative photovoltaic tiles on the roof of the building. Underlining its eco-credentials, Paradiso supported events around the local Big Green Week and maintained a link with Climate Action for Bovey and Heathfield.

The Directors remain confident that, having established strong foundations, Paradiso will, subject to key funding being in place, open in the financial year 2025-26.

Approved by the Board and signed on its behalf by



Mr D McGahey (Chairman)

Date: 4 November 2025

Directors' responsibilities statement

The Directors are responsible for preparing the Directors' Report 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 applicable

law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 Society and of the profit or loss of the Society for that period.

In preparing these financial statements, the Directors are required to:

- select suitable accounting policies for the Society's financial statements and then apply them consistently;
- make judgments 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 Society will continue in business.

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

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BOVEY TRACEY PARADISO ARTS LIMITED

Opinion

We have audited the financial statements of Bovey Tracey Paradiso Arts Limited (the 'Society') for the year ended 30th June 2025, which comprise the Profit and Loss Account, the Balance Sheet and the related notes, 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 Society's affairs as at 30th June 2025 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 Society in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 Society'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 other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The directors are responsible for the other information contained within the Annual Report. 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. 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 course of 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.

Opinion on other matters prescribed by the Co-operative and Community Benefit Societies Act 2014.

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

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

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters in relation to which 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, 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' exemptions in preparing the Directors' Report and from the requirement to prepare a Strategic Report.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement set out on page 2, 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 is 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 Society'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 Society or to cease operations, or have no realistic alternative but to do so.

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 an Auditors' Report 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.

Based on our understanding of the Company and industry, we evaluated that the principal risks of noncompliance with laws and regulations related to UK tax legislation, Health and Safety Executive legislation, Data Protection legislation, Employment legislation and Environmental legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the financial

statements such as the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including override of controls). Audit procedures performed included:

- Evaluating management's controls designed to prevent and detect irregularities;
- Substantive testing of specific transactions and balances.

Although we have nothing adverse to report in terms of the results of the procedures listed above, there are inherent limitations in such procedures. We are less likely to become aware of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

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 Auditors' Report.

Use of our report

This report is made solely to the Society'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 Society's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Society and the Society's members, as a body, for our audit work, for this report, or for the opinions we have formed.



Andrew Fisher BA FCA (Senior Statutory Auditor)

for and on behalf of

The Alanbrookes Group Ltd

Chartered Accountants

24 Glove Factory Studios

1 Brook Lane

Holt

Wiltshire BA14 6RL

Date:

5 November 2025

Bovey Tracey Paradiso Arts Limited
Annual Report and Financial Statements
Profit and Loss Account for the year ended 30 June 2025

	Note	2025 £	2024 £
Turnover		26,149	24,186
Administrative expenses		(120,753)	(64,764)
Other operating income		145,053	310,695
Operating profit/(loss)		<u>50,449</u>	<u>270,117</u>
Profit before tax		<u>50,449</u>	<u>270,117</u>
Profit for the financial year		<u><u>50,449</u></u>	<u><u>270,117</u></u>

The above results were derived from continuing operations.

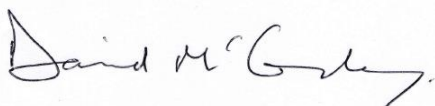
The society has no recognised gains or losses for the year other than the results above.

Bovey Tracey Paradiso Arts Limited
Annual Report and Financial Statements
(Registration number RS007584)
Balance Sheet as at 30 June 2025

	Notes	2025 £	2024 £
Fixed Assets			
Tangible assets	3	1,128,470	938,313
Current assets			
Stock		1,681	1,690
Debtors	4	11,022	27,832
Cash at bank and in hand		45,295	127,550
		<u>57,998</u>	<u>157,072</u>
Creditors: Amounts falling due within one year	5	(74,085)	(33,452)
Net current assets		<u>(16,087)</u>	<u>123,620</u>
Net assets		<u>1,112,383</u>	<u>1,061,933</u>
Capital and reserves			
Called up share capital	6	571,850	571,850
Profit and loss account		540,533	490,083
Total equity		<u>1,112,383</u>	<u>1,061,933</u>

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved and authorised by the Board on 4 November 2025 and signed on its behalf by:



David McGahey
Chairman



Graham Fice
Director and Society Secretary



Andrew Huckerby
Director

1. General information

The Society is constituted as a Community Benefit Society under the Co-operative and Community Benefit Societies Act 2014.

The address of its registered office is:

83 Fore Street
Bovey Tracey
Newton Abbot
Devon
TQ13 9AB
United Kingdom

These financial statements were authorised for issue by the Board on 4 November 2025.

2. Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

The average number of employees during the period was one.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the society's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The society recognises revenue when: the amount of revenue can be reliably measured; it is probable that future economic benefits will flow to the entity; and specific criteria have been met for each of the company's activities.

Other grants

Grants which relate to revenue are recognised in income in the period the related costs are incurred by the entity for which the grant is intended to compensate. For grants which are received by the entity for compensation for expenses or losses which have already been incurred, the grant is recognised in income when it is received or receivable.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Land and buildings	Not depreciated
Furniture, fittings, plant and equipment	20%

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 debtors

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

Trade debtors 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 trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Bovey Tracey Paradiso is a separate trading subsidiary and is a Community Interest Company Limited by Guarantee. This company was wound down and struck off in the year.

Stocks

Inventories are carried at the lower of cost and net realisable value. Cost is determined using the first-in, first-out method. The cost of finished goods and work-in-progress comprises raw materials, direct labour, other direct costs and related production overheads (based on normal operating capacity) but excludes borrowing costs.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and applicable variable selling expenses.

Trade creditors

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 company 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.

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

Share capital

The shares cannot be sold or traded. They may at the discretion of the Directors and subject to any statements in share offers, a share withdrawal policy or the law be withdrawn. The full price paid for the shares is not withdrawable if the Society does not have sufficient funds available at the time. In some circumstances the Directors may write down the value of the shares and in these circumstances only the written down value will be received.

3. Tangible assets

	Land & Buildings £	Plant	Furniture, fittings and equipment £	Total £
Cost or valuation				
At 1 July 2024	906,667	0	59,262	965,929
Additions	177,720	18,949	8,841	205,510
At 30 June 2025	1,084,387	18,949	68,103	1,171,439
Depreciation				
At 1 July 2024	0	0	27,616	27,616
Charge	0	1,895	13,458	15,353
At 30 June 2025	0	1,895	41,074	42,969
Carrying amount				
At 30 June 2025	1,084,387	17,054	27,029	1,128,470
At 30 June 2024	906,667	0	31,646	938,313

A Legal Charge was taken during the financial year by Bovey Tracey Town Council in return for a grant of £93,000 under the Community Infrastructure Levy. Funds received are accordingly shown in these accounts. In taking this Charge the Town Council has secured its financial interest in the building but does not interest itself in the business of Paradiso. The Board of Directors has welcomed Cllr Charlie West as Observer on behalf of the Town Council and periodic reports are made to the Council. The Charge will be released on completion of the development or in 2029 whichever is the sooner, subject to the satisfaction of the Council.

4. Debtors

	2025 £	2024 £
Trade Debtors	5,426	4,948
VAT Receivable	5,596	6,929
Bovey Tracey Paradiso CIC	0	15,955
	11,022	27,832

5. Creditors

Creditors: amounts falling due within one year

	2025	2024
	£	£
Due within one year		
Trade creditors	24,142	10,062
Taxation and social security	116	575
Accruals and deferred income	7,832	815
Loans	41,995	22,000
	<u>74,085</u>	<u>33,452</u>

6. Share capital

Allotted, called up and fully paid shares

	2025		2024	
	No.	£	No.	£
Ordinary of £1 each	571,850	571,850	571,850	571,850

Bovey Tracey Paradiso Arts Limited
Annual Report and Financial Statements
Detailed Profit and Loss Account for the year ended 30 June 2025

This page is for the information of the members only and does not form part of filed financial statements

	2025	2024
	£	£
Turnover	26,149	24,186
Administrative expenses		
Audit and accountancy and other services	874	987
Advertising, promotions and marketing costs	7,030	45
Payroll costs	12,375	9,211
Utilities costs	4,773	9,428
Other repairs and maintenance costs	2,229	2,484
Consultancy costs	17,771	14,364
Bank charges	1,471	654
Insurance costs	11,989	6,158
IT and computer	3,018	2,694
Printing, postage and stationery	353	133
Subscriptions	58	250
Gallery expenses	138	248
Event costs	7,795	6,340
Bad debt write offs	35,526	(59)
Depreciation	15,353	11,830
	<hr/> 120,753	<hr/> 64,765
Other operating income		
Grants and donations	145,053	310,695
	<hr/>	<hr/>
Profit for the financial year	<hr/> <hr/> 50,449	<hr/> <hr/> 270,116