

Findon Village Collective Ltd - Findon Village Store

Shareholder FAQs

How does the share issue work?

The company we have set up is a Society for the Benefit of the Community, operating on the basis of one member one vote, irrespective of the number of shares purchased. It should be considered primarily as an opportunity to contribute financially to the community of Findon with the expectation of a social dividend rather than a financial reward. It is NOT the same as a purely profit-driven enterprise where the investor seeks to share in profits through dividends and to make capital gains from increased value in shares.

Is it a good investment?

The community shop model has proved itself to be very robust. Of a total of 324 similar start-ups across the country, there has been a 96% success rate and it is well proven that communities that work together to set up such a venture will support it in the future. The value of shares in Findon Village Collective Ltd cannot increase beyond the nominal value of £1000 per share and could even decrease if liabilities exceed assets. However, the Society confers limited liability so, should the project fail, there would be no further liability on shareholders.

Will I earn interest on my shareholding?

Any payment of interest must be from trading profits and is at the discretion of the Management Team, having regard to long term interests of the Society and the need to maintain prudent reserves. The rate of any interest payable is subject to approval by the voting Members at an Annual General Meeting, and shall not exceed 5% or 2% above Bank of England base rate whichever is the greater.

What about joint ownership of shares?

Joint shareholders are eligible for voting membership but must nominate one of the parties to represent the interests of the others when voting. Nominations will be recorded by the Company Secretary on the Register of Shareholders.

Can I sell my shares?

These shares cannot be sold or transferred.

Can I withdraw my investment?

The only way to recover the sum initially invested (or any reduced value) is to give notice of withdrawal to the Management Team in accordance with the Share Surrender and Withdrawal Policy. No withdrawal can take effect (except in exceptional circumstances) until 3 years have elapsed from the date of issue or the date the Findon Village Store begins trading, whichever is the later. Withdrawal will be at the discretion of the Management Team who will judge if the business is trading profitably and if it has adequate cash reserves to fund withdrawal. The Management Team will also have the right to set a cap on how many shares can be withdrawn each year.

What happens in the event of the death of a shareholder?

In the event of the death of a shareholder the intention would be to make an earlier repayment if requested by the beneficiaries, subject to funds being available. Replacement share certificates would be issued to beneficiaries choosing to continue as shareholders.

Can I get tax relief under the Enterprise Investment Scheme?

HMRC has advised that our business does not qualify for this scheme.

How can I find out more about the Business Plan and Society Rules?

The easiest way, will be to go to the Shareholders' page on our website: findonvillagestore.org For shareholders with no access to the internet, the Business Plan and Rules may be viewed on request from the Company Secretary, c/o Findon Village Store, or via findoncommunityshop@gmail.com

What will Findon Village Store offer?

The shop will be open every day and will offer newspapers, Post Office, groceries, local produce, and household goods which villagers want and need

How will it be run?

It will be run by the Management Team, elected annually by Members at the AGM. The shop will be staffed by a Shop Manager, some paid staff, and a group of local volunteers.

Who's who on the Management Team?

Chairman: Steve Smith; Vice-Chair, Advertising, PR & Communications: Jo O'Dell; Treasurer: Alan Holmes; Buildings Advisor: Stephen Porti; Management Accountant: (Vacancy); Branding, Promotions, Product Selection and Sourcing: Becky Fagan; Company Secretary: Richard Pratt; Anne Colville; Chris Blacker

When will the AGM be held?

The first formal AGM will be held after one year of trading, in November 2018. The Annual Report and Draft Accounts will be presented to shareholders and there will be elections for membership of the Management Team.