

REGISTRAR

WEST HERTS GOLF CLUB LIMITED
(A Company Limited by Guarantee)

ANNUAL REPORT AND ACCOUNTS

31ST DECEMBER 2000



MYERS CLARK
CHARTERED ACCOUNTANTS

WEST HERTS GOLF CLUB LIMITED

ANNUAL REPORT AND ACCOUNTS

31ST DECEMBER 2000

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WEST HERTS GOLF CLUB LIMITED

OFFICERS AND ADVISERS

Directors

D. Brown	N. Parish
F. Atkinson	R. Twydle
E. Woodward	C. Hansard
H. Green	Mrs. R. Pretlove
R. Newton	P. Ellwood

Secretary

C. Dodman

Registered Office

Cassiobury Park,
Watford,
Herts.
WD1 7SL

Auditors

Myers Clark,
Chartered Accountants,
Woodford House,
Woodford Road,
Watford,
Herts.
WD17 1DL

Bankers

Allied Irish Bank Plc.,
81/89, St. Albans Road,
Watford,
Herts.
WD1 1RG

Solicitors

Matthew Arnold and Baldwin,
20 Station Road,
Watford,
Herts.,
WD1 1HT

WEST HERTS GOLF CLUB LIMITED

DIRECTORS' REPORT

The Directors present their annual report together with the audited accounts of the Company for the year ended 31st December 2000.

Principal Activity

The Company's principal activity during the year continued to be the provision of golf and related facilities.

Guarantee Company

The Company is limited by guarantee and does not have a share capital.

Review of the Business

A summary of the results of the year's trading is given on page 5 of the accounts.

Market Value of Land and Buildings

In the opinion of the Directors the Company's freehold land and buildings had an open market value of £130,000 at 31st December 2000.

Political and Charitable Contributions

During the year the Company made various charitable contributions totalling £925. In addition, members through competition entry fees and special events have contributed approximately £5,200 to local charities.

Directors and Management Committee

The following persons served during the year as Committee Members and Directors for Companies Act purposes:

K. Thompson - Captain (resigned 1.4.00)	D. Brown - Captain	F.H. Atkinson - Vice Captain (appointed 16.5.00)
A. Connell (resigned 1.4.00)	P. Ellwood	
R.V.R. Drake (resigned 1.4.00)	R. Twydle	
E. Woodward	C. Hansard	
R. Newton	H. Green (appointed 1.4.00)	
Mrs. R. Pretlove	N. Parish (appointed 1.4.00)	

Statement of Directors' Responsibilities

Company law requires the Directors to prepare accounts for each financial year which 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 those accounts the Directors are required to select suitable accounting policies and then apply them consistently, make judgements and estimates that are reasonable and prudent and prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts comply with the Companies Act 1985. 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.

WEST HERTS GOLF CLUB LIMITED

DIRECTORS' REPORT (continued)

Auditors

In accordance with Section 385(2) of Companies Act 1985 a resolution will be submitted at the forthcoming Annual General Meeting that Myers Clark, Chartered Accountants, be re-appointed as auditors.

By Order of the Committee



C. Dodman
Club and Company Secretary

Cassiobury Park,
Watford,
Herts.
WD1 7SL

22nd February 2001

WEST HERTS GOLF CLUB LIMITED

AUDITORS' REPORT TO THE MEMBERS OF

WEST HERTS GOLF CLUB LIMITED

We have audited the accounts on pages 5 to 12 which have been prepared under the historical cost convention and the accounting policies as set out on page 7.

Respective responsibilities of Directors and Auditors

As described on page 2 the company's Directors are responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgments made by the Directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we have evaluated the overall adequacy of the presentation of information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31st December 2000 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

Woodford House,
Woodford Road,
Watford,
Herts.
WD17 1DL

MYERS CLARK
CHARTERED ACCOUNTANTS AND
REGISTERED AUDITOR

26th February 2001

WEST HERTS GOLF CLUB LIMITED**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED****31ST DECEMBER 2000**

	Notes	2000	1999
Turnover	3	581,605	520,270
Other operating income	4	57,860	35,784
		<hr/> 639,465	<hr/> 556,054
Administrative expenses		577,577	568,440
Operating profit/(loss)		<hr/> 61,888	<hr/> (12,386)
Interest receivable	5	21,567	29,885
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	6	<hr/> 83,455	<hr/> 17,499
Taxation on profit on ordinary activities	8	3,768	6,427
RETAINED PROFIT FOR THE FINANCIAL YEAR		<hr/> 79,687	<hr/> 11,072
Retained profit brought forward		670,078	659,006
RETAINED PROFIT CARRIED FORWARD		<hr/> £749,765	<hr/> £670,078
		<hr/> <hr/>	<hr/> <hr/>

All the Company's operations are classed as continuing.

The Company had no recognised gains or losses other than the profit for the year.

The notes on pages 7 to 12 form part of these accounts.

WEST HERTS GOLF CLUB LIMITED

BALANCE SHEET AT 31ST DECEMBER 2000

	Notes	2000	1999
TANGIBLE FIXED ASSETS	9	1,295,429	1,161,979
CURRENT ASSETS			
Stocks	10	12,655	7,564
Debtors	11	15,633	55,845
Cash at bank and in hand		289,978	304,510
		<u>318,266</u>	<u>367,919</u>
CREDITORS: amounts falling due within one year	12	47,972	36,841
NET CURRENT ASSETS		<u>270,294</u>	<u>331,078</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,565,723</u>	<u>1,493,057</u>
CREDITORS: amounts falling due after one year	13	815,958	822,979
		<u>£749,765</u>	<u>£ 670,078</u>
CAPITAL AND RESERVES			
Profit and loss account	14	749,765	670,078
MEMBERS' FUNDS	15	<u>£749,765</u>	<u>£ 670,078</u>

Approved by the Management Committee on 22nd February 2001

D. BROWN

F.H. ATKINSON

DIRECTORS AND MEMBERS OF THE MANAGEMENT COMMITTEE

The notes on pages 7 to 12 form part of these accounts.

WEST HERTS GOLF CLUB LIMITED

NOTES TO THE ACCOUNTS

AT 31ST DECEMBER 2000

1. STATUS

The Company being limited by guarantee has no share capital but each ordinary member undertakes to contribute a sum not exceeding £2 in the event of a winding-up whilst he is a member or within one year after he has ceased to be a member.

2. ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the company's accounts.

Accounting Convention

The accounts are prepared under the historical cost convention, and in accordance with applicable accounting standards.

Statement of Cash Flows

The Company qualifies as a small company under the Companies Act 1985 and accordingly the Directors have elected to take advantage of the exemption under FRS1 not to prepare a statement of cash flows.

Depreciation

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life, as follows:

Freehold buildings	-	over 47 years
Clubhouse	-	over 47 years
Furniture, plant and machinery	-	over 2 to 5 years
Course	-	over 2 to 5 years

Stocks

Stocks are stated at the lower of cost and net realisable value.

Grants

Grants in respect of fixed assets are treated as deferred income and credited to the profit and loss account over the expected economic life of the relevant assets.

3. TURNOVER

Turnover represents all income derived from golf course services, stated net of value added tax, during the year. Turnover is attributable to one class of business, the provision of golfing facilities.

WEST HERTS GOLF CLUB LIMITED

NOTES TO THE ACCOUNTS

AT 31ST DECEMBER 2000 (continued)

4. OTHER OPERATING INCOME

	2000	1999
Bar and catering sales	265,919	196,200
Less: Cost of sales	225,975	176,039
	<u>39,944</u>	<u>20,161</u>
Net profit on fruit machines	17,850	15,698
Profit on dances and events	66	77
	<u>57,860</u>	<u>35,936</u>
Rent receivable	-	3,800
Expenses	-	3,952
	<u>-</u>	<u>(152)</u>
	<u>£57,860</u>	<u>£ 35,784</u>

5. INTEREST RECEIVABLE

	2000	1999
Bank interest	21,567	29,714
National Savings Income Bond	-	171
	<u>£21,567</u>	<u>£29,885</u>

6. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	2000	1999
This is stated after charging:		
Auditors' remuneration	3,000	2,200
Depreciation	77,286	49,639
Operating lease rentals - property	50,000	50,000
	<u></u>	<u></u>

NOTES TO THE ACCOUNTS

AT 31ST DECEMBER 2000 (continued)

7. DIRECTORS AND EMPLOYEES

The average number of persons, excluding Directors, employed by the Company during the year was as follows:

	2000	1999
Green staff	6	7
Bar, catering and cleaning	5	4
Administration	3	3
	<u> </u>	<u> </u>
Wages and salaries	245,268	240,395
Social security costs	19,398	19,034
	<u> </u>	<u> </u>
	£264,666	£259,429
	<u> </u>	<u> </u>

8. TAXATION ON PROFIT ON ORDINARY ACTIVITIES

The Company is a non-profit making association and therefore not assessable to corporation tax on ordinary activities. The charge relates to corporation tax charged on interest received and rental income.

	2000	1999
Corporation tax at 17.5% (1999 - 20.2%)	3,780	6,179
Taxation (over)/under provided in previous years	(12)	248
	<u> </u>	<u> </u>
	£3,768	£6,427
	<u> </u>	<u> </u>

WEST HERTS GOLF CLUB LIMITED

NOTES TO THE ACCOUNTS

AT 31ST DECEMBER 2000 (continued)

9. TANGIBLE FIXED ASSETS

	Total	Land and Buildings	Furniture, Plant and Machinery	Course
Cost or Valuation				
At 1st January 2000	1,443,993	1,029,085	311,325	103,583
Additions	218,211	122,122	90,301	5,788
Disposals	(46,993)	-	(46,993)	-
	<hr/>	<hr/>	<hr/>	<hr/>
At 31st December 2000	1,615,211	1,151,207	354,633	109,371
	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation				
At 1st January 2000	282,014	12,794	188,602	80,618
Provided during the year	77,286	24,221	47,016	6,049
Disposals	(39,518)	-	(39,518)	-
	<hr/>	<hr/>	<hr/>	<hr/>
At 31st December 2000	319,782	37,015	196,100	86,667
	<hr/>	<hr/>	<hr/>	<hr/>
Net Book Value				
At 31st December 2000	£1,295,429	£1,114,192	£158,533	£22,704
	<hr/>	<hr/>	<hr/>	<hr/>
At 31st December 1999	£1,161,979	£1,016,291	£122,723	£22,965
	<hr/>	<hr/>	<hr/>	<hr/>

In 1999 the Club received a £165,000 grant from the Lottery Sports Fund and a further £165,000 from Watford Borough Council. These amounts have been treated as deferred income and are being credited to the profit and loss account over the remaining term of the Club's lease.

10. STOCKS	2000	1999
Bar and catering stocks	9,487	4,092
Course materials	2,870	3,216
Other stock	298	256
	<hr/>	<hr/>
	£12,655	£7,564
	<hr/>	<hr/>

WEST HERTS GOLF CLUB LIMITED

NOTES TO THE ACCOUNTS

AT 31ST DECEMBER 2000 (continued)

11.	DEBTORS	2000	1999
	Other debtors	£15,633	£55,845
		<u> </u>	<u> </u>
12.	CREDITORS		
	Amounts falling due within one year:	2000	1999
	Trade creditors	19,163	14,301
	Other taxes and social security costs	7,848	6,147
	Current corporation tax	3,780	6,179
	Other creditors	2,423	993
	Accruals and deferred income	14,758	9,221
		<u>£47,972</u>	<u>£36,841</u>
		<u> </u>	<u> </u>
13.	CREDITORS		
	Amounts falling due after one year:	2000	1999
	Other creditors	500,000	500,000
	Accruals and deferred income	315,958	322,979
		<u>£815,958</u>	<u>£822,979</u>
		<u> </u>	<u> </u>

Other creditors represents an unsecured loan to the club from a benefactor. There is no entitlement to interest on the principal sum which is repayable on 15th February 2004.

14. PROFIT AND LOSS ACCOUNT

	Profit and Loss Account
At 1st January 2000	670,078
Profit for the financial year	79,687
	<u> </u>
At 31st December 2000	£749,765
	<u> </u>

WEST HERTS GOLF CLUB LIMITED

NOTES TO THE ACCOUNTS

AT 31ST DECEMBER 2000 (continued)

15.	MEMBERS' FUNDS	2000	1999
	Reconciliation of movements in members' funds		
	Profit for the financial year	79,687	11,072
	Opening members funds	670,078	659,006
	Closing members' funds	<u>£749,765</u>	<u>£670,078</u>

16. **COMMITMENTS UNDER OPERATING LEASES**

At 31st December 2000 the Company had annual commitments under operating leases as follows:

	Land and Buildings	
	2000	1999
Operating leases which expire in more than 5 years	£50,000	£50,000

17. **RELATED PARTY TRANSACTIONS**

Transactions have taken place during the year with businesses in which serving Directors have an interest as follows:

The Club paid £705 (1999 £1,699) for printing services to West Herts Graphics, a firm owned by Mr. K. Thompson and a further £1,487 (1999 £3,213) to Garston Supply Yard Limited, a company in which Mr C. Hansard is a Director.

18. **CAPITAL COMMITMENTS**

Capital expenditure contracted for at 31st December 2000 for which no provision has been made in the accounts amounted to £162,926 (1999: £Nil).