

REG NO 12886

**PRESTWICH CONSERVATIVE CLUB
BUILDING COMPANY LIMITED**

**Financial Statements
30 September 1999**



HOLDEN HARRISON & CO

Chartered Accountants

Blackfriars House, The Parsonage, Manchester, M3 2NB

PRESTWICH CONSERVATIVE CLUB BUILDING COMPANY LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 30 SEPTEMBER 1999

The Directors present their Report together with the Financial Statements for the year ended 30 September 1999.

PRINCIPAL ACTIVITIES & BUSINESS REVIEW

The Company has continued its principal activity which is the ownership of the property let to the Prestwich Conservative Club.

DIRECTORS & THEIR INTERESTS

The Directors serving during the year and their unchanged interests in the issued Ordinary Share Capital of the Company are as follows:

| | <u>30.09.1999</u> | <u>01.10.1998</u> |
|-------------------------------------|-------------------------------|-------------------------------|
| | <u>Ordinary Shares</u> | <u>Ordinary Shares</u> |
| F Mercer died 4 October 1998 | - | 25 |
| N Mellor | 25 | 25 |
| H Tootill | 25 | 25 |
| J P Marr | 25 | 25 |
| A E James appointed 8 December 1998 | 25 | - |

AUDITORS

Holden Harrison and Company will be proposed for re-appointment as Auditors to the Company.

SMALL COMPANY EXEMPTIONS

This Report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Board of Directors on 13 April 2000
and signed on their behalf by:



N MELLOR
(Chairman)

**AUDITORS REPORT TO THE MEMBERS OF
PRESTWICH CONSERVATIVE CLUB BUILDING COMPANY LIMITED**

We have audited the Financial Statements on pages 3 to 5b which have been prepared under the Historical Cost Convention and the Accounting Policies set out on page 5a

Respective Responsibilities of Directors and Auditors

As described on page 4, the company's directors are responsible for the preparation of Financial Statements. It is our responsibility to form an independent opinion, based on our audit, on those statements 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 Financial Statements. It also includes an assessment of the significant estimates and adjustments made by the directors in the preparation of the Financial Statements, and of whether the Accounting Policies are appropriate to the Company's circumstances consistently applied and adequately disclosed.

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

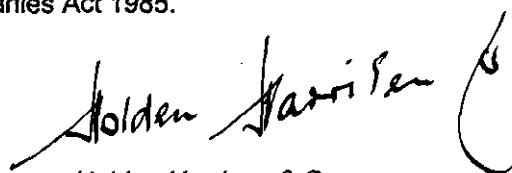
Opinion

As referred to in Notes 1b and Note 2 depreciation is not provided on freehold land and buildings. This treatment is not in accordance with the Statement of Standard Accounting Practices No 12 Accounting for Depreciation, or the Companies Act 1985. If depreciation had been provided on freehold land and buildings at 2% per annum a further amount of £1,679 (1998 £1,679) would have been charged in the Profit and Loss Account for the year and the net book value of tangible fixed assets and shareholders funds would have been so reduced.

Except for the failure to provide for depreciation as described above in our opinion the Financial Statements give a true and fair view of the state of the company's affairs as at the 30 September 1999 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

13 April 2000

Manchester



Holden Harrison & Company
Registered Auditors

PRESTWICH CONSERVATIVE CLUB BUILDING COMPANY LIMITED

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 30 SEPTEMBER 1999

| | <u>1999</u> £ | <u>1998</u> £ |
|---|------------------|------------------|
| Rents Received | 4,500 | 4,500 |
| Net Operating Expenses | <u>10,004</u> | <u>4,304</u> |
| Operating Loss/ Profit on Ordinary Activities for the year before and after taxation | - 5,504 | 196 |
| Adverse Balance on Profit & Loss Account brought forward | - 9,888 | - 10,084 |
| Adverse Balance on Profit & Loss Account carried forward | <u>- 15,392</u> | <u>- 9,888</u> |

The notes on pages 5a and 5b form part of the Financial Statements

PRESTWICH CONSERVATIVE CLUB BUILDING COMPANY LIMITED
BALANCE SHEET AS AT 30 SEPTEMBER 1999

| | <u>NOTES</u> | <u>1999</u> | <u>1998</u> |
|--|---------------------|--------------------|--------------------|
| | | £ | £ |
| <u>FIXED ASSETS</u> | | | |
| Tangible Assets | 2 | 83,462 | 83,462 |
| <u>CURRENT ASSETS</u> | | | |
| Cash at Bank | 21 | | 13 |
| <u>CREDITORS: Amounts falling due within one year</u> | 3 | - 83,157 | - 77,645 |
| | | - 83,136 | - 77,632 |
| <u>Net Current Liabilities</u> | | | |
| <u>TOTAL NET ASSETS</u> | | <u>326</u> | <u>5,830</u> |
| <u>CAPITAL & RESERVES</u> | | | |
| Called up Share Capital | 4 | 11,514 | 11,514 |
| Other Reserves | | <u>4,204</u> | <u>4,204</u> |
| | | 15,718 | 15,718 |
| Profit & Loss Account | | - 15,392 | - 9,888 |
| | | <u>326</u> | <u>5,830</u> |

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and preparing Financial Statements which give a true and fair view of the state of affairs of the company in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to Financial Statements, so far as applicable to the Company.

These Financial Statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standards for Smaller Entities (effective March 1999).

Approved by the Board of Directors on 13.04.2000 and signed on their behalf by:

N Mellor Director



The Notes on pages 5a and 5b form part of the Financial Statements

PRESTWICH CONSERVATIVE CLUB BUILDING COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 1999

1. ACCOUNTING POLICIES

The following Accounting Policies have been used consistently in dealing with items which are considered material in relation to the Company's Financial Statements.

a) Basis of Accounting

The Financial Statements have been prepared under the Historical Cost Accounting Rules in accordance with Financial Reporting Standards for Smaller Entities.

b) Depreciation

The fixtures have been fully depreciated. On Freehold Land and Buildings the Directors have not provided for depreciation as they are advised that Current Market Value is considerably in excess of book values.

c) Cash Flow Statement

The Company has taken advantage of the exemption provided by Financial Reporting Standard 1 and has not prepared a Cash Flow Statement for the year ended 30 September 1999.

d) Turnover

Represents rental income received during the period.

e) Fundamental Uncertainty

The Company has an excess of current liabilities over current assets of £83,136. The major creditor is a related party, Prestwich Conservative Club, and the Going Concerning Basis is subject to the continued support of that organisation. No provision is made for any costs which may be forthcoming should such support not be available

2. TANGIBLE FIXED ASSETS

| | <u>Freehold Land and Buildings</u> | <u>Fixtures</u> | <u>Total</u> |
|--|---|------------------------|---------------------|
| | £ | £ | £ |
| Cost at 30 September 1999 & 1998 | 83,940 | 235 | 84,175 |
| Balance of depreciation at 30 September 1999 & 1998 | 479 | 234 | 713 |
| Net Book Value 30 September 1999 & 1998 | <u>83,461</u> | <u>1</u> | <u>83,462</u> |

As stated in note 1(b) of the Financial Statements, the Company has not provided for depreciation on Freehold Land and Buildings and in that respect the Financial Statements do not comply with Statement of Standard Accounting Practice 12, or the Companies Act 1985. The Directors have invoked the true and fair override in this regard. It is their opinion that the Financial Statements as shown, represents the company's financial situation more accurately than would otherwise be the case if depreciation was charged on Freehold Land and Buildings.

PRESTWICH CONSERVATIVE CLUB BUILDING COMPANY LIMITED**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 1999**

| | <u>1999</u> | <u>1998</u> |
|---|--------------------|--------------------|
| | <u>£</u> | <u>£</u> |
| 3. <u>CREDITORS:</u> Amounts falling due within one year | | |
| Loan - Prestwich Conservative Club | 82,496 | 75,183 |
| Creditors & Accruals | 661 | 2,462 |
| | <u>83,157</u> | <u>77,645</u> |

4. SHARE CAPITAL

| | | |
|---|---------------|---------------|
| Authorised: 15000 Ordinary Shares of £1 Each | <u>15,000</u> | <u>15,000</u> |
| Alotted, Called Up & Fully Paid | <u>11,514</u> | <u>11,514</u> |

5. TAXATION

No Corporation Tax Liability has been reserved as no liability is anticipated. There are unused losses to carry forward.

6. RELATED PARTY TRANSACTION

The controlling party is Prestwich Conservative Club by reason of its 90.11% holding of the Company's Issued Share Capital.

| | <u>1999</u> | <u>1998</u> |
|--|--------------------|--------------------|
| Rental income received from Prestwich Conservative Club, a major shareholder in this company | 4,500 | 4,500 |
| Loan Creditor - Prestwich Conservative Club | 82,496 | 75,183 |

This loan is repayable on demand and carries no interest

PRESTWICH CONSERVATIVE CLUB BUILDING COMPANY LIMITED**REVENUE ACCOUNT FOR THE YEAR ENDED 30 SEPTEMBER 1999**

| | <u>1999</u> | | <u>1998</u> | |
|---|-------------|----------------------|-------------|-------------------|
| | £ | £ | £ | £ |
| <u>INCOME</u> | | | | |
| Rents Received | | 4,500 | | 4,500 |
| <u>EXPENDITURE</u> | | | | |
| Repairs & Renewals | | 7,483 | | 1,830 |
| Insurance | | 1,875 | | 1,875 |
| Printing, Postage & Secretary's Remuneration | | 337 | | 302 |
| Professional Charges | | 294 | | 282 |
| Sundry Expenses | | <u>15</u> | | <u>15</u> |
| | | 10,004 | | 4,304 |
| <u>NET (LOSS)/PROFIT FOR THE YEAR</u> | | <u><u>-5,504</u></u> | | <u><u>196</u></u> |

This page does not form part of the Statutory Financial Statements.