

MELBOURNE LIBERAL CLUB
AND
PUBLIC HALL COMPANY LIMITED
COMPANY NO. 28269

ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED
30TH JUNE 2005



HSKS LIMITED
CHARTERED ACCOUNTANTS
18 ST CHRISTOPHER'S WAY
PRIDE PARK
DERBY
DE24 8JY

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED

ANNUAL REPORT AND ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 2005

COMPANY NO. 28269

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MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED

REPORT OF THE DIRECTORS

The Directors present their annual report with the accounts of the Company for the year ended 30th June 2005:

PRINCIPAL ACTIVITY

The principal activity of the Company continued to be the provision of Club and Hall facilities.

DIRECTORS

The Directors in office in the year and their beneficial interest in the issued ordinary share capital were as follows:-

		Ordinary Shares of 50p each	
		30.6.05	30.6.04
E Mason	(Resigned 12.1.05)	-	24
R Robey		24	24
G W Parsons	(Resigned 12.1.05)	-	24
M Brown		19	24
J A Dando	(Resigned 12.1.05)	-	5
M Cooper	(Appointed 15.12.04)	5	-
R Bexon	(Appointed 14.1.05)	-	-
B E Craven	(Appointed 15.1.05)	-	-

Mr M Cooper, Mr R Bexon and Mr B E Craven, having been appointed during the year, offer themselves for re-election.

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 as at the end of the financial year 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;

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 maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and 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.

The above report has been prepared in accordance with special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the Board of Directors

R ROBEY

Secretary



Approved by the Board 16 January 2006

REPORT OF THE ACCOUNTANTS TO THE DIRECTORS OF
MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED

As described on the Balance Sheet you are responsible for the preparation of the financial statements for the year ended 30 June 2005 set out on pages 3 to 11 and you consider that the Company is exempt from an audit in accordance with Section 249A of the Companies Act 1985.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

HSKS Limited

H S K S LIMITED

Chartered Accountants

18 ST CHRISTOPHER'S WAY
PRIDE PARK
DERBY
DE24 8JY
16 JANUARY 2006

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH JUNE 2005

	<u>Notes</u>	<u>2005</u>	<u>2004</u>
Turnover	2	167,914	148,259
Change in Stock		(19)	(23)
		<u>167,895</u>	<u>148,236</u>
Beer, Wines and Spirits	72,961	68,181	
Minerals, Crisps and Sundries	5,610	6,347	
Cigars, etc.	1,487	1,225	
		<u>80,058</u>	<u>75,753</u>
		<u>87,837</u>	<u>72,483</u>
Staff costs:	3		
Steward's Salary	18,636	18,059	
Other Wages	25,599	25,651	
Directors' Remuneration	127	53	
Social Security Costs	2,371	2,154	
Depreciation	1	2,453	
Other operating charges:			
Rates and Insurance	8,377	8,370	
Heating and Lighting	2,322	2,451	
Steward's Motor Expenses	53	33	
Repairs and Renewals	50,558	4,804	
Refreshments and Entertainment	6,414	5,744	
Hire of Plant and Equipment	120	120	
Postage, Stationery, Telephone, etc	492	324	
Gaming Licences	3,956	3,918	
Advertising	82	118	
Bank Charges	458	358	
Legal and Professional Charges	863	495	
Accountancy Charges	850	1,050	
Cleaning and Sundry Expenses	1,547	2,369	
		<u>125,742</u>	<u>78,524</u>
OPERATING (LOSS)		(37,905)	(6,041)
Profit on Sale of Investments	11	9,293	8,032
Interest Received	5	110	66
Income from Unit Trusts		585	611
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>(27,917)</u>	<u>2,668</u>
Tax on (loss)/profit on ordinary activities		(46)	(57)
(LOSS)/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION			
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		<u>(27,963)</u>	<u>2,611</u>
Dividends	7	(872)	(872)
(LOSS)/PROFIT FOR THE YEAR		<u>(28,835)</u>	<u>1,739</u>
Retained Profit Brought Forward		10,879	9,140
RETAINED (LOSS)/PROFIT CARRIED FORWARD		<u>£ (17,956)</u>	<u>£10,879</u>

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30TH JUNE 2005

CONTINUING OPERATIONS

None of the Company's activities were acquired or discontinued during the above two financial years.

TOTAL RECOGNISED GAINS AND LOSSES

The Company has no recognised gains or losses other than the loss for the two financial years ended 30th June 2005.

NOTE OF HISTORICAL COST PROFITS AND LOSSES

The difference between the result as disclosed in the profit and loss account and the result on an unmodified historical cost basis is not material. The only adjustment would be for the £770 difference between £905 depreciation on the revalued amount of Freehold Land and Buildings and £135 depreciation on the historical cost basis.

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITEDBALANCE SHEETAS AT 30TH JUNE 2005

FIXED ASSETS

Tangible Assets	8	42,452	38,915
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CURRENT ASSETS

Stocks		3,891	3,909
Debtors:			
Trade Debtors	9	7,282	20
Prepayments and Accrued Income	10	1,712	1,945
Investments	11	25,918	38,869
Cash at Bank and in Hand		3,672	2,197
		<u>42,475</u>	<u>46,940</u>

CREDITORS: amounts falling
due within one year

Trade Creditors		7,706	6,767
Other Creditors Including			
Taxation and Social Security	12	54,620	26,538
Accruals		(791)	387
Proposed Dividend		936	872
Unclaimed Dividends		599	599
		<u>63,070</u>	<u>35,163</u>

NET CURRENT (LIABILITIES)/ASSETS		(20,595)	11,777
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TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£ 21,857</u>	<u>£ 50,692</u>
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CAPITAL AND RESERVES

Called up Share Capital	13	1,384	1,384
Revaluation Reserve	8	38,429	38,429
Profit and Loss Account		(17,956)	10,879
		<u>£ 21,857</u>	<u>£ 50,692</u>

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITEDBALANCE SHEETAS AT 30TH JUNE 2005

The Company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ending 30 June 2005.

No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

The Directors acknowledge their responsibilities for:

- (a) ensuring that the Company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the Company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the Company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Signed on Behalf of
the Board of Directors

M COOPER 

Approved by the Board: 16 January 2006

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITEDNOTES TO ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 20051. ACCOUNTING POLICIESBasis of Accounting

The accounts have been prepared under the historical cost convention, modified by the revaluation of freehold land and buildings. The principal accounting policies which the Directors have adopted are set out below.

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

Freehold Land and Buildings	2% Straight line basis
Gaming Machines	30% Reducing balance basis
Fixtures and Fittings	10% Reducing balance basis

Depreciation is charged for the whole year of acquisition, but none is charged for the year of disposal. No provision is made for the replacement cost of fixed assets.

Stock

Stock has been valued at the lower of cost and net realisable value.

Deferred Taxation

Deferred taxation is provided under the liability method in respect of all material timing differences between the profits as computed for taxation purposes and the profits as stated in the financial statements, to the extent that it is probable that a liability or asset will crystallise. The rate of tax used is that which is expected to be applied when the liability or asset is expected to crystallise.

Operating Leases

Rentals under operating leases are charged to the profit and loss account as they fall due.

Cash Flow Statement

The Company has taken advantage of the exemption provided by Financial Reporting Standard No. 1 from producing a cash flow statement on the grounds that it is a small company.

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITEDNOTES TO ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 20052. TURNOVER

Turnover is the amount, stated net of value added tax, derived from the provision of goods and services falling within the Company's ordinary activities, and is made up as follows:-

	<u>2005</u>	<u>2004</u>
Bar Sales	138,335	128,170
Gaming Machine Receipts	13,896	12,351
Members' Subscriptions	673	755
Hall Lettings	1,403	2,322
Snooker Receipts	896	909
Cigarette Machine Commissions	66	40
Net Income from Raffles	124	213
Coors Discount	12,521	3,449
BT Wayleave	-	50
	<u>£167,914</u>	<u>£148,259</u>

Bar trading showed a gross profit percentage on sales of 42.12% (2004 40.88%) as follows:-

Sales	138,335	128,170
Less: Cost of Sales	80,066	75,776
Gross Profit	<u>£ 58,269</u>	<u>£ 52,394</u>

Net income from gaming machines was as follows:-

Receipts	13,896	12,351
Less: Licences	3,956	3,918
	<u>£ 9,940</u>	<u>£ 8,433</u>

3. STAFF COSTS

Remuneration - Paid to Directors	18,763	18,112
- Paid to Others	25,599	25,651
Social Security Costs	2,371	2,154
	<u>£ 46,733</u>	<u>£ 45,917</u>

The average number of employees who worked more than sixteen hours per week during the year was as follows:-

Management and Office	2	2
Cleaners and Bar Staff	3	3

4. DIRECTORS' EMOLUMENTS Included
in Staff Costs

In Respect of Services as Directors	127	53
In Respect of Services as Steward	18,636	18,059
	<u>£ 18,763</u>	<u>£ 18,112</u>

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITEDNOTES TO ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2005

5. <u>INTEREST RECEIVED</u>		<u>2005</u>	<u>2004</u>	
Bank Accounts		80	29	
Building Society Account		31	37	
		<hr/>	<hr/>	
		£ 110	£ 66	
		<hr/>	<hr/>	
6. <u>TAX ON PROFIT ON ORDINARY ACTIVITIES</u>				
Based on the Loss/Profit for the Year				
Corporation Tax at 0%		-	-	
Tax attributable to Franked Investment Income		46	57	
		<hr/>	<hr/>	
		£ 46	£ 57	
		<hr/>	<hr/>	
7. <u>DIVIDENDS</u>				
Proposed		£ 872	£ 872	
		<hr/>	<hr/>	
8. <u>TANGIBLE FIXED ASSETS</u>				
	<u>Freehold Land and Buildings</u>	<u>Gaming Machines</u>	<u>Fixtures & Fittings</u>	<u>Total</u>
COST OR VALUATION				
At 01.7.04	45,216	2,527	43,210	90,953
Additions	-	-	6,454	6,454
	<hr/>	<hr/>	<hr/>	<hr/>
At 30.6.05	45,216	2,527	49,664	97,407
	<hr/>	<hr/>	<hr/>	<hr/>
DEPRECIATION				
At 01.7.04	19,750	2,360	29,928	52,038
Charge for the year	905	50	1,962	2,917
	<hr/>	<hr/>	<hr/>	<hr/>
At 30.6.05	20,655	2,410	31,890	54,955
	<hr/>	<hr/>	<hr/>	<hr/>
NET BOOK VALUE				
At 30.6.05	£ 24,561	£ 117	£ 17,774	£ 42,452
	<hr/>	<hr/>	<hr/>	<hr/>
At 30.6.04	£ 25,466	£ 167	£ 13,282	£ 38,915
	<hr/>	<hr/>	<hr/>	<hr/>

The Company's freehold property was valued by Maynard & Co. on 23 January 1984. In their opinion the open market value for the existing use at that time was £40,000 as compared with the original cost of £1,571. The valuation has been incorporated in the balance sheet and the surplus of £38,429 over original cost is included in the revaluation reserve. Depreciation each year is based on the amount of the revaluation. Any potential deferred tax on the revaluation has not been quantified as the amount would not be significant and the property is retained for use in the business and the likelihood of any material liability arising is remote.

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED

NOTES TO ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2005

8. TANGIBLE FIXED ASSETS (continued)

In view of the insignificant amount involved, no attempt has been made to exclude the value of the land from the value of land and buildings in arriving at the depreciation charge. On an historical cost basis, land and buildings would have been included as follows:-

	<u>2005</u>	<u>2004</u>
Cost	6,786	6,786
Accumulated Depreciation	2,864	2,729
Net Book Value	<u>£ 3,922</u>	<u>£ 4,057</u>

9. TRADE DEBTORS

Value Added Tax	5,739	-
Other Debtors	1,543	20
	<u>£ 7,282</u>	<u>£ 20</u>

10. PREPAYMENTS AND ACCRUED INCOME

Payments in Advance	1,385	1,618
Shadow Advance Corporation Tax	327	327
	<u>£ 1,712</u>	<u>£ 1,945</u>

11. INVESTMENTS

Derbyshire Building Society	2,358	1,500
Unit Trusts - Listed	23,560	37,369
	<u>£ 25,918</u>	<u>£ 38,869</u>

The Market Value of the Unit Trusts at 30th June 2005	<u>£ 41,874</u>	<u>£ 58,151</u>
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During the year, Unit Trusts costing £14,207 in 1994 were sold for £23,500.

If the Unit Trusts investments were realised at their market value the liability to taxation on the capital gain would amount to approximately £800.

12. OTHER CREDITORS INCLUDING
TAXATION AND SOCIAL SECURITY

PAYE and National Insurance	795	1,483
Value Added Tax	-	2,311
Other Creditors	6,825	3,486
Coors Write-Off Loan	40,000	19,258
Coors Repayable Loan	7,000	-
	<u>£ 54,620</u>	<u>£ 26,538</u>

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITEDNOTES TO ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 200513. CALLED UP SHARE CAPITAL

Authorised:

4,000 ordinary shares of 50p each	£ 2,000	£ 2,000
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Allotted, issued and fully paid:

2,768 ordinary shares of 50p each	£ 1,384	£ 1,384
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14. CAPITAL COMMITMENTSContracted, but not provided for
in the accounts

Nil

Nil

15. MEMBERSHIP

Men Under 65	370	393
Men Over 65	52	49
Women Under 60	245	262
Women Over 60	66	63
	733	767

16. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDSLoss/Profit for the financial year
after taxation

(27,627)

2,611

Dividends

(872)

(872)

Opening Shareholders' Funds

(28,499)

1,739

50,692

48,953

Closing Shareholders' Funds

£ 22,193

£ 50,692

(attributable to equity interests)