

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

ANNUAL REPORT AND ACCOUNTS  
FOR THE YEAR ENDED  
30TH JUNE 2006

TUESDAY



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 2006

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 2006.

**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	
	30.6.06	30.6.05
R Robey	4	4
M Brown	19	19
M Cooper	15	5
R Bexon	-	-
B E Craven	-	-

Mr M Brown is not seeking 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

Secretary

*R Robey*

Approved by the Board 6 November 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 2006 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 Ltd*

HSKS LIMITED

Chartered Accountants

18 ST CHRISTOPHER'S WAY  
PRIDE PARK  
DERBY  
DE24 8JY  
6 November 2006

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED  
PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 30TH JUNE 2006

	<u>Notes</u>	<u>2006</u>	<u>2005</u>
Turnover	2	172,835	167,914
Change in Stock		1,751	(19)
		<u>174,586</u>	<u>167,895</u>
Beer, Wines and Spirits	81,225	72,961	
Minerals, Crisps and Sundries	6,539	5,610	
Cigars, etc.	999	1,487	
		<u>88,763</u>	<u>80,058</u>
		<u>85,823</u>	<u>87,837</u>
Staff costs:	3		
Steward's Salary	19,745	18,636	
Other Wages	26,533	25,599	
Directors' Remuneration	243	127	
Social Security Costs	2,540	2,371	
Depreciation	1	2,917	
Other operating charges:			
Rates and Insurance	8,052	8,377	
Heating and Lighting	3,227	2,322	
Steward's Motor Expenses	-	53	
Repairs and Renewals	4,738	50,558	
Refreshments and Entertainment	7,054	6,414	
Hire of Plant and Equipment	120	120	
Postage, Stationery,			
Telephone, etc	446	492	
Gaming Licences	4,022	3,956	
Advertising	18	82	
Bank Charges	432	458	
Other Interest	253	-	
Legal and Professional Charges	452	863	
Accountancy Charges	875	850	
Cleaning and Sundry Expenses	1,322	1,547	
		<u>82,790</u>	<u>125,742</u>
OPERATING PROFIT/(LOSS)		3,033	(37,905)
Profit on Sale of Investments	11	-	9,293
Interest Received	5	112	110
Income from Unit Trusts		401	585
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		3,546	(27,917)
Tax on profit/(loss) on ordinary activities		(53)	(46)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION			
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		3,493	(27,963)
Dividends	7	(996)	(872)
RETAINED PROFIT/(LOSS) FOR THE YEAR		2,497	(28,835)
Retained (Loss)/Profit Brought Forward		(17,956)	10,879
RETAINED (LOSS) CARRIED FORWARD		<u>£ (15,459)</u>	<u>£ (17,956)</u>

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITEDPROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30TH JUNE 2006

## 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 profit for the financial year ended 30th June 2006 and the loss for the financial year 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 2006

	<u>Notes</u>	<u>2006</u>	<u>2005</u>
<b>FIXED ASSETS</b>			
Tangible Assets	8	39,734	42,452
<b>CURRENT ASSETS</b>			
Stocks		5,645	3,891
Debtors:			
Trade Debtors	9	1,507	7,282
Prepayments and Accrued Income	10	1,819	1,712
Investments	11	24,618	25,918
Cash at Bank and in Hand		7,618	3,672
		<u>41,207</u>	<u>42,475</u>
<b>CREDITORS: amounts falling due within one year</b>			
Trade Creditors		10,497	7,706
Other Creditors Including			
Taxation and Social Security	12	43,896	54,620
Accruals		485	(791)
Proposed Dividend		996	936
Unclaimed Dividends		713	599
		<u>56,587</u>	<u>63,070</u>
<b>NET CURRENT (LIABILITIES)</b>		<b>(15,380)</b>	<b>(20,595)</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>£ 24,354</b>	<b>£ 21,857</b>
<b>CAPITAL AND RESERVES</b>			
Called up Share Capital	13	1,384	1,384
Revaluation Reserve	8	38,429	38,429
Profit and Loss Account		(15,459)	(17,956)
		<u>£ 24,354</u>	<u>£ 21,857</u>

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITEDBALANCE SHEETAS AT 30TH JUNE 2006

The Company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ending 30 June 2006.


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



Approved by the Board: 6 November 2006



MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED

NOTES TO ACCOUNTS  
FOR THE YEAR ENDED 30TH JUNE 2006

1. ACCOUNTING POLICIES

**Basis 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 20062. 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>2006</u>	<u>2005</u>
Bar Sales	149,366	138,335
Gaming Machine Receipts	10,117	13,896
Members' Subscriptions	842	673
Hall Lettings	1,447	1,403
Snooker Receipts	1,031	896
Cigarette Machine Commissions	24	66
Miscellaneous Income	382	124
Coors Discount	9,626	12,521
	<u>£172,835</u>	<u>£167,914</u>

Bar trading showed a gross profit percentage on sales of 41.75% (2005 42.12%) as follows:-

Sales	149,366	138,335
Less: Cost of Sales	87,010	80,066
Gross Profit	<u>£ 62,356</u>	<u>£ 58,269</u>

Net income from gaming machines was as follows:-

Receipts	10,117	13,896
Less: Licences	4,022	3,956
	<u>£ 6,095</u>	<u>£ 9,940</u>

3. STAFF COSTS

Remuneration - Paid to Directors	19,988	18,763
- Paid to Others	26,533	25,599
Social Security Costs	2,540	2,371
	<u>£ 49,061</u>	<u>£ 46,733</u>

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

Management and Office	1	2
Cleaners and Bar Staff	1	3

4. DIRECTORS' EMOLUMENTS Included  
in Staff Costs

In Respect of Services as Directors	243	127
In Respect of Services as Steward	19,745	18,636
	<u>£ 19,988</u>	<u>£ 18,763</u>

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITEDNOTES TO ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2006

5. <u>INTEREST RECEIVED</u>	<u>2006</u>	<u>2005</u>		
Bank Accounts	69	80		
Building Society Account	41	30		
Other Interest	2	-		
	<u>£ 112</u>	<u>£ 110</u>		
6. <u>TAX ON PROFIT ON ORDINARY ACTIVITIES</u>				
Based on the Profit/(Loss) for the Year				
Corporation Tax at 0%	-	-		
Tax attributable to Franked Investment Income	53	46		
	<u>£ 53</u>	<u>£ 46</u>		
7. <u>DIVIDENDS</u>				
Proposed	<u>£ 996</u>	<u>£ 872</u>		
8. <u>TANGIBLE FIXED ASSETS</u>				
	<u>Freehold</u>			
	<u>Land and</u>	<u>Gaming</u>	<u>Fixtures</u>	
	<u>Buildings</u>	<u>Machines</u>	<u>&amp; Fittings</u>	<u>Total</u>
COST OR VALUATION				
At 01.7.05	45,216	2,527	49,664	97,407
At 30.6.06	45,216	2,527	49,664	97,407
DEPRECIATION				
At 01.7.05	20,655	2,410	31,890	54,955
Charge for the year	905	35	1,778	2,718
At 30.6.06	21,560	2,445	33,668	57,673
NET BOOK VALUE				
At 30.6.06	<u>£ 23,656</u>	<u>£ 82</u>	<u>£ 15,996</u>	<u>£ 39,734</u>
At 30.6.05	<u>£ 24,561</u>	<u>£ 117</u>	<u>£ 17,774</u>	<u>£ 42,452</u>

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 LIMITEDNOTES TO ACCOUNTS  
FOR THE YEAR ENDED 30TH JUNE 20068. 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>2006</u>	<u>2005</u>
Cost	6,786	6,786
Accumulated Depreciation	2,999	2,864
Net Book Value	<u>£ 3,787</u>	<u>£ 3,922</u>

9. TRADE DEBTORS

Value Added Tax	-	5,739
Other Debtors	1,507	1,543
	<u>£ 1,507</u>	<u>£ 7,282</u>

10. PREPAYMENTS AND ACCRUED INCOME

Payments in Advance	1,492	1,385
Shadow Advance Corporation Tax	327	327
	<u>£ 1,819</u>	<u>£ 1,712</u>

11. INVESTMENTS

Derbyshire Building Society	816	2,358
Unit Trusts - Listed	23,802	23,560
	<u>£ 24,618</u>	<u>£ 25,918</u>
The Market Value of the Unit Trusts at 30th June 2006	<u>£ 47,803</u>	<u>£ 41,874</u>

If the Unit Trusts investments were realised at their market value the liability to taxation on the capital gain would amount to approximately £ 1,000.

12. OTHER CREDITORS INCLUDING  
TAXATION AND SOCIAL SECURITY

PAYE and National Insurance	1,690	795
Value Added Tax	2,890	-
Other Creditors	2,151	6,825
Coors Write-Off Loan	37,165	40,000
Coors Repayable Loan	-	7,000
	<u>£ 43,896</u>	<u>£ 54,620</u>

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITEDNOTES TO ACCOUNTS  
FOR THE YEAR ENDED 30TH JUNE 2006

	<u>2006</u>	<u>2005</u>
13. <u>CALLED UP SHARE CAPITAL</u>		
Authorised:		
4,000 ordinary shares of 50p each	£ 2,000	£ 2,000
	<hr/>	<hr/>
Allotted, issued and fully paid:		
2,768 ordinary shares of 50p each	£ 1,384	£ 1,384
	<hr/>	<hr/>
14. <u>CAPITAL COMMITMENTS</u>		
Contracted, but not provided for in the accounts	Nil	Nil
15. <u>MEMBERSHIP</u>		
Men Under 65	380	370
Men Over 65	57	52
Women Under 60	250	245
Women Over 60	68	66
	<hr/>	<hr/>
	755	733
	<hr/>	<hr/>
16. <u>RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS</u>		
Profit/(Loss) for the financial year after taxation	3,493	(27,963)
Dividends	(996)	(872)
	<hr/>	<hr/>
	2,497	(28,835)
Opening Shareholders' Funds	21,857	50,692
	<hr/>	<hr/>
Closing Shareholders' Funds (attributable to equity interests)	£ 24,354	£ 21,857
	<hr/>	<hr/>