

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

ANNUAL REPORT AND ACCOUNTS  
FOR THE YEAR ENDED  
30TH JUNE 1999

HARRISON, SEDGWICK, KULTARAN SINGH & CO  
CHARTERED ACCOUNTANTS  
4TH FLOOR, SITWELL HOUSE  
SITWELL STREET  
DERBY  
DE1 2JT



MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED

ANNUAL REPORT AND ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 1999

COMPANY NO. 28269

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REPORT OF THE DIRECTORS

The Directors present their annual report with the accounts of the Company for the year ended 30th June 1999.

**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	
	30.6.99	30.6.98
E. Mason	24	24
R. Robey	24	24
G. W. Parsons	24	24
M. Brown	24	24
J. A. Dando	5	5
G. W. Smith	5	5

Messrs. J.A.Dando and G.W.Parsons retire by rotation and 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;

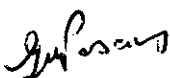
make judgements and estimates that are reasonable and prudent;

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

  
G. W. Parsons  
Secretary

Approved by the Board 17th November 1999

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

In accordance with instructions given to us, we have prepared, without carrying out an audit, the Profit and Loss Account and Balance Sheet from the Company's accounting records and from information and explanations supplied to us.

*Harrison Seaguir Kularan Singh & Co*

HARRISON, SEDGWICK, KULTARAN SINGH & CO  
Chartered Accountants

4TH FLOOR, SITWELL HOUSE  
SITWELL STREET  
DERBY, DE1 2JT

17TH NOVEMBER 1999

**MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 30TH JUNE 1999**

	<u>Notes</u>	<u>1999</u>	<u>1998</u>
Turnover	2	191,783	191,694
Change in Stock		(195)	(585)
		191,588	191,109
Beer, Wines and Spirits	99,706	99,591	
Minerals, Crisps and Sundries	6,783	7,485	
Cigars, etc.	1,219	1,749	
		107,708	108,825
		83,880	82,285
Staff costs:	3		
Steward's Salary	15,533	15,268	
Other Wages	27,239	23,976	
Secretary's Remuneration	3,850	3,632	
Directors' Remuneration	196	165	
Social Security Costs	2,061	1,890	
Depreciation	1	2,962	2,968
Other operating charges:			
Rates and Insurance	7,635	7,977	
Heating and Lighting	3,056	1,354	
Steward's Motor Expenses	224	323	
Repairs and Renewals	3,651	5,105	
Refreshments and Entertainment	10,500	10,507	
Hire of Equipment	120	10	
Postage, Stationery, Telephone, etc	707	529	
Gaming Licences	3,129	2,762	
Advertising	14	53	
Bank Charges	326	272	
Legal and Professional Charges	250	275	
Accountancy Charges	2,715	2,665	
Cleaning and Sundry Expenses	2,925	2,644	
(Profit)/Loss on Disposal of Fixed Assets	(832)	124	
		86,261	82,499
<b>OPERATING (LOSS)</b>		<b>(2,381)</b>	<b>(215)</b>
Interest Received	5	835	571
Income from Unit Trusts		656	683
<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>(890)</b>	<b>1,039</b>
Tax on (Loss)/Profit on Ordinary Activities	6	(131)	(462)
<b>(LOSS)/PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		<b>(1,021)</b>	<b>577</b>
Dividends	7	(1,121)	(1,107)
Unclaimed Dividends Forfeited		-	390
<b>NET (LOSS) FOR THE YEAR</b>		<b>(2,142)</b>	<b>(140)</b>
Retained Profit Brought Forward		24,391	24,531
<b>RETAINED PROFIT CARRIED FORWARD</b>		<b>£ 22,249</b>	<b>£ 24,391</b>

**MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED****PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 30TH JUNE 1999****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 1999.

**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.

**BALANCE SHEET****AS AT 30TH JUNE 1999**

	<b><u>Notes</u></b>	<b><u>1999</u></b>	<b><u>1998</u></b>
<b>FIXED ASSETS</b>			
Tangible Assets	8	45,652	47,782
<b>CURRENT ASSETS</b>			
Stocks		4,281	4,474
Debtors:			
Trade Debtors		2,009	60
Prepayments and Accrued Income	9	4,547	7,232
Investments	10	41,736	39,311
Cash at Bank and in Hand		19,918	21,044
		<u>72,491</u>	<u>72,121</u>
<b>CREDITORS: amounts falling due within one year</b>			
Trade Creditors		7,817	6,490
Other Creditors Including			
Taxation and Social Security	11	44,237	45,326
Accruals		2,362	2,306
Proposed Dividend		1,121	1,107
Unclaimed Dividends		394	320
		<u>55,931</u>	<u>55,549</u>
<b>NET CURRENT ASSETS</b>		<u>16,560</u>	<u>16,572</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u><u>£ 62,212</u></u>	<u><u>£ 64,354</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up Share Capital	13	1,384	1,384
Revaluation Reserve		38,429	38,429
Other Reserves		150	150
Profit and Loss Account		22,249	24,391
<b>SHAREHOLDERS' FUNDS (equity interests)</b>	16	<u><u>£ 62,212</u></u>	<u><u>£ 64,354</u></u>

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITEDBALANCE SHEETAS AT 30TH JUNE 1999

For the financial year ended 30th June 1999, the Company was entitled to exemption from audit under section 249A(1) Companies Act 1985; and no notice has been deposited under section 249B(2). The Directors acknowledge their responsibilities for ensuring that the Company keeps accounting records which comply with section 221 and preparing accounts which give a true and fair view of the state of affairs of the Company as at the end of the year and of its profit or loss for the financial year in accordance with the requirements of section 226 and which otherwise comply with the requirements of the Companies Act 1985, so far as applicable to the Company.

The accounts 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.

Signed on Behalf of  
the Board of Directors

*E. Mason*

E. Mason  
Director

Approved by the Board: 17th November 1999



NOTES TO ACCOUNTS  
FOR THE YEAR ENDED 30TH JUNE 1999

**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 1999**2. 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>1999</u>	<u>1998</u>
Bar Sales	172,130	173,523
Gaming Machine Receipts	9,320	9,452
Members' Subscriptions	546	551
Hall Lettings	1,617	1,467
Snooker Receipts	994	1,099
Cigarette Machine Commissions	281	277
Net Income from Raffles	1,475	1,351
Bass Discount	5,420	3,974
	<u>£191,783</u>	<u>£191,694</u>

Bar trading showed a gross profit percentage on sales of 37.31% (1998 36.95%) as follows:-

Sales	172,130	173,523
Less: Cost of Sales	107,903	109,410
Gross Profit	<u>£ 64,227</u>	<u>£ 64,113</u>

Net income from gaming machines was as follows:-

Receipts	9,320	9,452
Less: Licences	3,129	2,762
	<u>£ 6,191</u>	<u>£ 6,690</u>

**3. STAFF COSTS**

Remuneration - Paid to Directors	19,579	19,065
- Paid to Others	27,239	23,976
Social Security Costs	2,061	1,890
	<u>£ 48,879</u>	<u>£ 44,931</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	196	165
In Respect of Services as Steward	15,533	15,268
In Respect of Services as Secretary	3,850	3,632
	<u>£ 19,579</u>	<u>£ 19,065</u>

NOTES TO ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 1999

5. INTEREST RECEIVED

	<u>1999</u>	<u>1998</u>
Bank Accounts	721	479
Building Society Account	113	79
Interest on Tax Repaid	1	13
	<u>£ 835</u>	<u>£ 571</u>

6. TAX ON PROFIT ON ORDINARY ACTIVITIES

Based on the (Loss)/Profit for the Year

Corporation Tax at 21% / 20%	-	352
Tax attributable to Franked Investment Income	131	110
(Charge)	<u>£ (131)</u>	<u>£ (462)</u>

7. DIVIDENDS

Proposed	<u>£ 1,121</u>	<u>£ 1,107</u>
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8. TANGIBLE FIXED ASSETS

	<u>Freehold Land and Buildings</u>	<u>Gaming Machines</u>	<u>Fixtures &amp; Fittings</u>	<u>Total</u>
<b>COST OR VALUATION</b>				
At 1.7.98	45,216	2,327	36,995	84,538
Additions	-	850	-	850
(Disposals)	-	(650)	-	(650)
At 30.6.99	<u>45,216</u>	<u>2,527</u>	<u>36,995</u>	<u>84,738</u>
<b>DEPRECIATION</b>				
At 1.7.98	14,320	1,737	20,699	36,756
(Disposals)	-	(632)	-	(632)
Charge for the year	905	427	1,630	2,962
At 30.6.99	<u>15,225</u>	<u>1,532</u>	<u>22,329</u>	<u>39,086</u>
<b>NET BOOK VALUE</b>				
At 30.6.99	<u>£ 29,991</u>	<u>£ 995</u>	<u>£ 14,666</u>	<u>£ 45,652</u>
At 30.6.98	<u>£ 30,896</u>	<u>£ 590</u>	<u>£ 16,296</u>	<u>£ 47,782</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 LIMITED**

**NOTES TO ACCOUNTS**  
**FOR THE YEAR ENDED 30TH JUNE 1999**

**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>1999</u>	<u>1998</u>
Cost	6,786	6,786
Accumulated Depreciation	2,054	1,919
Net Book Value	<u>£ 4,732</u>	<u>£ 4,867</u>

**9. PREPAYMENTS AND DEFERRED INCOME**

Payments in Advance	4,053	6,695
Advance Corporation Tax in Respect of Proposed Dividend	-	277
Shadow Advance Corporation Tax	494	260
	<u>£ 4,547</u>	<u>£ 7,232</u>

The amount shown in respect of Advance Corporation Tax was due after one year

**10. INVESTMENTS**

Derbyshire Building Society	4,033	2,018
Unit Trusts - Listed	37,703	37,293
	<u>£ 41,736</u>	<u>£ 39,311</u>
The Market Value of the Unit Trusts at 30th June 1999	<u>£ 71,448</u>	<u>£ 56,588</u>

If the Unit Trusts investments were realised at their market value the liability to taxation on the capital gain would amount to approximately £7,000.

**11. OTHER CREDITORS INCLUDING  
TAXATION AND SOCIAL SECURITY**

PAYE and National Insurance	846	936
Advance Corporation Tax	-	277
Value Added Tax	4,152	3,960
Other Creditors	5,278	2,531
Bass Write-Off Loan	33,961	37,622
	<u>£ 44,237</u>	<u>£ 45,326</u>

**NOTES TO ACCOUNTS**  
**FOR THE YEAR ENDED 30TH JUNE 1999**

**12. DEFERRED TAXATION**

As there is no likelihood of any liability arising for the foreseeable future no provision has been made. The amount of unprovided deferred tax is as follows:-

	<u>1999</u>	<u>1998</u>
Accelerated Capital Allowances	1,947	1,886
Losses	(4,317)	(4,207)
	<u>Nil</u>	<u>Nil</u>

**13. CALLED UP SHARE CAPITAL**

Authorised:		
4,000 ordinary shares of 50p each	£ 2,000	£ 2,000
Allotted, issued and fully paid:		
2,768 ordinary shares of 50p each	£ 1,384	£ 1,384

**14. CAPITAL COMMITMENTS**

Contracted, but not provided for in the accounts	Nil	Nil
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**15. MEMBERSHIP**

Men Under 65	412	418
Men Over 65	65	32
Women Under 60	268	236
Women Over 60	76	42
	<u>821</u>	<u>728</u>

**16. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

(Loss)/Profit for the financial year after taxation	(1,021)	577
Dividends	(1,121)	(1,107)
Unclaimed Dividends Forfeited	-	390
	<u>(2,142)</u>	<u>(140)</u>
Opening Shareholders' Funds	64,354	64,494
Closing Shareholders' Funds (attributable to equity interests)	<u>£ 62,212</u>	<u>£ 64,354</u>