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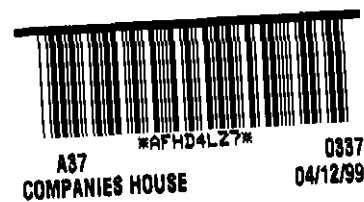
Company Number: 246917

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**BOURNEMOUTH SPORTS CLUB LIMITED**

**ABBREVIATED ACCOUNTS**

**FOR THE YEAR ENDED 30TH APRIL 1999**



# **AUDITORS' REPORT TO BOURNEMOUTH SPORTS CLUB LIMITED**

## **UNDER SECTION 247B OF THE COMPANIES ACT 1985**

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We have examined the abbreviated accounts set out on pages 3 to 5 together with the accounts of Bournemouth Sports Club Limited for the year ended 30th April 1999 prepared under section 226 of the Companies Act 1985.

### **Respective Responsibilities of Directors and Auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

### **Basis of Opinion**

We have carried out procedures we considered necessary to confirm, by reference to the accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the accounts.

### **Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 3 to 5 are properly prepared in accordance with those provisions.

### **Other Information**

On \_\_\_\_\_ we reported, as auditors of Bournemouth Sports Club Limited, to the members on the accounts prepared under section 226 of the Companies Act 1985 for the year ended 30th April 1999, and our audit report was as follows:

We have audited the accounts on pages 3 to 7 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

### **Respective Responsibilities of Directors and Auditors**

As described on page 1 the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and 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 judgements 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 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 also evaluated the overall adequacy of the presentation of the information in the accounts.

**AUDITORS' REPORT TO BOURNEMOUTH SPORTS CLUB LIMITED**  
**UNDER SECTION 247B OF THE COMPANIES ACT 1985**

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**Fundamental uncertainty**

i) In forming our opinion, we have considered the company's policy of maintaining the freehold buildings in such a state of repair that their residual value is at least equal to their book value. We have also considered note 5 within the accounts which states that the directors are of the opinion that the freehold land and buildings are of a specialised use and that their present value is not significantly different from the amount at which they are stated in the accounts. No evidence of the current value of the land and buildings is available, and we are therefore unable to confirm whether there has been any diminution in their value at the balance sheet date. Our opinion is not qualified in this respect.

ii) In forming our opinion, we have considered the adequacy of the disclosures made in the accounts concerning the possible outcome of a VAT inspection conducted during the year. The future settlement of any dispute with Customs and Excise could result in additional liabilities. Details of the circumstances relating to this fundamental uncertainty are included in note 10 to the accounts. Our opinion is not qualified in this respect.

**Qualified opinion arising from disagreement about accounting treatment**

As explained in note 1 no provision has been made for the depreciation of freehold buildings. This is not in accordance with the requirements of Standard Accounting Practice No.12 and Schedule 4 of the Companies Act 1985. Depreciation for the year, provided in accordance with the relevant Statement of Standard Accounting Practice, would amount to approximately £36,000. The effect of the company's accounting policy has been to understate the company's loss before and after tax by this amount. Prior years' losses before and after tax have been similarly understated. The cumulative effect of providing depreciation on freehold buildings from the date of their completion to the balance sheet date would be to reduce the net book value as shown by approximately £324,000.

Except for the absence of the provision described above, in our opinion the accounts give a true and fair view of the state of the company's affairs at 30th April 1999 and of its loss for the year then ended and have been properly prepared in accordance with Companies Act 1985.

  
**Princecroft Redman**  
**Fleet Court**  
**Stinsford Road**  
**Poole**  
**Dorset**  
**BH17 0NF**  
**2nd December 1999**

# BOURNEMOUTH SPORTS CLUB LIMITED

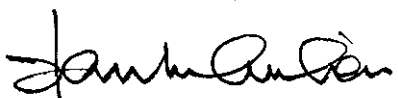
## ABBREVIATED BALANCE SHEET

AS AT 30TH APRIL 1999

	Notes	1999 £	1998 £
<b>Fixed Assets</b>	2		
Tangible fixed assets		3,204,984	3,187,137
<b>Current Assets</b>			
Stock and work in progress		10,205	11,613
Debtors		48,590	67,873
Cash at bank and in hand		110,113	216,207
		168,908	295,693
<b>Creditors: Amounts Falling Due Within One Year</b>		206,958	182,509
<b>Net Current Liabilities/Assets</b>		(38,050)	113,184
<b>Total Assets Less Current Liabilities</b>		3,166,934	3,300,321
<b>Capital and Reserves</b>			
Share capital	3	3,065	3,065
Profit and loss account		3,163,869	3,297,256
<b>Shareholders' Funds</b>		3,166,934	3,300,321

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.

These accounts were approved by the board and signed on its behalf.

  
P G Harrison  
Director  
Date 26 November 1999

# **BOURNEMOUTH SPORTS CLUB LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**FOR THE YEAR ENDED 30TH APRIL 1999**

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### **1 Accounting Policies**

#### **Basis of Accounting**

The Accounts have been prepared under the historical cost convention.

The company has taken advantage of the exemptions in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

#### **Turnover**

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

#### **Depreciation**

No depreciation is provided on freehold land.

No depreciation is provided on freehold buildings although this is a divergence from SSAP 12 on accounting for depreciation. It is the policy of the company to maintain the buildings in such a state of repair that their residual value is at least equal to the book value. Depreciation is provided on all other tangible fixed assets in use, at rates and bases calculated to write off the cost or valuation less estimated residual value, of each asset over its expected useful economic life, as follows:

Fixtures and fittings	10% per annum on cost
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#### **Stocks**

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

# BOURNEMOUTH SPORTS CLUB LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30TH APRIL 1999

### 2 Fixed Assets

	<b>Tangible Fixed Assets</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
<b>Cost</b>		
At 1st May 1998	3,345,521	3,345,521
Additions	43,578	43,578
<b>At 30th April 1999</b>	<b>3,389,099</b>	<b>3,389,099</b>
<b>Depreciation and Amortisation</b>		
At 1st May 1998	158,384	158,384
Charge for the year	25,731	25,731
<b>At 30th April 1999</b>	<b>184,115</b>	<b>184,115</b>
<b>Net Book Value</b>		
<b>At 30th April 1999</b>	<b>3,204,984</b>	<b>3,204,984</b>
<i>At 30th April 1998</i>	<i>3,187,137</i>	<i>3,187,137</i>

### 3 Share Capital

	<b>1999</b>	<b>1998</b>
	<b>£</b>	<b>£</b>
<b>Authorised</b>		
6,000 Ordinary shares of £1.00 each	6,000	6,000
<b>Allotted</b>		
3,065 Allotted, called up and fully paid ordinary shares of £1.00 each	3,065	3,065

### 4 Related Parties

During the year the company invoiced Bournemouth Sports Club, its controlling shareholder, £70,050 (1998:£59,630) for the hire and use of activities of which £14,412 (1998:£16,132) was outstanding at the end of the year. There was also a loan from Bournemouth Sports Club to the company of which £105,000 (1998:£90,000) was outstanding at the end of the year.

### 5 Contingent Liabilities

A contingent liability possibly exists in respect of a claimed under-declaration of VAT output tax. The directors are disputing the claim and at present are unable to quantify this liability. The company has made a payment on account in respect of this possible liability, this amounted to £8,299.