

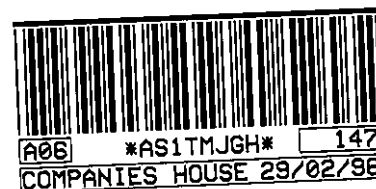


**BOURNEMOUTH SPORTS CLUB LIMITED**

**Report and Financial Statements**

**30 April 1995**

**Deloitte & Touche  
Richmond Point  
43 Richmond Hill  
Bournemouth  
BH2 6LR**





**REPORT AND FINANCIAL STATEMENTS 1995**

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**REPORT AND FINANCIAL STATEMENTS 1995**

**OFFICERS AND PROFESSIONAL ADVISERS**

**DIRECTORS**

G Ford  
B G Ford  
P G Harrison

**SECRETARY**

G Ford

**REGISTERED OFFICE**

Richmond Point  
43 Richmond Hill  
Bournemouth  
BH2 6LR

**BANKERS**

National Westminster Bank Plc  
The Square  
Old Christchurch Road  
Bournemouth  
BH1 1DU

**AUDITORS**

Deloitte & Touche  
Chartered Accountants  
Richmond Point  
43 Richmond Hill  
Bournemouth  
BH2 6LR



## **DIRECTORS' REPORT**

The directors present their annual report and the audited financial statements for the year ended 30 April 1995.

## **ACTIVITIES**

The company's principal activity is to own and manage a sports ground for the use of Bournemouth Sports Club.

## **REVIEW OF DEVELOPMENTS AND FUTURE PROSPECTS**

There has been a reduction in income during the year. This, together with the continuing rise in costs, has meant results have been disappointing.

## **DIVIDENDS AND TRANSFERS FROM RESERVES**

The results for the year are set out in detail on page 6. The directors do not recommend the payment of a dividend. The loss for the year of £62,320 (1994 - loss of £42,526) has been transferred from reserves.

## **FIXED ASSETS**

Changes in fixed assets during the year are summarised in notes 7 and 8. 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.

## **DIRECTORS AND THEIR INTERESTS**

The directors who served during the year, together with their interests in the share capital of the company, are as follows:

|              | Ordinary shares |            |
|--------------|-----------------|------------|
|              | 1995<br>No      | 1994<br>No |
| G Ford       | 1               | 1          |
| P G Harrison | -               | -          |
| B G Ford     | -               | -          |

G Ford retires by rotation and, being eligible, offers himself for re-election.

## **AUDITORS**

On 1 February 1996 our auditors changed the name under which they practise to Deloitte & Touche and, accordingly, have signed their report in their new name. A resolution for the reappointment of Deloitte & Touche as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

**DIRECTORS' REPORT (continued)**

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements 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 financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements 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.

Approved by the Board of Directors  
and signed on behalf of the Board by

Director

Date: 26/2/96 [26 FEBRUARY 1996]

[B. G. Ford]



## Chartered Accountants

Deloitte & Touche  
Richmond Point  
43 Richmond Hill  
Bournemouth BH2 6LR

Telephone: National 01202 291655  
International + 44 1202 291655  
Fax (Gp. 3): 01202 553551

## AUDITORS' REPORT TO THE MEMBERS OF BOURNEMOUTH SPORTS CLUB LIMITED

We have audited the financial statements on pages 6 to 13 which have been prepared under the accounting policies set out on page 8.

### Respective responsibilities of directors and auditors

As described on page 3 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 judgements 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 planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements 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 information in the financial statements.

### Fundamental uncertainty

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 the statement in the directors' report 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 market value of the freehold land and buildings is available, and we are therefore unable to confirm whether there has been any permanent diminution in their value at the balance sheet date. Our opinion is not qualified in this respect.

**AUDITORS' REPORT TO THE MEMBERS OF BOURNEMOUTH SPORTS CLUB LIMITED**  
(continued)

**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 Statement of Standard Accounting Practice No. 12 and of 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 £180,000.

Except for the absence of the provision described above, in our opinion the financial statements give a true and fair view of the state of the company's affairs at 30 April 1995 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Deloitte & Touche*

Deloitte & Touche  
Chartered Accountants and  
Registered Auditors

Date: 29 February 1996

**PROFIT AND LOSS ACCOUNT**  
**Year ended 30 April 1995**

|  | Note | £             | 1995<br>£               | 1994<br>£               |
|--|------|---------------|-------------------------|-------------------------|
| <b>TURNOVER: continuing operations</b>             | 2    |               | 308,421                 | 327,793                 |
| Cost of sales                                      |      |               | 154,939                 | 169,747                 |
| Gross profit                                       |      |               | <u>153,482</u>          | <u>158,046</u>          |
| Administrative expenses                            |      | 320,626       |                         | 318,115                 |
| Other operating income                             |      | <u>97,027</u> |                         | <u>109,156</u>          |
|  |      |               | <u>223,599</u>          | <u>208,959</u>          |
| <b>OPERATING LOSS: continuing operations</b>       | 4    |               | (70,117)                | (50,913)                |
| Interest receivable and similar income             |      | 10,395        |                         | 11,583                  |
| Interest payable and similar charges               | 5    | <u>-</u>      |                         | <u>(301)</u>            |
|  |      |               | <u>10,395</u>           | <u>11,282</u>           |
| <b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b> |      |               | (59,722)                | (39,631)                |
| Tax on loss on ordinary activities                 | 6    |               | <u>(2,598)</u>          | <u>(2,895)</u>          |
| <b>LOSS FOR THE FINANCIAL YEAR</b>                 |      |               | <u>(62,320)</u>         | <u>(42,526)</u>         |
| Retained profit brought forward                    |      |               | <u>3,471,841</u>        | <u>3,514,367</u>        |
| Retained profit carried forward                    |      |               | <u><u>3,409,521</u></u> | <u><u>3,471,841</u></u> |

There are no recognised gains and losses for the current financial year and the preceding financial year other than as stated in the profit and loss account. Accordingly, no statement of total recognised gains and losses has been prepared.



**BALANCE SHEET**  
**30 April 1995**

|   | Note | 1995<br>£               | 1994<br>£               |
|---|------|-------------------------|-------------------------|
| <b>FIXED ASSETS</b>                                   |      |                         |                         |
| Tangible assets                                       | 7    | 3,207,159               | 3,215,703               |
| Investments   | 8    | 6,670                   | 37,554                  |
|   |      | <u>3,213,829</u>        | <u>3,253,257</u>        |
| <b>CURRENT ASSETS</b>                                 |      |                         |                         |
| Stocks  | 9    | 17,413                  | 13,195                  |
| Debtors   | 10   | 25,078                  | 22,117                  |
| Cash at bank and in hand                              |      | 241,271                 | 251,348                 |
|   |      | <u>283,762</u>          | <u>286,660</u>          |
| <b>CREDITORS: amounts falling due within one year</b> | 11   | 85,005                  | 65,011                  |
| <b>NET CURRENT ASSETS</b>                             |      | <u>198,757</u>          | <u>221,649</u>          |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>          |      | <u><u>3,412,586</u></u> | <u><u>3,474,906</u></u> |
| <b>CAPITAL AND RESERVES</b>                           |      |                         |                         |
| Called up share capital                               | 12   | 3,065                   | 3,065                   |
| Profit and loss account                               |      | 3,409,521               | 3,471,841               |
| <b>TOTAL EQUITY SHAREHOLDERS' FUNDS</b>               |      | <u><u>3,412,586</u></u> | <u><u>3,474,906</u></u> |

These financial statements were approved by the Board of Directors on  
and signed on behalf of the Board of Directors by

26/2/96 { 26 FEBRUARY  
1996 }



[B.G. Ford]

Director

**NOTES TO THE ACCOUNTS**  
**Year ended 30 April 1995**

**1 ACCOUNTING POLICIES**

The financial statements are prepared in accordance with applicable accounting standards except for SSAP 12. The particular accounting policies adopted are described below.

**Accounting convention**

The financial statements are prepared under the historical cost convention.

**Tangible fixed assets**

No depreciation is provided on freehold land.

No depreciation is provided on freehold buildings although this is a divergence from Statement of Standard Accounting Practice No. 12 on accounting for depreciation. The company's policy is to maintain the freehold buildings in such a state of repair that its residual value is at least equal to its book value. Depreciation on other assets is provided on cost in equal annual instalments over the estimated useful lives of the assets. The rates of depreciation are as follows:

|                                   |               |
|-----------------------------------|---------------|
| Furniture, fittings and equipment | 10% per annum |
|-----------------------------------|---------------|

**Investments**

Investments held as fixed assets are stated at cost less provision for any permanent diminution in value.

**Stocks**

Stocks are stated at the lower of cost and net realisable value. Cost comprises of the purchase price of consumables. Net realisable value is based on the estimated selling price.

**2 TURNOVER**

Turnover represents amounts derived from the provision of goods and services which fall within the company's ordinary activities after deduction of trade discounts and value added tax.

The turnover and pre-tax loss, which arise in the United Kingdom, are attributable to the company's principal activity.

**3 INFORMATION REGARDING DIRECTORS AND EMPLOYEES**

No director received any emoluments in the year ended 30 April 1995, nor in the year ended 30 April 1994.

**NOTES TO THE ACCOUNTS**  
**Year ended 30 April 1995**

**3 INFORMATION REGARDING DIRECTORS AND EMPLOYEES (continued)**

|   | <b>1995</b> | <b>1994</b> |
|---|-------------|-------------|
|   | <b>No</b>   | <b>No</b>   |
| <b>Average number of persons employed</b> |             |             |
| Sales and administration                  | 15          | 15          |

|  | <b>1995</b>    | <b>1994</b>    |
|--|----------------|----------------|
|  | <b>£</b>       | <b>£</b>       |
| <b>Staff costs during the year (including directors)</b> |                |                |
| Wages and salaries                                       | 152,061        | 155,611        |
| Social security costs                                    | 12,861         | 9,929          |
|  | <u>164,922</u> | <u>165,540</u> |

**4 OPERATING LOSS**

|  | <b>1995</b>   | <b>1994</b>   |
|--|---------------|---------------|
|  | <b>£</b>      | <b>£</b>      |
| <b>Operating loss is after charging:</b> |               |               |
| Depreciation                             |               |               |
| Owned assets                             | 21,275        | 20,002        |
| Auditors' remuneration                   | 1,000         | 1,000         |
|  | <u>22,275</u> | <u>21,002</u> |
| <b>and after crediting:</b>              |               |               |
| Other income                             | 97,027        | 109,156       |
|  | <u>74,752</u> | <u>88,154</u> |

**5 INTEREST PAYABLE AND SIMILAR CHARGES**

|  | <b>1995</b> | <b>1994</b> |
|--|-------------|-------------|
|  | <b>£</b>    | <b>£</b>    |
| Bank loans, overdrafts and other loans repayable within five years | -           | 301         |

**NOTES TO THE ACCOUNTS**  
**Year ended 30 April 1995**

**6 TAX ON LOSS ON ORDINARY ACTIVITIES**

|  | 1995<br>£ | 1994<br>£ |
|--|-----------|-----------|
| United Kingdom corporation tax at 25% (1994 - 25%)<br>based on taxable profit for the year | 2,598     | 2,895     |

The company's taxation status is such that it is liable to corporation tax only on the interest receivable.

**7 TANGIBLE FIXED ASSETS**

|                                 | Freehold<br>land and<br>buildings<br>£ | Fixtures<br>fixtures and<br>equipment<br>£ | Total<br>£ |
|---------------------------------|--|--|------------|
| <b>Cost</b>                     |  |  |            |
| At 1 May 1994                   | 3,083,297                              | 200,020                                    | 3,283,317  |
| Additions in year               | -                                      | 12,731                                     | 12,731     |
| At 30 April 1995                | 3,083,297                              | 212,751                                    | 3,296,048  |
| <b>Accumulated depreciation</b> |  |  |            |
| At 1 May 1994                   | -                                      | 67,614                                     | 67,614     |
| Charge for the year             | -                                      | 21,275                                     | 21,275     |
| At 30 April 1995                | -                                      | 88,889                                     | 88,889     |
| <b>Net book value</b>           |  |  |            |
| At 30 April 1995                | 3,083,297                              | 123,862                                    | 3,207,159  |
| At 30 April 1994                | 3,083,297                              | 132,406                                    | 3,215,703  |

As explained in note 1, no provision has been made for depreciation on the freehold buildings. Depreciation in accordance with the relevant Statement of Standard Accounting Practice would amount to approximately £36,000 (1994 - £36,000) for the year.

**NOTES TO THE ACCOUNTS**  
**Year ended 30 April 1995**

**8 INVESTMENTS HELD AS FIXED ASSETS**

**Loan to  
 Bournemouth  
 Sports Club**

£

**Cost or valuation**

At 1 May 1994

37,554

Movement in the year

(30,884)

At 30 April 1995

6,670

At 30 April 1994

37,554

The loan is unsecured, interest free and, although there was no fixed date for repayment, has subsequently been repaid.

**9 STOCKS**

**1995**

**1994**

£

£

Consumables

12,069

10,411

Finished goods

5,344

2,784

17,413

13,195

**10 DEBTORS**

**1995**

**1994**

£

£

Other debtors

1,815

4,791

Trade debtors

23,263

17,326

25,078

22,117

All amounts are due within one year.

**NOTES TO THE ACCOUNTS**  
**Year ended 30 April 1995**

**11 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                              | <b>1995</b>   | <b>1994</b>   |
|------------------------------|---------------|---------------|
|                              | <b>£</b>      | <b>£</b>      |
| Bank overdraft               | -             | 18,000        |
| Corporation tax              | 2,598         | 2,895         |
| Taxation and social security | 13,907        | 12,823        |
| Accruals and deferred income | 68,500        | 31,293        |
|                              | <u>85,005</u> | <u>65,011</u> |

**12 CALLED UP SHARE CAPITAL**

|   | <b>1995</b>  | <b>1994</b>  |
|---|--------------|--------------|
|   | <b>£</b>     | <b>£</b>     |
| <b>Authorised</b>                         |              |              |
| 6,000 ordinary shares of £1.00 each       | <u>6,000</u> | <u>6,000</u> |
| <b>Called up, allotted and fully paid</b> |              |              |
| 3,065 ordinary shares of £1.00 each       | <u>3,065</u> | <u>3,065</u> |

**13 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

|   | <b>1995</b>      | <b>1994</b>      |
|---|------------------|------------------|
|   | <b>£</b>         | <b>£</b>         |
| Loss attributable to members of the company | (62,320)         | (42,526)         |
| Opening shareholders' funds                 | <u>3,474,906</u> | <u>3,517,432</u> |
| Closing shareholders' funds                 | <u>3,412,586</u> | <u>3,474,906</u> |



**NOTES TO THE ACCOUNTS**  
**Year ended 30 April 1995**

**14 FINANCIAL COMMITMENTS**

**Operating lease commitments**

At 30 April 1995 the company was committed to making the following payments during the next year in respect of operating leases:

|                          | <b>Other<br/>£</b> |
|--------------------------|--------------------|
| Leases which expire:     |                    |
| Within two to five years | 1,111              |
|                          | <u>1,111</u>       |

**15 CASH FLOW STATEMENT**

The directors have relied upon the exemptions conferred in Financial Reporting Standard No. 1 (Cash Flow Statements) and accordingly no such statement has been produced in these financial statements.