

**COMPANY REGISTRATION NUMBER: 00404443**

**Purley Downs Golf Club Limited  
Company Limited by Guarantee  
Filleterd Financial Statements  
31 December 2020**

# Purley Downs Golf Club Limited

Company Limited by Guarantee

Statement of Financial Position

31 December 2020

		2020	2019
	Note	£	£
<b>Fixed assets</b>			
Tangible assets	6	821,808	827,891
Investments	7	11	11
		<u>821,819</u>	<u>827,902</u>
<b>Current assets</b>			
Stocks		10,897	13,938
Debtors	8	23,629	44,880
Cash at bank and in hand		675,312	544,893
		<u>709,838</u>	<u>603,711</u>
<b>Creditors: amounts falling due within one year</b>	9	<u>783,225</u>	<u>759,586</u>
<b>Net current liabilities</b>		<u>73,387</u>	<u>155,875</u>
<b>Total assets less current liabilities</b>		<u>748,432</u>	<u>672,027</u>
<b>Creditors: amounts falling due after more than one year</b>	10	<u>103,020</u>	<u>113,802</u>
<b>Net assets</b>		<u>645,412</u>	<u>558,225</u>
<b>Capital and reserves</b>			
Other reserves		293,095	293,095
Profit and loss account		352,317	265,130
<b>Members funds</b>		<u>645,412</u>	<u>558,225</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the board of directors and authorised for issue on 24 February 2021, and are signed on behalf of the board by:

Mr P A Coates

Chairman

Mr M B Webb

Director

Company registration number: 00404443

# **Purley Downs Golf Club Limited**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements**

#### **Year ended 31 December 2020**

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##### **1. General information**

The company is a private company limited by guarantee, registered in England and Wales. The address of the registered office is 106 Purley Downs Road, South Croydon, Surrey, CR2 0RB, United Kingdom.

##### **2. Statement of compliance**

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

##### **3. Accounting policies**

###### **(a) Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

###### **(b) Going concern**

The directors acknowledge that the current restrictions and economic environment results in uncertainty over the level of future activity and permitted use of the Club's facility. The directors have considered the cash position of the company and reviewed the trading results during the partial reopening and various periods of lockdown. The Club has introduced Covid-19 social distancing and hygiene procedures. Based on cash balances, recent trading results and forecasts the directors have a reasonable expectation the Company has adequate resources to continue in operational existence for a period of at least twelve months following the date of approval of the financial statements. Thus, they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

###### **(c) Revenue recognition**

Turnover represents subscriptions receivable, green and locker fees, takings from catering and bar, and is stated net of value added tax.

###### **(d) Corporation tax**

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

###### **(e) Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

**(f) Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Clubhouse improvements	-	10 or 30 years
Course buildings and improvements	-	5, 10, 30 or 50 years
Plant & Machinery	-	3, 5 or 8 years
Furniture & Equipment	-	3 or 5 years

**(g) Investments**

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

**(h) Stocks**

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

**(i) Hire purchase contracts**

Assets held under hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset. Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

**(j) Government grants**

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received. Government grants are recognised using the accrual model and the performance model. Under the accrual model, government grants relating to revenue are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate. Grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs are recognised in income in the period in which it becomes receivable.

#### 4. Company limited by guarantee

Purley Downs Golf Club Limited is a company limited by guarantee and not having share capital. The liability of the members is limited. Every member of the company undertakes to contribute to the assets of the company in the event of it being wound up while he or she is a member or within a year afterwards, for payment of the debts and liabilities of the company contracted before he or she ceases to be a member for costs, charges and expenses of winding up: and for the adjustment of the rights of the contributions among themselves, such amount as may be required not exceeding £1.

#### 5. Employee numbers

The average number of persons employed by the company during the year amounted to 21 (2019: 22 ).

#### 6. Tangible assets

	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Total £
<b>Cost</b>				
At 1 January 2020	1,395,615	384,933	134,973	<b>1,915,521</b>
Additions	58,804	11,027	4,427	<b>74,258</b>
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<b>At 31 December 2020</b>	<b>1,454,419</b>	<b>395,960</b>	<b>139,400</b>	<b>1,989,779</b>
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<b>Depreciation</b>				
At 1 January 2020	761,075	216,527	110,028	<b>1,087,630</b>
Charge for the year	43,402	30,475	6,464	<b>80,341</b>
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<b>At 31 December 2020</b>	<b>804,477</b>	<b>247,002</b>	<b>116,492</b>	<b>1,167,971</b>
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<b>Carrying amount</b>				
<b>At 31 December 2020</b>	<b>649,942</b>	<b>148,958</b>	<b>22,908</b>	<b>821,808</b>
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At 31 December 2019	634,540	168,406	24,945	827,891
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#### 7. Investments

	Shares in group undertakings £
<b>Cost</b>	
<b>At 1 January 2020 and 31 December 2020</b>	<b>4,519</b>
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<b>Impairment</b>	
<b>At 1 January 2020 and 31 December 2020</b>	<b>4,508</b>
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<b>Carrying amount</b>	
<b>At 31 December 2020</b>	<b>11</b>
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At 31 December 2019	11
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#### 8. Debtors

	2020 £	2019 £
Trade debtors	517	1,509
Other debtors	23,112	43,371
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	<b>23,629</b>	<b>44,880</b>
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**9. Creditors: amounts falling due within one year**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Trade creditors	<b>34,727</b>	44,814
Corporation tax	<b>210</b>	446
Social security and other taxes	<b>10,671</b>	20,793
Loan from Purley Downs Company Limited	<b>277,753</b>	277,753
Other creditors	<b>459,864</b>	415,780
	<b>783,225</b>	759,586

**10. Creditors: amounts falling due after more than one year**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Unsecured loan stock 2023	<b>80,000</b>	80,000
Other loans	—	6,138
Other creditors	<b>23,020</b>	27,664
	<b>103,020</b>	113,802

**11. Capital commitments**

Capital expenditure contracted for but not provided for in the financial statements is as follows:

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Tangible assets	<b>47,000</b>	—

**12. Operating leases**

The total future minimum lease payments under non-cancellable operating leases are as follows:

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Not later than 1 year	<b>38,994</b>	38,994
Later than 1 year and not later than 5 years	<b>36,371</b>	75,365
	<b>75,365</b>	114,359

**13. Summary audit opinion**

The auditor's report for the year dated 24 February 2021 was unqualified.

The senior statutory auditor was SUSAN JACKSON FCA , for and on behalf of Sheridan Brooks Limited .

**14. Related party transactions**

The company has a single, dormant subsidiary undertaking Purley Downs Company Limited, which owns the Purley Downs golf course. The course is leased to the Purley Downs Golf Club Limited under a lease dated 25th March 1993 extended on 11th October 2006 for a period expiring on 1st November 2131. The outstanding balances at the balance sheet date with Purley Downs Company Limited are given in note 11 of these accounts.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.