

Registered number: 01245301

BARNHAM BROOM GOLF CLUB LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018



BARNHAM BROOM GOLF CLUB LIMITED
REGISTERED NUMBER: 01245301

BALANCE SHEET
AS AT 30 SEPTEMBER 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	4	1,612,976	1,607,155
		<u>1,612,976</u>	<u>1,607,155</u>
Current assets			
Stocks		126,768	140,583
Debtors: amounts falling due within one year	5	597,254	325,010
Cash at bank and in hand		3,690	3,625
		<u>727,712</u>	<u>469,218</u>
Creditors: amounts falling due within one year	6	(873,503)	(767,240)
Net current liabilities		<u>(145,791)</u>	<u>(298,022)</u>
Total assets less current liabilities		<u>1,467,185</u>	<u>1,309,133</u>
Creditors: amounts falling due after more than one year	7	(780,554)	(673,032)
Provisions for liabilities			
Deferred tax	8	(50,000)	(50,000)
		<u>(50,000)</u>	<u>(50,000)</u>
Net assets		<u><u>636,631</u></u>	<u><u>586,101</u></u>

BARNHAM BROOM GOLF CLUB LIMITED
REGISTERED NUMBER: 01245301

BALANCE SHEET (CONTINUED)
AS AT 30 SEPTEMBER 2018

	Note	2018 £	2017 £
Capital and reserves			
Called up share capital		951,850	951,850
Share premium account	9	51,028	51,028
Revaluation reserve	9	190,000	192,500
Profit and loss account	9	(556,247)	(609,277)
		<hr/> 636,631 <hr/>	<hr/> 586,101 <hr/>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

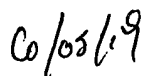
The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:


T E Beckett
Director

Date:



The notes on pages 3 to 11 form part of these financial statements.

BARNHAM BROOM GOLF CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018

1. General information

Barnham Broom Golf Club Limited is a private company limited by shares and incorporated in England and Wales, registration number 01245301. The registered office is Honingham Road, Barnham Broom, Norwich, Norfolk, NR9 4DD.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the *Financial Reporting Standard* applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The financial statements are presented in sterling which is the functional currency of the Company and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

2.2 Going concern

After reviewing budgets and forecasts, the directors note that the Group to which the Company is a member, is reliant on its current banking facility in order to meet its working capital requirements. The bank has provided an extended overdraft position, as provided in previous years, to mitigate the seasonal cash flow requirements on working capital in the short term.

Within 12 months from the date that the financial statements are approved, the Group is reliant on negotiating a similar extended overdraft facility with its bank in order to meet its working capital requirements, for which the directors have a reasonable expectation this will be achieved.

Due to the nature of Group operations, the Company will also continue to receive support from its ultimate parent company, Daveney Limited, and fellow group subsidiary, Barnham Broom Limited.

Accordingly the above provides the directors with assurance on the Company's ability to continue as a going concern, and therefore adopt the going concern basis in preparing the financial statements.

2.3 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

Accommodation income is recognised on a straight line basis over the period to which the income relates.

Food and drink, spa, golf passes and golf shop income is recognised at the point of sale.

Gym, golf and spa membership is recognised on a straight line basis over the period of membership.

BARNHAM BROOM GOLF CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018

2. Accounting policies (continued)

2.4 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Under FRS 102 Section 1A, management have elected to use a previous revaluation of their leasehold property before the date of transition as its deemed cost at the revaluation date.

Depreciation is provided on the following basis:

Leasehold land and buildings	- 1% per annum
Plant and machinery	- Up to 10 years

As a result of the current rental agreement, the directors consider the residual value of the leasehold property to be greater than zero. Accordingly, they consider the depreciation policy of 1% to be a fair estimate.

The assets' residual lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of comprehensive income.

2.5 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a weighted average basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

2.6 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.7 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

BARNHAM BROOM GOLF CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018

2. Accounting policies (continued)

2.8 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

2.9 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.10 Finance costs

Finance costs are charged to the Statement of comprehensive income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.11 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Statement of comprehensive income so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

2.12 Operating leases

Rentals under operating leases are charged to the Statement of comprehensive income on a straight line basis over the lease term.

2.13 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of comprehensive income when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.14 Holiday pay accrual

A liability is recognised to the extent of any unused holiday pay entitlement which is accrued at the Balance sheet date and carried forward to future periods. This is measured at the undiscounted salary cost of the future holiday entitlement so accrued at the Balance sheet date.

BARNHAM BROOM GOLF CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018

2. Accounting policies (continued)

2.15 Borrowing costs

All borrowing costs are recognised in the Statement of comprehensive income in the year in which they are incurred.

2.16 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of comprehensive income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

3. Employees

The average monthly number of employees, including directors, during the year was 137 (2017 - 129).

BARNHAM BROOM GOLF CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018

4. Tangible fixed assets

	Leasehold land and buildings £	Plant and machinery £	Total £
Cost			
At 1 October 2017	1,261,495	895,615	2,157,110
Additions	7,421	106,645	114,066
Disposals	-	(495)	(495)
At 30 September 2018	<u>1,268,916</u>	<u>1,001,765</u>	<u>2,270,681</u>
Depreciation			
At 1 October 2017	79,130	470,825	549,955
Charge for the year on owned assets	10,944	96,955	107,899
Disposals	-	(149)	(149)
At 30 September 2018	<u>90,074</u>	<u>567,631</u>	<u>657,705</u>
Net book value			
At 30 September 2018	<u>1,178,842</u>	<u>434,134</u>	<u>1,612,976</u>
At 30 September 2017	<u>1,182,365</u>	<u>424,790</u>	<u>1,607,155</u>

BARNHAM BROOM GOLF CLUB LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

5. Debtors

	2018 £	2017 £
Trade debtors	153,362	84,360
Amounts owed by group undertakings	211,123	22,605
Other debtors	21,688	12,413
Prepayments and accrued income	211,081	205,632
	<u>597,254</u>	<u>325,010</u>

6. Creditors: Amounts falling due within one year

	2018 £	2017 £
Bank overdrafts	32,204	8,218
Trade creditors	277,880	184,779
Amounts owed to group undertakings	-	25,000
Other taxation and social security	207,244	218,839
Obligations under finance lease and hire purchase contracts	39,840	35,538
Other creditors	33,380	32,039
Accruals and deferred income	282,955	262,827
	<u>873,503</u>	<u>767,240</u>

The bank overdraft is secured by a debenture dated 12 April 2012 and first legal charges over leasehold properties of the Daveney Limited group.

The finance lease and hire purchase creditors are secured on the assets concerned.

7. Creditors: Amounts falling due after more than one year

	2018 £	2017 £
Net obligations under finance leases and hire purchase contracts	83,218	26,926
Amounts owed to group undertakings	697,336	622,750
Other creditors	-	23,356
	<u>780,554</u>	<u>673,032</u>

The finance lease and hire purchase creditors are secured on the assets concerned.

BARNHAM BROOM GOLF CLUB LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

8. Deferred taxation

	2018 £	2017 £
At beginning of year	(50,000)	(50,000)
At end of year	<u>(50,000)</u>	<u>(50,000)</u>

The provision for deferred taxation is made up as follows:

	2018 £	2017 £
Leasehold property provision	(50,000)	(50,000)
	<u>(50,000)</u>	<u>(50,000)</u>

Subject to the approval of HM Revenue and Customs, the Company has an estimated deferred tax asset of £399,969 (2017 - £411,078) in relation to losses carried forward. This asset has not been provided for in the financial statements.

9. Reserves

Share premium account

The capital surplus received by the firm over the par value of its shares.

Revaluation reserve

The surplus or deficit arising on historical valuations of company assets.

Other reserves

Other reserves include capital contributions from parent undertakings.

10. Contingent liabilities

The Company supports a cross guarantee and debenture for the bank with respect to Barnham Broom Limited, Barnham Broom Management Company Limited and Daveney Limited. The value of the guarantee at the balance sheet date was £32,204 (2017 - £8,831).

BARNHAM BROOM GOLF CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018

11. Pension commitments

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £20,171 (2017 - £17,069). Contributions totaling £217 (2017 - £465) were payable to the fund at the balance sheet date and are included in creditors.

12. Commitments under operating leases

At 30 September 2018 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2018 £	2017 £
Not later than 1 year	489,207	329,210
Later than 1 year and not later than 5 years	1,929,247	1,930,413
Later than 5 years	15,840,000	16,320,000
	<u>18,258,454</u>	<u>18,579,623</u>

13. Transactions with directors

During the year an amount of £21,797 (2017 - £30,179) was advanced to C H Bothway. The amount outstanding at the year end was £404 (2017 - £13). This amount has been repaid since the year end.

Also during the year an amount of £7,336 (2017 - £2,516) was advanced to T E Beckett. The amount repayable at the year end was £2,117 (2017 - amount outstanding of £5) and this loan was interest free. This amount has been reimbursed since the year end.

14. Related party transactions

The Company has taken advantage of the exemption available under FRS 102 Section 33.1A not to disclose the transactions between wholly owned members of a group.

The bank overdraft of £32,204 (2017: £8,218) was secured against two properties owned by C H Bothway (director).

BARNHAM BROOM GOLF CLUB LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

15. Post balance sheet events

On 31 January 2019 the Company took out a bank loan of £200,000 to facilitate with property improvements.

16. Ultimate Parent Undertaking and Controlling Party

The ultimate parent company and ultimate controlling party is Daveney Limited which is incorporated in England. The immediate parent company and immediate controlling party is Barnham Broom Limited which is incorporated in England.

The parent undertaking of the largest and smallest group for which consolidated accounts are prepared is Daveney Limited. Consolidated accounts are available from Companies House, Crown Way, Cardiff, CF14 3UZ.

17. Auditors' information

The auditors' report on the financial statements for the year ended 30 September 2018 was unqualified.

The audit report was signed by Charles Savory ACA (Senior statutory auditor) on behalf of Larking Gowen LLP.