

Company Registration No 03469200 (England and Wales)

**BRIGHTON RACECOURSE COMPANY LIMITED**

**DIRECTORS' REPORT AND  
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2012**

FRIDAY



\*L1NRXVE8\*

LD7

14/12/2012

#23

COMPANIES HOUSE

# BRIGHTON RACECOURSE COMPANY LIMITED

## COMPANY INFORMATION

---

### Directors

A B Kelly  
S Nahum  
P O'Driscoll  
G Bowden (Appointed 15 June 2012)  
Councillor B Fitch (Appointed 19 May 2011)

### Secretary

M Langridge

### Company number

03469200

### Registered office

4th Floor  
Millbank Tower  
21-24 Millbank  
London  
SW1P 4QP

### Auditors

Gerald Edelman  
25 Harley Street  
London  
W1G 9BR

---

**BRIGHTON RACECOURSE COMPANY LIMITED**

**CONTENTS**

---

	<b>Page</b>
Directors' report	1 - 2
Independent auditors' report	3 - 4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7 - 11

---

# BRIGHTON RACECOURSE COMPANY LIMITED

## DIRECTORS' REPORT

### FOR THE YEAR ENDED 31 MARCH 2012

---

The directors present their report and financial statements for the year ended 31 March 2012

#### Principal activities

The principal activity of the company continued to be that of promotion of race meeting, under Jockey Club Rules at Brighton Racecourse

#### Directors

The following directors have held office since 1 April 2011

J Harrington	(Resigned 16 March 2012)
P Hawkes	(Resigned 22 September 2011)
A B Kelly	
S Nahum	
P O'Driscoll	
G Bowden	(Appointed 15 June 2012)
Councillor DJ Smith	(Resigned 22 September 2011)
Councillor A Kennedy	(Appointed 19 May 2011 and resigned 15 June 2012)
R I Renton	(Appointed 30 May 2012 and resigned 31 August 2012)
Councillor B Fitch	(Appointed 19 May 2011)

#### Auditors

The auditors, Gerald Edelman, are deemed to be reappointed under section 487(2) of the Companies Act 2006

#### Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- 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 adequate accounting records that are sufficient to show and explain the company's transactions and 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 2006. 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

# **BRIGHTON RACECOURSE COMPANY LIMITED**

## **DIRECTORS' REPORT (CONTINUED)**

***FOR THE YEAR ENDED 31 MARCH 2012***

---

### **Statement of disclosure to auditors**

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board



P O'Driscoll

**Director**

13 December 2012

# **BRIGHTON RACECOURSE COMPANY LIMITED**

## **INDEPENDENT AUDITORS' REPORT**

### **TO THE MEMBERS OF BRIGHTON RACECOURSE COMPANY LIMITED**

---

We have audited the financial statements of Brighton Racecourse Company Limited for the year ended 31 March 2012 set out on pages 5 to 11. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of directors and auditors**

As explained more fully in the Directors' Responsibilities Statement set out on pages 1 - 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

#### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

#### **Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 March 2012 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

# **BRIGHTON RACECOURSE COMPANY LIMITED**

## **INDEPENDENT AUDITORS' REPORT (CONTINUED)**

### **TO THE MEMBERS OF BRIGHTON RACECOURSE COMPANY LIMITED**

---

#### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report

**S P Coleman (Senior Statutory Auditor)**  
**for and on behalf of Gerald Edelman**

13 December 2012

**Chartered Accountants**  
**Statutory Auditor**

25 Harley Street  
London  
W1G 9BR

# **BRIGHTON RACECOURSE COMPANY LIMITED**

## **PROFIT AND LOSS ACCOUNT**

**FOR THE YEAR ENDED 31 MARCH 2012**

		<b>2012</b>	<b>2011</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>
Turnover		2,412,860	2,542,460
Cost of sales		(1,608,980)	(1,745,330)
<b>Gross profit</b>		<b>803,880</b>	<b>797,130</b>
Administrative expenses		(1,322,540)	(1,331,839)
<b>Loss on ordinary activities before taxation</b>	<b>2</b>	<b>(518,660)</b>	<b>(534,709)</b>
Tax on loss on ordinary activities	<b>3</b>	-	-
<b>Loss for the year</b>	<b>10</b>	<b>(518,660)</b>	<b>(534,709)</b>

The profit and loss account has been prepared on the basis that all operations are continuing operations

There are no recognised gains and losses other than those passing through the profit and loss account



# BRIGHTON RACECOURSE COMPANY LIMITED

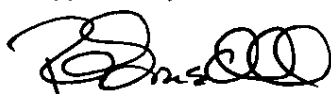
## BALANCE SHEET

AS AT 31 MARCH 2012

	Notes	2012 £	£	2011 £	£
<b>Fixed assets</b>					
Tangible assets	4		4,149,302		4,270,508
<b>Current assets</b>					
Stocks		30,716		6,288	
Debtors	5	1,042,143		972,368	
Cash at bank and in hand		44,463		239,247	
		<u>1,117,322</u>		<u>1,217,903</u>	
<b>Creditors amounts falling due within one year</b>	6	<u>(5,879,693)</u>		<u>(5,588,186)</u>	
<b>Net current liabilities</b>			<u>(4,762,371)</u>		<u>(4,370,283)</u>
<b>Total assets less current liabilities</b>			<u>(613,069)</u>		<u>(99,775)</u>
<b>Creditors amounts falling due after more than one year</b>	7		<u>(5,366)</u>		<u>-</u>
			<u>(618,435)</u>		<u>(99,775)</u>
<b>Capital and reserves</b>					
Called up share capital	9		100		100
Profit and loss account	10		<u>(618,535)</u>		<u>(99,875)</u>
<b>Shareholders' funds</b>	11		<u>(618,435)</u>		<u>(99,775)</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006

Approved by the Board and authorised for issue on 13 December 2012



P O'Driscoll  
Director

Company Registration No 03469200

# BRIGHTON RACECOURSE COMPANY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED 31 MARCH 2012**

---

### **1 Accounting policies**

#### **1.1 Accounting convention**

The financial statements are prepared under the historical cost convention

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

#### **1.2 Compliance with accounting standards**

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

#### **1.3 Turnover**

Turnover represents amounts receivable directly and indirectly from race meetings plus other miscellaneous income from the use of the racecourse facilities

Income is recognised at the time of the event, unless it is more appropriate to take it over the period of the agreement, such as rental and deferred income. Income receivable from the sale of media rights to Attheraces is taken to income when quantifiable

#### **1.4 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows

Land and buildings Leasehold	over 50 years
Computer equipment	over 5-10 years
Fixtures, fittings & equipment	over 5 - 10 years

#### **1.5 Stock**

Stock is valued at the lower of cost and net realisable value

#### **1.6 Pensions**

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable

#### **1.7 Deferred taxation**

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted

#### **1.8 Capital credits**

The Horserace Betting Levy Board (HBLB) provides revenue grants to racecourses to support the holding of a race meeting

A racecourse can elect in advance to convert the revenue to capital credits which can be drawn down to meet approved project expenditure or to meet repayment of HBLB loans. Revenue grants are taken to the profit and loss account as turnover to match related costs of holding the race meeting. Capital credits are recognised as income when the related race meeting is held and when recoverable against the repayment of HBLB loan or expenditure on approved capital projects

# BRIGHTON RACECOURSE COMPANY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2012

<b>2</b>	<b>Operating loss</b>	<b>2012</b>	<b>2011</b>
		<b>£</b>	<b>£</b>
	Operating loss is stated after charging		
	Depreciation of tangible assets	187,809	183,896
	- Audit	3,000	3,000
	- Accountancy	500	500
	- Tax	500	500
		<u>          </u>	<u>          </u>
<b>3</b>	<b>Taxation</b>	<b>2012</b>	<b>2011</b>
	<b>Total current tax</b>	<b>-</b>	<b>-</b>
		<u>          </u>	<u>          </u>
	<b>Factors affecting the tax charge for the year</b>		
	Loss on ordinary activities before taxation	(518,660)	(534,709)
		<u>          </u>	<u>          </u>
	Loss on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 26.00% (2011 - 28.00%)	(134,852)	(149,719)
		<u>          </u>	<u>          </u>
	Effects of		
	Non deductible expenses	48,830	51,491
	Capital allowances	(21,041)	(26,434)
	Tax losses utilised	107,063	124,662
		<u>          </u>	<u>          </u>
		134,852	149,719
		<u>          </u>	<u>          </u>
	<b>Current tax charge for the year</b>	<b>-</b>	<b>-</b>
		<u>          </u>	<u>          </u>

# BRIGHTON RACECOURSE COMPANY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2012

#### 4 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
<b>Cost</b>			
At 1 April 2011	4,792,705	1,330,512	6,123,217
Additions	8,787	57,816	66,603
	<u>4,801,492</u>	<u>1,388,328</u>	<u>6,189,820</u>
At 31 March 2012			
<b>Depreciation</b>			
At 1 April 2011	953,148	899,561	1,852,709
Charge for the year	95,987	91,822	187,809
	<u>1,049,135</u>	<u>991,383</u>	<u>2,040,518</u>
At 31 March 2012			
<b>Net book value</b>			
At 31 March 2012	<u>3,752,357</u>	<u>396,945</u>	<u>4,149,302</u>
At 31 March 2011	<u>3,839,557</u>	<u>430,951</u>	<u>4,270,508</u>

Included in plant, fixture and equipment are assets held under hire purchase agreements with a net book value of £6,880 (2011 £51,941) and accumulated depreciation of £1,376 (2011 £31,164) at 31 March 2012

The liability of a leased asset included in fixtures, fittings and equipments, is included in Northern Races Ltd accounts, the immediate parent company

#### 5 Debtors

	2012 £	2011 £
Trade debtors	139,094	151,995
Amounts owed by group companies	625,103	643,683
Other debtors	277,946	176,690
	<u>1,042,143</u>	<u>972,368</u>

# BRIGHTON RACECOURSE COMPANY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2012

6	Creditors amounts falling due within one year	2012 £	2011 £
	Net obligations under finance leases	1,651	-
	Trade creditors	206,810	265,736
	Amounts owed to group companies	5,351,893	4,881,350
	Taxation and social security	55,809	59,176
	Other creditors	263,530	381,924
		<u>5,879,693</u>	<u>5,588,186</u>

The loans and overdraft of the Group are secured by a legal charge over the racecourse properties. An unlimited guarantee exists across the group for the liabilities of the same.

7	Creditors amounts falling due after more than one year	2012 £	2011 £
	Net obligations under finance leases	<u>5,366</u>	<u>-</u>

The loans and overdraft of the Group are secured by a legal charge over the racecourse properties. An unlimited guarantee exists across the group for the liabilities of the same.

#### Net obligations under finance leases

Repayable within one year	1,651	-
Repayable between one and five years	5,366	-
	<u>7,017</u>	<u>-</u>
Included in liabilities falling due within one year	(1,651)	-
	<u>5,366</u>	<u>-</u>

#### 8 Pension and other post-retirement benefit commitments Defined contribution

	2012 £	2011 £
Contributions payable by the company for the year	<u>4,203</u>	<u>3,082</u>

# BRIGHTON RACECOURSE COMPANY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2012

9	Share capital	2012 £	2011 £
	Allotted, called up and fully paid		
	81 Ordinary 'A' Shares of £1 each	81	81
	19 Ordinary 'B' Shares of £1 each	19	19
		<u>100</u>	<u>100</u>

The A Shares and the B Shares are ranked pari passu in all respect but are deemed to form separate classes of shares

#### 10 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 April 2011	(99,875)
Loss for the year	<u>(518,660)</u>
Balance at 31 March 2012	<u>(618,535)</u>

#### 11 Reconciliation of movements in shareholders' funds

	2012 £	2011 £
Loss for the financial year	(518,660)	(534,709)
Opening shareholders' funds	<u>(99,775)</u>	<u>434,934</u>
Closing shareholders' funds	<u>(618,435)</u>	<u>(99,775)</u>

#### 12 Control

The immediate parent company is Northern Races Limited and the ultimate UK parent company is NR Acquisitions Topco Limited. NR Acquisitions Topco Limited prepares group financial statements and copies can be obtained from Companies House. The ultimate parent company is Landal Worldwide Corp a company registered in the British Virgin Islands.

#### 13 Related party relationships and transactions

The company has taken advantage of the exemption in Financial Reporting Standard Number 8 from the requirement to disclose transactions with group companies on the grounds that consolidated financial statements are prepared by ultimate parent company.