

ASHTEAD VILLAGE CLUB

REPORT OF THE MANAGEMENT COMMITTEE FOR THE YEAR ENDED 31ST DECEMBER 2005

The Management Committee submits their report and the audited financial statements for the year ended 31st December 2005.

Principal Activities

The objects of the Club are to afford to its members the means of social intercourse, mutual helpfulness, mental and moral improvement and rational recreation.

Review of Results

The Club's results for the year showed a loss of £10,802 (2004 profit £9,178. Total income was £282,160 which is 9.1% lower than 2004 (£310,340). This is largely due to a drop in both bar and gaming machine income. The increase in expenditure has been contained to 0.6%, despite additional depreciation on the new lounge seating, the write-off of assets that have been replaced and higher wage costs.

Responsibilities of the Members of the Management Committee

The committee are required to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the Club and of the surplus or deficit for the period. In preparing the financial statements, the Committee are required to :-

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

The Committee are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Club and to enable them to ensure that the financial statements give a true and fair view and comply with the relevant legislation and Statutory Instruments. They are also responsible for safeguarding the assets of the Club and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The above statement should be read in conjunction with the statement of auditors' responsibilities set out in the auditors' report.

Auditors

Brown & Co Audit Limited have expressed their willingness to continue in office as auditors.

Bill Adams
Secretary

Date: 20th March 2006

ASHTEAD VILLAGE CLUB

REPORT OF THE AUDITORS TO THE MEMBERS FOR THE YEAR ENDED 31ST DECEMBER 2005

We have audited the financial statements on pages 4 to 8, which have been prepared under the historical cost convention, and the accounting policies on page 6 as modified for the revaluation of land and buildings.

Respective responsibilities of the management committee and auditors

As described on page 2, the Club's Committee is responsible for the preparation of the 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 Committee in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Club'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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the Club's affairs as at 31st December 2005 and of its loss for the year then ended and comply with the requirements of the Friendly Societies Act 1974.

Paul Brown

4 High Street
Brasted
Kent TN16 1JA

BROWN & CO AUDIT LIMITED

REGISTERED AUDITORS

Date: 16th March 2006

ASHTEAD VILLAGE CLUB

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2005

	2005		2004	
INCOME				
Bar		230,012		245,666
Less Purchases (adjusted for stock)		<u>113,974</u>		<u>123,266</u>
Gross profit on bar	50.45%	116,038	49.82%	122,400
OTHER INCOME				
Subscriptions		7,323		8,032
Gaming machines		38,385		48,467
Snooker and pool		3,422		5,098
Bank interest		483		308
Net miscellaneous income		<u>2,535</u>		<u>2,769</u>
		<u>52,148</u>		<u>64,674</u>
		<u>168,186</u>		<u>187,074</u>
EXPENSES				
Wages and employers costs		87,921		84,148
Honoraria		7,000		6,500
Rates and insurance		8,713		9,867
Light and heat		8,360		7,850
Repairs and maintenance of premises		7,003		12,607
Repairs to furniture and equipment		3,945		3,535
Entertainments		22,048		23,189
Games		747		1,964
Gaming machines		7,011		6,969
Printing and stationery		758		669
Postage and telephone (net)		1,235		918
Stocktaking charges		1,445		1,390
Sundry expenses		5,429		4,418
Bank charges		968		1,402
Loan interest		856		996
Audit & other professional fees		800		836
Depreciation - Furniture and fittings		8,632		6,896
Depreciation - Freehold property		2,093		2,093
Loss on disposal of assets		<u>4,024</u>		<u>1,649</u>
		<u>178,988</u>		<u>177,896</u>
Excess expenditure over income		<u>£ (10,802)</u>		<u>£ 9,178</u>

All amounts above are derived from continuing operations and the club has no recognised gains or losses other than excess income over expenditure for the financial periods detailed above.

ASHTEAD VILLAGE CLUB

BALANCE SHEET AS AT 31 DECEMBER 2005

		2005	2004
	<u>Note</u>		
FIXED ASSETS	2	260,518	246,994
 CURRENT ASSETS			
Stocks	3	7,825	7,977
Debtors	4	9,228	11,738
Bank and cash balances		<u>26,524</u>	<u>50,595</u>
		43,577	70,310
 CREDITORS			
Amounts falling due within one year	5	<u>36,546</u>	<u>36,222</u>
NET CURRENT ASSETS		7,031	34,088
 CREDITORS			
Amounts falling due after one year	6	(7,921)	(10,652)
NET ASSETS		<u>£ 259,628</u>	<u>£ 270,430</u>
 SURPLUS ACCOUNT			
Brought forward 1 January 2005		259,820	250,642
Excess Expenditure over Income for year		(10,802)	9,178
Total on Surplus Account		<u>249,018</u>	<u>259,820</u>
Reserve - surplus on revaluation of buildings - 31.12.87		10,610	10,610
		<u>£ 259,628</u>	<u>£ 270,430</u>

Robert Gibb

CHAIRMAN

Paul Scoble

COMMITTEE MEMBER

Andy Cunningham

COMMITTEE MEMBER

ASHTED VILLAGE CLUB

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2005

1. ACCOUNTING POLICIES

The principal accounting policies of the Club have remained unchanged from the previous year and are set out below

1.1 Accounting Convention

The financial statements have been prepared in accordance with applicable Accounting Standards and under the Historical Cost Convention as modified by the revaluation of certain assets.

1.2 Depreciation

Depreciation is charged on the following bases to reduce the cost of the Club's tangible fixed assets to their net realisable values over their estimated useful lives at the following rates:-

Freehold Property	-	1% on cost
Furniture and fittings	-	10% on net book value

1.3 Stocks

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

1.4 Turnover

Turnover is the total amount receivable by the Club for goods supplied and services provided.

2. FIXED ASSETS

<u>VALUATION/COST</u>	<u>Freehold Property</u>	<u>Furniture & fittings</u>	<u>Total</u>
At 1st January 2005	209,273	158,066	367,339
Additions	0	28,272	28,272
Disposals	0	(14,899)	(14,899)
At 31st December 2005	<u>£209,273</u>	<u>£171,439</u>	<u>£380,712</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2005**

Continued - 2

2. FIXED ASSETS - continued

<u>DEPRECIATION</u>	<u>Freehold Property</u>	<u>Furniture & fittings</u>	<u>Total</u>
At 1st January 2005	24,348	95,997	120,345
Charge for the year	2,093	8,632	10,725
Released	0	(10,876)	(10,876)
At 31st December 2005	£26,441	£93,753	£120,194
 <u>NET BOOK VALUE</u>			
At 31st December 2004	£184,925	£62,069	£246,994
At 31st December 2005	£182,832	£77,686	£260,518

The amount of £39,273 shown under Freehold Property represents additions at cost from 1st January 1988.

If the freehold property had not been revalued then the property would have been included in the accounts at 31st December as follows:-

	2005	2004
Historical cost	£198,663	£198,663
Accumulated depreciation	£25,170	£23,183

The freehold property was revalued on 31st December 1987 at £170,000 by Messrs. Osenton Lamden & Co of The Crescent, Leatherhead, Surrey. It was revalued again on 29th July 1998 by Edward Symmons Hotel & Leisure, 11/14 Grafton Street, Mayfair, London for the Cooperative Bank plc at £185,000.

3. STOCK	2005	2004
<i>The Club's stock comprised:-</i>		
Bar stock	£7,825	£7,977

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2005**

Continued - 3

4. DEBTORS	2005	2004
Prepayments	£9,228	£11,738

All amounts included above are considered receivable within one year of the balance sheet date.

5. CREDITORS	2005	2004
<i>Amounts falling due within one year</i>		
Trade creditors	24,182	25,009
Social Security and other taxes	7,456	7,266
Accruals	3,208	2,247
Bank loan	1,700	1,700
	£36,546	£36,222

6. CREDITORS	2005	2004
<i>Amount falling due after one year:</i>		
Bank loan	£7,921	£10,652

The bank loan is secured by a charge over the freehold property of Ashtead Village Club.

7. CONTINGENT LIABILITIES

The Club had no contingent liabilities as at the end of the year.

8. CAPITAL COMMITMENTS

There had no capital commitments as at the end of the year.

9. RELATED PARTY TRANSACTIONS

In the year under review, the following committee members carried out services for the club:-

Andrew Cunningham	£1,710	Ex VAT
Robert Gibb	£360	
Leslie Benjamin	£3,478	