

Report of the Committee and
Financial Statements for the Year Ended 31 July 2006
for
Old Owens Association

George Arthur Limited
Chartered Accountants
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Welwyn Garden City
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AL8 6PL

Old Owens Association

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for the Year Ended 31 July 2006

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Old Owens Association

Report of the Committee
for the Year Ended 31 July 2006

The Committee presents report with the financial statements of the Club for the year ended 31 July 2006.

PRINCIPAL ACTIVITY

The principal activity of the Club in the year under review was that of managing and running the clubhouse and grounds of Old Owens Association

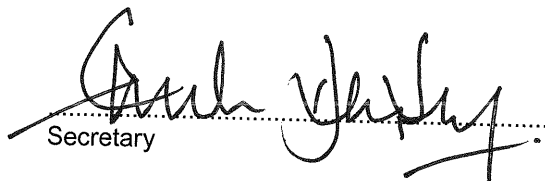
STATEMENT OF COMMITTEE'S RESPONSIBILITIES

The Committee is required to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Club and of the profit or loss of the Club for that period. In preparing those financial statements, the Committee is 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 business.

The Committee is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Club. It is 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.

ON BEHALF OF THE COMMITTEE:


Secretary

Date: 4th April 2011

Old Owens Association
Profit and Loss Account
for the Year Ended 31 July 2006

	2006		2005	
	£	£	£	£
Turnover				
Bar takings	26,061		121,736	
Food takings	9,354		33,561	
Machine income	599		6,985	
Subscriptions and donations	12,698		14,447	
Ground hire - affiliated clubs	18,682		20,190	
Ground and room hire - other	8,387		7,262	
Bar & catering rental income	<u>23,238</u>		<u>-</u>	
		99,019		204,181
Cost of sales				
Bar purchases	16,939		61,199	
Food purchases	4,465		14,982	
Wages	16,694		57,313	
Employers NIC	1,119		3,512	
Equipment rental	1,123		1,857	
Cleaning and laundry	5,805		10,860	
Sundry bar supplies and maintenance	622		4,425	
Games machine rentals and licences	2,475		9,210	
Stocktaking	710		2,171	
Equipment repairs & maintenance	<u>2,087</u>		<u>1,203</u>	
		<u>52,039</u>		<u>166,732</u>
GROSS PROFIT		46,980		37,449
Other income				
Online filing incentive	250		-	
Bank interest receivable	<u>1</u>		<u>1</u>	
		<u>251</u>		<u>1</u>
		47,231		37,450
Expenditure				
Ground contractors	10,400		8,127	
Ground materials	15,401		15,013	
Rates	7,384		5,229	
Insurance	4,797		6,494	
Light and heat	2,507		7,122	
Repairs to property	1,436		5,486	
Telephone	1,143		3,975	
Depreciation of tangible fixed assets	9,485		5,120	
Post and stationery	2,120		4,605	
Sundry expenses	2		15	
Accountancy	2,500		3,010	
Legal fees	<u>507</u>		<u>-</u>	
		<u>57,682</u>		<u>64,196</u>
		(10,451)		(26,746)
Finance costs				
Bank charges		<u>1,218</u>		<u>1,153</u>
NET LOSS		<u>(11,669)</u>		<u>(27,899)</u>

Old Owens Association

Balance Sheet
31 July 2006

	Notes	£	2006	£	2005	£
FIXED ASSETS						
Tangible assets	3			627,818		634,207
Investments	4			<u>30</u>		<u>30</u>
				627,848		634,237
CURRENT ASSETS						
Stocks			-		5,250	
Debtors	5	7,374			8,091	
Cash at bank and in hand		<u>119</u>			<u>4,125</u>	
			7,493		17,466	
CREDITORS						
Amounts falling due within one year	6	<u>33,993</u>			<u>58,526</u>	
NET CURRENT LIABILITIES				<u>(26,500)</u>		<u>(41,060)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES				601,348		593,177
CREDITORS						
Amounts falling due after more than one year	7			<u>659,399</u>		<u>639,559</u>
NET LIABILITIES				<u>(58,051)</u>		<u>(46,382)</u>
RESERVES						
Profit and loss account	9			<u>(58,051)</u>		<u>(46,382)</u>
				<u>(58,051)</u>		<u>(46,382)</u>

The Committee acknowledges its responsibilities for:

preparing financial statements which give a true and fair view of the state of affairs of the club as at the end of each financial year and of its profit or loss for each financial year in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

ON BEHALF OF THE COMMITTEE:



Chairman

Approved by the Committee on 4th April 2011

The notes form part of these financial statements

Old Owens Association

Notes to the Financial Statements
for the Year Ended 31 July 2006

1. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

These financial statements have been prepared on a going concern basis as Old Owens Sports Club Limited has promised to provide support as and when necessary.

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Turnover

Turnover represents monies received (excluding value added tax) from bar sales and other activities.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings - 10% on cost

The freehold properties are included in the accounts at cost. The buildings are maintained at a high standard for continuous occupation and no depreciation is charged as it would be immaterial in view of the length of the estimated residual life and value of the properties.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

2. **TAXATION**

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 31 July 2006 nor for the year ended 31 July 2005.

The Association is taxed as a members club. Such clubs are not liable to corporation tax on profits arising directly from members' activities, provided these do not amount to a trade. Profits from activities which do not arise directly from members may be considered trading and would be subject to the normal corporation tax rules. Included in this would be bank deposit interest received.

Old Owens Association

Notes to the Financial Statements - continued
for the Year Ended 31 July 2006

3. **TANGIBLE FIXED ASSETS**

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 August 2005	616,332	148,091	764,423
Additions	<u>-</u>	<u>3,096</u>	<u>3,096</u>
At 31 July 2006	<u>616,332</u>	<u>151,187</u>	<u>767,519</u>
DEPRECIATION			
At 1 August 2005	-	130,216	130,216
Charge for year	<u>-</u>	<u>9,485</u>	<u>9,485</u>
At 31 July 2006	<u>-</u>	<u>139,701</u>	<u>139,701</u>
NET BOOK VALUE			
At 31 July 2006	<u>616,332</u>	<u>11,486</u>	<u>627,818</u>
At 31 July 2005	<u>616,332</u>	<u>17,875</u>	<u>634,207</u>

4. **FIXED ASSET INVESTMENTS**

	Interest in other participating interests £
COST	
At 1 August 2005 and 31 July 2006	<u>30</u>
NET BOOK VALUE	
At 31 July 2006	<u>30</u>
At 31 July 2005	<u>30</u>

Shares at cost in Old Owen's Sports Clubs Limited.

5. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2006 £	2005 £
Trade debtors	1,266	6,430
Accrued income	4,554	-
Prepayments	<u>1,554</u>	<u>1,661</u>
	<u>7,374</u>	<u>8,091</u>

Old Owens Association

Notes to the Financial Statements - continued
for the Year Ended 31 July 2006

6. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2006	2005
	£	£
Bank loans and overdrafts	81	675
Trade creditors	9,309	24,866
Social security and other taxes	-	3,799
VAT	813	2,092
Other creditors	18,659	19,564
Accrued expenses	<u>5,131</u>	<u>7,530</u>
	<u>33,993</u>	<u>58,526</u>

Other creditors include a loan outstanding to Greene King Plc of £12,630 (2005: £15,869).

7. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2006	2005
	£	£
Old Owen's Sports Clubs Ltd	<u>659,399</u>	<u>639,559</u>

Amounts falling due in more than five years:

Repayable otherwise than by instalments		
Old Owen's Sports Clubs Ltd	<u>659,399</u>	<u>639,559</u>

The loan from Old Owen's Sports Clubs Limited is secured by a legal charge over the freehold title of the sports ground at Coopers Lane in the Club's favour, to a limit of £500,000. It is repayable on demand, but the Club has indicated that it does not intend to demand repayment within the next twelve months.

8. **OPERATING LEASE COMMITMENTS**

The following operating lease payments are committed to be paid within one year:

	2006	2005
	£	£
Expiring:		
Between one and five years	<u>-</u>	<u>685</u>

9. **RESERVES**

	Profit and loss account £
At 1 August 2005	
Deficit for the year	(46,382)
	<u>(11,669)</u>
At 31 July 2006	
	<u>(58,051)</u>

Statement by the Committee
on the Unaudited Financial Statements of
Old Owens Association

I confirm that as a Committee I have met my duty to:

- ensure that the Club has kept proper accounting records;
- prepare financial statements which give a true and fair view of the state of the Club as at 31 July 2006 and of its loss for that period in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007); and
- follow the applicable accounting policies, subject to any material departures disclosed and explained in the notes to the financial statements.

.....
Committee

Date: 4th April 2011

Chartered Certified Accountants' Independent Assurance Report
to the Committee
on the Unaudited Financial Statements of
Old Owens Association

We have performed certain procedures in respect of the Club's unaudited financial statements for the year ended 31 July 2006 on pages two to seven, made enquiries of the Club's Committee and assessed accounting policies adopted by the Committee, in order to gather sufficient evidence for our conclusion in this report.

This report is made solely to the Club's Committee in accordance with our terms of engagement. It has been released to the Committee on the basis that this report shall not be copied, referred to or disclosed, in whole (save for the Committee's own internal purposes or as may be required by law or by a competent regulator) or in part, without our prior written consent. Our work has been undertaken so that we might state to the Committee those matters that we have agreed to state in this 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 Club and the Club's Committee for our work, for this report or the conclusions we have formed.

Respective responsibilities

You have confirmed that you have met your duty as set out in the Committee's statement on page seven. You consider that the Club does not require an audit for the year. Our responsibility is to form and express an independent conclusion, based on the work carried out, to you on the financial statements.

Scope

We conducted our engagement in accordance with the Institute of Chartered Accountants in England & Wales Interim Technical Release AAF 03/06. Our work was based primarily upon enquiry, analytical procedures and assessing accounting policies in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007). If we considered it to be necessary, we also performed limited examination of evidence relevant to certain balances and disclosures in the financial statements where we became aware of matters that might indicate a risk of material misstatement in the financial statements.

The terms of our engagement exclude any requirement to carry out a comprehensive assessment of the risks of material misstatement, a consideration of fraud, laws, regulations or internal controls, and we have not done so. We are not required to, and we do not, express an audit opinion on these financial statements.

Conclusion

Based on our work, nothing has come to our attention to refute the Committee's confirmation that the financial statements give a true and fair view of the state of the Club's affairs as at 31 July 2006 and of its loss for the year then ended and have been properly prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

George Arthur Ltd

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4 Wigmores South
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Date: 4th April 2011