

**DENTON HOLME WORKING MENS CONSERVATIVE CLUB
COMPANY LIMITED**

**Audited Financial Statements for the
year ended 31 March, 2017**

Company Registration Number 00536321

THURSDAY



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21/12/2017
COMPANIES HOUSE

SAINT & CO
CHARTERED ACCOUNTANTS

Denton Holme Working Mens Conservative Club Company Limited

Financial Statements

Year ended 31 March 2017

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Denton Holme Working Mens Conservative Club Company Limited

Officers and Professional Advisers

Management committee

K Atherton - Committee Member
A Dawson (Resigned 10 May 2016) - Committee Member
M Hewitt (Resigned 18 January 2017) - Committee Member
K Main - Chairman
B McKie (Resigned 18 January 2017) - Committee Member
G Mitchell - Committee Member
J Nunn - Committee Member
C Small - Committee Member
L Taylor - Committee Member
S Waugh - Committee Member
I Wright - Committee Member
B Waugh (Appointed 1 April 2016) - Committee Member

Secretary

Mr L Davidson

Registered office

1 Morley Street
Denton Holme
Carlisle
Cumbria
CA2 5HQ

Auditor

Saint & Co
Chartered accountant & statutory auditor
Sterling House
Wavell Drive, Rosehill
Carlisle, Cumbria
CA1 2SA

Bankers

Cumberland Building Society
Cumberland House
Castle Street
Carlisle
CA3 8RX

Solicitors

Cartmell Shepherd Solicitors
Rosehill
Carlisle
Cumbria
CA1 2RW

Denton Holme Working Mens Conservative Club Company Limited

Management Committee Report

Year ended 31 March 2017

The officers present their report and the financial statements of the club for the year ended 31 March 2017.

Principal activities

The principal activity of the club during the year was that of a private members club.

The Directors who constitute the Committee of Management present the sixty-third annual report and statement of accounts for the year ended 31 March 2017.

Officers

The officers who served the club during the year were as follows:

K Atherton	
K Main	
G Mitchell	
J Nunn	
C Small	
S Waugh	
I Wright	
L Taylor	
B Waugh	(Appointed 1 April 2016)
A Dawson	(Resigned 10 May 2016)
M Hewitt	(Resigned 18 January 2017)
B McKie	(Resigned 18 January 2017)

Management committee's responsibilities statement

The management committee is responsible for preparing the management committee report and the financial statements in accordance with applicable law and regulations.

Law requires the management committee to prepare financial statements for each financial year. Under that law the management committee has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under Law the officers 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 club and the profit or loss of the club for that period.

In preparing these financial statements, the management committee are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments 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 club will continue in business.

The management committee is responsible for keeping adequate accounting records that are sufficient to show and explain the club's transactions and disclose with reasonable accuracy at any time the financial position of the club. 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.

Denton Holme Working Mens Conservative Club Company Limited

Management Committee Report *(continued)*

Year ended 31 March 2017

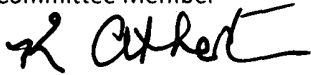
Auditor

Each of the persons who is an officer at the date of approval of this report confirms that:

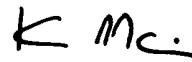
- so far as they are aware, there is no relevant audit information of which the club's auditor is unaware; and
- they have taken all steps that they ought to have taken as an officer to make themselves aware of any relevant audit information and to establish that the club's auditor is aware of that information.

This report was approved by the management committee on 12 December 2017 and signed on behalf of the committee by:

K Atherton
Committee Member



K Main
Chairman



Mr L Davidson
Secretary



Registered office:
1 Morley Street
Denton Holme
Carlisle
Cumbria
CA2 5HQ

Denton Holme Working Mens Conservative Club Company Limited

Independent Auditor's Report to Denton Holme Working Mens Conservative Club Company Limited

Year ended 31 March 2017

We have audited the financial statements of Denton Holme Working Mens Conservative Club Company Limited for the year ended 31 March 2017, on pages 6 to 14. The financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

This report is made solely to the club. Our audit work has been undertaken so that we might state to the club those matters we are required to state to it in an auditor's 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, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of management committee and auditor

As explained more fully in the management committee's responsibilities statement, the management committee is 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

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Basis for qualified opinion on financial statements

In forming our opinion on the financial statements, we have considered the inadequacy of the accounting records. The Club incurred unexplained differences totalling £13,039 for the year to 31 March, 2017. The Club had also not been recording income and expenses from its flat. We would draw your attention to notes 11 and 15 for further explanation of these issues.

Qualified Opinion

The qualified opinion on the financial statements arises from limitations in the audit scope.

The audit evidence to us was limited due to the lack of proper accounting records kept in respect of the cash account. As a result we are unable to identify whether or not the amount disclosed in the profit and loss account was spent on unrecorded cash payments or are missing takings that have not been banked. A lack of proper accounting records also applies to recording the flat rental income and expenses which had also been excluded from the clubs records.

Qualified opinion on financial statements

In our opinion, except for the effects of the matter described in the basis for qualified opinion paragraph, the financial statements:

- give a true and fair view of the state of the club's affairs as at 31 March 2017 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

Denton Holme Working Mens Conservative Club Company Limited

Independent Auditor's Report to Denton Holme Working Mens Conservative Club Company Limited *(continued)*

Year ended 31 March 2017

Matters on which we are required to report by exception

In respect solely of the limitation on our work relating to the cash account and the non-recording of flat rental income and expenditure, described above, we have not obtained all the information and explanations that we considered necessary for the purpose of our audit.

We have nothing to report in respect of the following matters on which we are to report to you if, in our opinion:

- the club has not kept proper books of account or has not maintained a satisfactory system of control over its transactions (with the exception of the cash accounting records and the flat income and expenditure recording); or
- the financial statements are not in agreement with the club's books of account; or
- we fail to obtain all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.



Stuart Farrer (Senior Statutory Auditor)

For and on behalf of
Saint & Co
Chartered accountant & statutory auditor
Sterling House
Wavell Drive, Rosehill
Carlisle, Cumbria
CA1 2SA

12 December 2017

Denton Holme Working Mens Conservative Club Company Limited

Income Statement

Year ended 31 March 2017

		2017	2016 (restated)
	Note	£	£
Turnover		513,565	547,517
Cost of sales		(250,477)	(287,750)
Gross profit		263,088	259,767
Administrative expenses		(248,113)	(258,435)
Other operating income		13,299	16,231
Unexplained cash difference	15	(13,039)	(47,801)
Operating profit/(loss)		15,235	(30,238)
Other interest receivable and similar income		28	45
Profit/(loss) before taxation		15,263	(30,193)
Tax on profit/(loss)		-	-
Profit/(loss) for the financial year		15,263	(30,193)

The society has no other recognised items of income and expenses other than the results for the year as set out above.

The notes on pages 9 to 14 form part of these financial statements.

Denton Holme Working Mens Conservative Club Company Limited

Statement of Income and Retained Earnings

Year ended 31 March 2017

		2017	2016 (restated)
	Note	£	£
Profit/(loss) for the financial year and total comprehensive income		15,263	(30,193)
Retained earnings at the start of the year (as previously reported)		221,633	253,357
Prior period adjustments	11	1,531	—
Retained earnings at the start of the year (restated)		223,164	253,357
Retained earnings at the end of the year		238,427	223,164

The notes on pages 9 to 14 form part of these financial statements.

Denton Holme Working Mens Conservative Club Company Limited

Statement of Financial Position

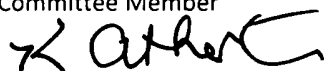
31 March 2017

		2017	2016 (restated)
	Note	£	£
Fixed assets			
Tangible assets	5	194,053	200,748
Current assets			
Stocks	6	25,530	28,666
Debtors	7	12,726	8,972
Cash at bank and in hand		43,894	33,111
		<u>82,150</u>	<u>70,749</u>
Creditors: amounts falling due within one year	8	<u>(37,776)</u>	<u>(46,072)</u>
Net current assets		<u>44,374</u>	<u>24,677</u>
Total assets less current liabilities		<u>238,427</u>	<u>225,425</u>
Creditors: amounts falling due after more than one year	9	<u>—</u>	<u>(2,261)</u>
Net assets		<u>238,427</u>	<u>223,164</u>
Capital and reserves			
Profit and loss account		<u>238,427</u>	<u>223,164</u>
Members funds		<u>238,427</u>	<u>223,164</u>

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

These financial statements were approved by the management committee and authorised for issue on 12 December 2017, and are signed on their behalf by:

K Atherton
Committee Member



K Main
Chairman



Mr L Davidson
Secretary



Company Registration Number: 00536321

The notes on pages 9 to 14 form part of these financial statements.

Denton Holme Working Mens Conservative Club Company Limited

Notes to the Financial Statements

Year ended 31 March 2017

1. General information

The club is a company limited by guarantee without share capital, incorporated in England and Wales. The address of the registered office is 1 Morley Street, Denton Holme, Carlisle, Cumbria, CA2 5HQ. The company's registered number is 00536321.

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

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.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 April 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 14.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be *reasonable under the circumstances*.

Significant judgements

The trustees do not consider there to be any significant judgements made in the preparation of the financial statements.

Key sources of estimation uncertainty

Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome. The trustees do not consider there to be any key sources of estimation uncertainty.

Revenue recognition

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discount. Turnover was derived from the company's principal activity which was carried out wholly in the UK.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Denton Holme Working Mens Conservative Club Company Limited

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

3. Accounting policies *(continued)*

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.

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:

Freehold Property	-	2% reducing balance
Concert Room Refurbishments	-	8% straight line
Billiard Tables	-	20% reducing balance
Furniture & Fittings	-	25% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Stocks

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

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

Denton Holme Working Mens Conservative Club Company Limited

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

4. Staff costs

The average number of persons employed by the society during the year, including the officers, amounted to:

	2017 No.	2016 No.
Number of staff	<u>16</u>	<u>16</u>

The aggregate payroll costs incurred during the year, relating to the above, were:

	2017 £	2016 (restated) £
Wages and salaries	140,661	141,859
Social security costs	<u>5,411</u>	<u>3,257</u>
	<u>146,072</u>	<u>145,116</u>

5. Tangible assets

	Land and buildings £	Concert room £	Billiards tables £	Furniture & fittings £	Cups & trophyes £	Total £
Cost						
At 1 Apr 2016 (as restated)	356,458	148,050	1,443	247,763	149	753,863
Additions	<u>—</u>	<u>—</u>	<u>—</u>	<u>1,566</u>	<u>—</u>	<u>1,566</u>
At 31 Mar 2017	<u>356,458</u>	<u>148,050</u>	<u>1,443</u>	<u>249,329</u>	<u>149</u>	<u>755,429</u>
Depreciation						
At 1 Apr 2016	172,055	148,050	1,283	231,727	—	553,115
Charge for the year	<u>3,688</u>	<u>—</u>	<u>160</u>	<u>4,413</u>	<u>—</u>	<u>8,261</u>
At 31 Mar 2017	<u>175,743</u>	<u>148,050</u>	<u>1,443</u>	<u>236,140</u>	<u>—</u>	<u>561,376</u>
Carrying amount						
At 31 Mar 2017	<u>180,715</u>	<u>—</u>	<u>—</u>	<u>13,189</u>	<u>149</u>	<u>194,053</u>
At 31 Mar 2016	<u>184,403</u>	<u>—</u>	<u>160</u>	<u>16,036</u>	<u>149</u>	<u>200,748</u>

6. Stocks

	2017 £	2016 (restated) £
Refreshments and other bar stock	<u>25,530</u>	<u>28,666</u>

The total bar stock amounts to £21,160 (2016: £27,296).

Denton Holme Working Mens Conservative Club Company Limited

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

7. Debtors

	2017	2016 <i>(restated)</i>
	£	£
Trade debtors	18	–
Other debtors	12,708	8,972
	<u>12,726</u>	<u>8,972</u>

8. Creditors: amounts falling due within one year

	2017	2016 <i>(restated)</i>
	£	£
Trade creditors	22,035	22,831
Social security and other taxes	10,399	8,566
Heineken UK Ltd	789	6,120
Other creditors	4,553	8,555
	<u>37,776</u>	<u>46,072</u>

9. Creditors: amounts falling due after more than one year

	2017	2016 <i>(restated)</i>
	£	£
Heineken UK Ltd	–	2,261
	<u>–</u>	<u>2,261</u>

The Heineken loan will be repaid by way of a barrelage write off. The loan is unsecured.

10. Financial instruments at fair value

	2017	2016 <i>(restated)</i>
	£	£
Financial assets measured at fair value through profit or loss		
Trade Debtors	18	–
Other Debtors	779	–
	<u>797</u>	<u>–</u>
Financial liabilities measured at fair value through profit or loss		
Trade Creditors	22,035	22,831
Heineken UK Ltd Loan	789	8,381
Accruals	4,553	8,555
	<u>27,377</u>	<u>39,767</u>

Denton Holme Working Mens Conservative Club Company Limited

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

11. Prior period errors

A prior year adjustment has been made to include the 2016 income and expenditure for property income. This adjustment relates to the income and expenses relating to the flat above the clubs premises. The flat started to be rented out in September 2014 with income from the flat used for club expenses for example new windows, member's trips and the like. However this was not recorded in the club's accounting records. Included in debtors is an amount of £779 due to the club being the balance owing as at 31 March, 2017. Therefore the income and expenditure has now been adjusted to include these amounts. An additional £3,900 was added to income and additional expenditure of £2,369 has been brought in to the 2016 comparative figures. This also caused the cash in hand figure to increase by £1,531.

	2016 As previously stated £	2016 Restated £
Turnover	547,517	547,517
Cost of Sales	(286,703)	(287,750)
Gross Profit	260,814	259,767
Administrative expenses	(257,113)	(258,435)
Other Operating Income	12,331	16,231
Operating (Loss)/Profit	16,032	17,563
Other interest receivable and similar income	45	45
Profit before taxation	16,077	17,608
Profit/(loss) after taxation	16,077	17,608
Suspense Account	(47,801)	(47,801)
Profit/(loss) for the financial year	(31,724)	(30,193)

	2016 As previously stated £	2016 Restated £
Fixed Assets	200,748	200,748
Stock	28,666	28,666
Debtors	8,972	8,972
Cash	31,580	33,111
Creditors	(48,333)	(48,333)
Profit and loss account	221,633	233,164

12. Operating leases

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

	2017 £	2016 (restated) £
Due within 1 year	—	1,268

13. Related party transactions

No transactions with related parties were undertaken such as are required to be disclosed under FRS102 Section 1A.

14. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The society transitioned to FRS 102 on 1 April 2015.

No transitional adjustments were required in equity or profit or loss for the year.

Denton Holme Working Mens Conservative Club Company Limited

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

15. Unexplained cash difference

During the preparation of the accounts for the year ended 31 March, 2017 an unexplained cash difference has arisen. Following the problem encountered last year, systems were implemented to try and ensure this could not happen again. However for a short period in this year these systems were not followed and during this a further cash difference arose. Police were informed, however they have decided after completing their own investigations, that there was insufficient evidence available to take this any further.

16. Members liability

Every member of the club has undertaken the right to contribute to the club in the event of the club being wound up while he is a member or within one year after he ceases to be a member. This is for the payments of the debts and liabilities of the club contracted before he ceases to be a member and of the costs, charges and expenses of winding up and for the adjustment of the rights of the contributors and among themselves such amount as may be required not exceeding 25p.