

A. R. COPY

TEES AND HARTLEPOOL YACHT CLUB LIMITED
(A Company Limited by guarantee)

REPORT AND ACCOUNTS

31 DECEMBER 1998

COMPANY NUMBER: 03400607



TEES AND HARTLEPOOL YACHT CLUB LIMITED

DIRECTORS' REPORT

FOR THE PERIOD ENDED 31 DECEMBER 1998

DIRECTORS	M I Boagey	M E O'Connor
	A Brougham	M J Peacock
	D Gibbin	J J Sell
	C P Holmstrom	W R Todd
	I Lynch	H W Usherwood

The directors present their report and accounts for the period ended 31 December 1998.

ACTIVITIES

The principal activities of the company were the promotion of Watersports and similar activities in the Hartlepool area and the provision of social and recreational facilities for its members. The company was incorporated on 9 July 1997 and commenced trading in December 1997, following amalgamation of Tees Sailing Club Limited and Hartlepool Yacht Club Limited.

DIRECTORS AND THEIR INTERESTS

The company is Limited by Guarantee and therefore has no Share Capital. The following directors were appointed/resigned during the period.

M I Boagey	(appointed 10.7.97)	J J Sell	(appointed 20.4.98)
A Brougham	(appointed 20.4.98)	J A Tarleton	(appointed 10.7.97)
A Cooper	(appointed 10.7.97)		(resigned 20.4.98)
	(resigned 20.4.98)	W R Todd	(appointed 20.4.98)
D Gibbin	(appointed 10.7.97)	H W Usherwood	(appointed 10.7.97)
M J Henman	(appointed 20.4.98)	K Watson	(appointed 20.4.98)
	(resigned 9.5.99)		(resigned 9.5.99)
C P Holmstrom	(appointed 20.4.98)	P Winn	(appointed 20.4.98)
I Lynch	(appointed 20.4.98)		(resigned 9.5.99)
M E O'Connor	(appointed 20.4.98)	R Winn	(appointed 20.4.98)
M J Peacock	(appointed 10.7.97)		(resigned 9.5.99)

MILLENNIUM

The company is aware of the issues that may arise as a result of the millennium with both computer systems and date-aware microchip based equipment. The directors have satisfied themselves that all critical systems will be compliant within the requisite timescale and that there will be no adverse effect on the business.

AUDITORS

In accordance with Section 385 of the Companies Act 1985, a resolution to re-appoint Waltons Clark Whitehill as the company's auditors will be proposed at the Annual General Meeting.

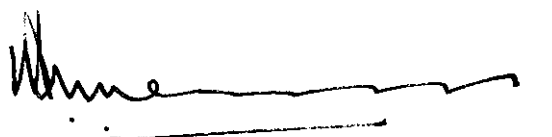
SPECIAL PROVISIONS FOR SMALL COMPANIES

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies.

By order of the board

H W Usherwood
Director

.....date


 12th July 1999

TEES AND HARTLEPOOL YACHT CLUB LIMITED
STATEMENT OF DIRECTORS' RESPONSIBILITIES

The purpose of this statement is to distinguish the directors' responsibility for the accounts from those of the auditors as stated in their report.

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the surplus or deficit for that period. In preparing those accounts the directors are required to:

- * select suitable accounting policies and then apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts;
- * prepare the accounts on the going concern basis unless it is inappropriate to assume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud or other irregularities.

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AUDITORS' REPORT
TO THE SHAREHOLDERS OF TEES AND HARTLEPOOL YACHT CLUB LIMITED

We have audited the accounts on pages 4 to 9 which have been prepared under the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company'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 accounts 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 the information in the accounts.

Unqualified opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31 December 1998 and of its surplus for the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

Walter Clark Whitehill
WALTONS CLARK WHITEHILL
 Chartered Accountants
 and Registered Auditors

Hartlepool
 ...14 July 1999.....date

TEES AND HARTLEPOOL YACHT CLUB LIMITED
REVENUE ACCOUNT
FOR THE PERIOD ENDED 31 DECEMBER 1998

	Notes	1998 £
TURNOVER		29,947
Cost of sales		(13,649)
GROSS SURPLUS		16,298
Administrative expenses		(60,142)
Other operating income		41,728
OPERATING (DEFICIT)	2	(2,116)
Other interest receivable and similar income		3,339
SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION		1,223
Taxation	3	(701)
SURPLUS FOR THE FINANCIAL PERIOD	11	522

There are no recognised gains or losses other than as shown above.

The notes on pages 6 to 9 form part of these accounts.

TEES AND HARTLEPOOL YACHT CLUB LIMITED

BALANCE SHEET

31 DECEMBER 1998

	Notes	£	1998 £
FIXED ASSETS			
Tangible assets	4		1,016,323
CURRENT ASSETS			
Stocks		1,538	
Debtors	5	5,083	
Cash at bank and in hand		71,935	
		<u>78,556</u>	
CREDITORS: amounts falling due within one year	6	(17,474)	
NET CURRENT ASSETS			<u>61,082</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,077,405</u>
CREDITORS: amounts falling due after more than one year	7		(4,000)
DEFERRED INCOME	9		(940,423)
NET ASSETS			<u><u>132,982</u></u>
FUNDS			
General reserve	11		132,460
Revenue account	11		522
MEMBERS' FUNDS	11		<u><u>132,982</u></u>

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies.

Approved by the board on 12th July 1999 date
and signed on its behalf:

H W Usherwood
Director

M E O'Connor
Director




The notes on pages 6 to 9 form part of these accounts.

TEES AND HARTLEPOOL YACHT CLUB LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 31 DECEMBER 1998

1. ACCOUNTING POLICIES

(a) Basis of accounting

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards. The directors have prepared the accounts in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies.

(b) Turnover

Turnover represents refreshments and other bar sales during the period, excluding VAT.

(c) Subscriptions

Subscriptions are allocated over the subscriptions year and provision made for subscriptions paid in advance.

(d) Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost, less depreciation. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset on a straight-line basis over its expected useful life, as follows:

Freehold buildings	- over 50 years
Ramp	- over 25 years
Fixture and fittings	- over 7 years

(e) Stocks

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

(f) Grants

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the revenue account over the expected useful life of the assets. Grants towards revenue expenditure are released to the revenue account as the related expenditure is incurred.

2. OPERATING (DEFICIT) is stated after charging	1998
(or crediting):	£
Depreciation of fixed assets	24,475
Surplus on disposal of fixed assets	(127)
Directors' remuneration	-
Auditors remuneration	1,000
	<u> </u>

3. TAXATION

	1998
	£
UK taxation	
Corporation Tax at 21% on interest receivable	701
	<u> </u>
Tax on profit on ordinary activities	701
	<u> </u>

TEES AND HARTLEPOOL YACHT CLUB LIMITED
 NOTES TO THE ACCOUNTS (CONTINUED)
 FOR THE PERIOD ENDED 31 DECEMBER 1998

4. TANGIBLE FIXED ASSETS

	Land and buildings £	Ramp, fixtures and fittings £	Total £
Cost			
Additions	975,362	65,437	1,040,799
Disposals	-	(1)	(1)
31 December 1998	<u>975,362</u>	<u>65,436</u>	<u>1,040,798</u>
Depreciation			
Charge for the period	18,997	5,478	24,475
31 December 1998	<u>18,997</u>	<u>5,478</u>	<u>24,475</u>
Net book value			
31 December 1998	<u>956,365</u>	<u>59,958</u>	<u>1,016,323</u>

Land and buidings includes £25,542 relating to Land which has not been depreciated.

5. DEBTORS	1998 £
Sundry debtors	<u>5,083</u>
6. CREDITORS: amounts falling due within one year	1998 £
Other loans (note 8)	258
Trade creditors	616
Other creditors	15,899
Taxation and social security	701
	<u>17,474</u>
7. CREDITORS: amounts falling due after more than one year	1998 £
Other loans (note 8)	<u>4,000</u>

TEES AND HARTLEPOOL YACHT CLUB LIMITED
 NOTES TO THE ACCOUNTS (CONTINUED)
 FOR THE PERIOD ENDED 31 DECEMBER 1998

8.	LOANS	1998
		£
	Maturity	
	In one year or less	258
	Between one and two years	258
	Between two and five years	3,742
		<u>4,258</u>

Other loans relates to a discount loan received from the brewery. The loan is written off based on a fixed rate applied to the number of barrels purchased.

9.	DEFERRED INCOME	
	Sports Council, Lottery Sports Fund and TDC Grants	1998 £
	Grants received in period	959,819
	Release to revenue account	(19,396)
		<u>940,423</u>

10. **MEMBERS LIABILITY**

Every member of the company undertakes to contribute such amount as may be required (not exceeding £10.00 (Ten Pounds) to the Company's assets if it should be wound up while he is a member or within one year after he ceases to be a member, for payment of the Company's debts and liabilities 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 contributories among themselves.

TEES AND HARTLEPOOL YACHT CLUB LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 1998

11. MEMBERS FUNDS

	General reserves	Revenue account	Total
Retained surplus for the period	-	522	522
Transfer	132,460	-	132,460
	<u>132,460</u>	<u>522</u>	<u>132,982</u>

Following the amalgamation of Tees Sailing Club Limited and Hartlepool Yacht Club Limited, certain assets and bank balances were transferred to the new company which have been treated as a transfer to reserves. They were as follows:-

	£
Hartlepool Yacht Club Ltd - Equipment	610
- Bank	80,727
- Net assets	4,893
Tees Sailing Club Ltd - Boats	5,000
- Bank	31,100
- Expenditure on behalf of Tees and Hartlepool Yacht Club Ltd	10,130
	<u>132,460</u>

12. ACCOUNTING PERIOD

The accounts have been prepared from incorporation, 9 July 1997 to 31 December 1998.

13. CONTINGENT LIABILITY

There is potential liability to repay grants of £959,819 (see note 9), in the event that the club ceases to be a Yacht Club.