



TEES AND HARTLEPOOL YACHT CLUB LIMITED
(Limited by Guarantee)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2002



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TEES AND HARTLEPOOL YACHT CLUB LIMITED
(Limited by Guarantee)

COMPANY INFORMATION

DIRECTORS	Mr M I Boagey Mr A Brougham Mr D Gibbin Mr C P Holmstrom (resigned 24.03.02) Mr I Lynch Mr M J Peacock Mr W R Todd (resigned 3.12.02) Mr A Negus Mr M W Close Mr S P Moore Mr C I Boagey (appointed 24 March 2002, resigned 9 September 2002) Mr T D Sell Mr T Hogg Mr M D Bentley Mrs J Lord
SECRETARY	Mr B Storry
COMPANY NUMBER	3400607
REGISTERED OFFICE	West Harbour Hartlepool TS24 0SP
AUDITORS	Horwath Clark Whitehill Chartered Accountants & Registered Auditors Oakland House 40 Victoria Road Hartlepool TS26 8DD
BANKERS	HSBC 1 Prospect Place Darlington Co Durham DL3 7LQ

TEES AND HARTLEPOOL YACHT CLUB LIMITED
(Limited by Guarantee)

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TEES AND HARTLEPOOL YACHT CLUB LIMITED
(Limited by Guarantee)

DIRECTORS' REPORT
For the year ended 31 December 2002

The directors present their report and the financial statements for the year ended 31 December 2002.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements 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 of the company for that period. In preparing those financial statements, the directors 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 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 financial statements 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 and other irregularities.

PRINCIPAL ACTIVITIES

The company's principal activities during the year were the promotion of watersports and similar activities in the Hartlepool area and the provision of social and recreational facilities for its members.

DIRECTORS

The directors who served during the year were:

Mr M I Boagey
Mr A Brougham
Mr D Gibbin
Mr C P Holmstrom (resigned 24.03.02)
Mr I Lynch
Mr M J Peacock
Mr W R Todd (resigned 3.12.02)
Mr A Negus
Mr M W Close
Mr S P Moore
Mr C I Boagey (appointed 24.03.02, resigned 09.09.02)
Mr T D Sell (appointed 24.03.02)
Mr T Hogg (appointed 24 March 2002)
Mr M D Bentley (appointed 08.04.02)
Mrs J Lord (appointed 08.04.02)

TEES AND HARTLEPOOL YACHT CLUB LIMITED
(Limited by Guarantee)

DIRECTORS' REPORT
For the year ended 31 December 2002

AUDITORS

The auditors, Horwath Clark Whitehill, will be proposed for reappointment in accordance with section 385 of the Companies Act 1985.

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

This report was approved by the board on 26 March 2003 and signed on its behalf.

Mr A Negus
Treasurer

Mr B Storry
Secretary



TEES AND HARTLEPOOL YACHT CLUB LIMITED
(Limited by Guarantee)

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

We have audited the financial statements of Tees and Hartlepool Yacht Club Limited for the year ended 31 December 2002 set out on pages 5 to 10. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002) under the historical cost convention and the accounting policies set out on page 7.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. 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 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 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 described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with United Kingdom 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 directors in the preparation of the financial statements, 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 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.

TEES AND HARTLEPOOL YACHT CLUB LIMITED
(Limited by Guarantee)

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

UNQUALIFIED OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2002 and of its surplus for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Horwath Clark Whitehill

Chartered Accountants &
Registered Auditors

Oakland House
40 Victoria Road
Hartlepool
TS26 8DD

27 March 2003

TEES AND HARTLEPOOL YACHT CLUB LIMITED
(Limited by Guarantee)

INCOME AND EXPENDITURE ACCOUNT
For the year ended 31 December 2002

	Note	2002 £	2001 £
TURNOVER	1	20,529	20,571
Cost of sales		<u>(9,131)</u>	<u>(9,130)</u>
GROSS SURPLUS		11,398	11,441
Administrative expenses		(70,295)	(59,922)
Other operating income	2	<u>59,852</u>	<u>59,267</u>
OPERATING SURPLUS	3	955	10,786
Interest receivable		2,972	4,256
Interest payable		<u>-</u>	<u>(92)</u>
SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION		3,927	14,950
TAXATION	4	<u>(73)</u>	<u>(425)</u>
SURPLUS ON ORDINARY ACTIVITIES AFTER TAXATION		<u>£ 3,854</u>	<u>£ 14,525</u>

The notes on pages 7 to 10 form part of these financial statements.

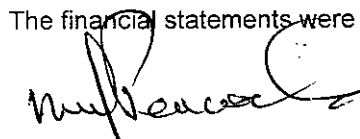
TEES AND HARTLEPOOL YACHT CLUB LIMITED
(Limited by Guarantee)

BALANCE SHEET
As at 31 December 2002

	Note	2002 £	2001 £
FIXED ASSETS			
Tangible fixed assets	5	950,111	964,383
CURRENT ASSETS			
Stocks		1,344	702
Debtors	6	5,331	1,088
Cash at bank and in hand		98,854	109,428
		<u>105,529</u>	<u>111,218</u>
CREDITORS: amounts falling due within one year	7	<u>(17,022)</u>	<u>(19,282)</u>
NET CURRENT ASSETS		<u>88,507</u>	<u>91,936</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,038,618</u>	<u>1,056,319</u>
CREDITORS: amounts falling due after more than one year	8	(3,242)	(3,401)
DEFERRED INCOME	9	(870,671)	(892,067)
NET ASSETS		<u>£ 164,705</u>	<u>£ 160,851</u>
RESERVES			
General reserve		132,460	132,460
Revenue account	11	32,245	28,391
		<u>£ 164,705</u>	<u>£ 160,851</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the board on 26 March 2003 and signed on its behalf.



Mr M J Peacock
Director

Mr A Negus
Director



The notes on pages 7 to 10 form part of these financial statements.

TEES AND HARTLEPOOL YACHT CLUB LIMITED
(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2002

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.3 Turnover

Turnover represents refreshments and other bar sales during the year, exclusive of Value Added Tax.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is not charged on freehold land. Depreciation on other tangible fixed assets is provided at rates calculated to write off the cost of those assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold buildings	-	over 50 years
Ramp	-	over 25 years
Boats	-	over 5 years
Fixtures and fittings	-	over 7 years

1.5 Stocks

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

1.6 Subscriptions

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

1.7 Government 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. OTHER OPERATING INCOME

	2002 £	2001 £
Members subscriptions	24,917	26,421
Mooring fees	5,328	6,310
Release of deferred grants	21,396	19,564
Donations	2,034	3,509
Social and sundry income	6,177	3,463
	<u>£ 59,852</u>	<u>£ 59,267</u>

TEES AND HARTLEPOOL YACHT CLUB LIMITED
(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2002

3. OPERATING SURPLUS

The operating surplus is stated after charging:

	2002 £	2001 £
Depreciation of tangible fixed assets:		
- owned by the company	28,680	26,151
Auditors' remuneration	1,350	1,300
	<u> </u>	<u> </u>

During the year, no director received any emoluments (2001 - £nil).

4. TAXATION

	2002 £	2001 £
UK corporation tax on interest receivable	£ 73	£ 425
	<u> </u>	<u> </u>

5. TANGIBLE FIXED ASSETS

	Land and buildings £	Other fixed assets £	Total £
Cost			
At 1 January 2002	975,362	89,601	1,064,963
Additions	10,567	3,841	14,408
	<u> </u>	<u> </u>	<u> </u>
At 31 December 2002	985,929	93,442	1,079,371
Depreciation			
At 1 January 2002	75,987	24,593	100,580
Charge for the year	19,032	9,648	28,680
	<u> </u>	<u> </u>	<u> </u>
At 31 December 2002	95,019	34,241	129,260
Net book value			
At 31 December 2002	£ 890,910	£ 59,201	£ 950,111
	<u> </u>	<u> </u>	<u> </u>
At 31 December 2001	£ 899,375	£ 65,008	£ 964,383
	<u> </u>	<u> </u>	<u> </u>

Land and buildings includes £25,542 (2001 - £25,542) relating to land which is not depreciated.

6. DEBTORS

	2002 £	2001 £
Due within one year		
Other debtors	£ 5,331	£ 1,088
	<u> </u>	<u> </u>

TEES AND HARTLEPOOL YACHT CLUB LIMITED
(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2002

7. CREDITORS:
Amounts falling due within one year

	2002 £	2001 £
Other loans	258	258
Trade creditors	945	507
Corporation tax	73	425
Social security and other taxes	170	124
Other creditors	15,576	17,968
	<u>£ 17,022</u>	<u>£ 19,282</u>

8. CREDITORS:
Amounts falling due after more than one year

	2002 £	2001 £
Other loans	<u>£ 3,242</u>	<u>£ 3,401</u>

9. DEFERRED INCOME

	Grants £
At 1 January 2002	892,067
Released during the year	(21,396)
At 31 December 2002	<u>£ 870,671</u>

10. COMPANY STATUS

The company is a private company limited by guarantee and consequently does not have share capital. 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.

11. RESERVES

	£
Revenue account	28,391
At 1 January 2002	3,854
Surplus retained for the year	<u>£ 32,245</u>
At 31 December 2002	<u>£ 32,245</u>

TEES AND HARTLEPOOL YACHT CLUB LIMITED
(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2002

12. CONTINGENT LIABILITIES

There is a potential liability to repay grants of £959,819 in the event that the club ceases to be a yacht club.

TEES AND HARTLEPOOL YACHT CLUB LIMITED
(Limited by Guarantee)

DETAILED INCOME AND EXPENDITURE ACCOUNT
For the year ended 31 December 2002

	Page	2002 £	2001 £
TURNOVER	12	20,529	20,571
Cost of sales	12	(9,131)	(9,130)
GROSS SURPLUS		11,398	11,441
Gross surplus %		55.5 %	55.6 %
Other operating income	12	59,852	59,267
		71,250	70,708
Less: OVERHEADS			
Administrative expenses	12	(70,295)	(59,922)
OPERATING SURPLUS		955	10,786
Interest receivable	13	2,972	4,256
Interest payable	13	-	(92)
SURPLUS FOR THE YEAR		£ 3,927	£ 14,950

TEES AND HARTLEPOOL YACHT CLUB LIMITED
(Limited by Guarantee)

SCHEDULE TO THE DETAILED ACCOUNTS
For the year ended 31 December 2002

	2002 £	2001 £
TURNOVER		
Sales	£ 20,529	£ 20,571
	<u>2002</u> £	<u>2001</u> £
COST OF SALES		
Opening stocks	702	1,126
Closing stocks	(1,344)	(702)
Purchases	9,773	8,706
	<u>£ 9,131</u>	<u>£ 9,130</u>
	<u>2002</u> £	<u>2001</u> £
OTHER OPERATING INCOME		
Members subscriptions	24,917	26,421
Mooring fees	5,328	6,310
Release of deferred grants	21,396	19,564
Donations	2,034	3,509
Social and sundry income	6,177	3,463
	<u>£ 59,852</u>	<u>£ 59,267</u>
	<u>2002</u> £	<u>2001</u> £
ADMINISTRATIVE EXPENSES		
Auditors' remuneration	1,350	1,300
Depreciation	28,680	26,151
Wages and salaries	5,997	5,226
Printing, postage and stationery	1,688	1,583
Telephone less receipts	347	327
Subscriptions and donations	946	804
Legal and professional	242	-
Accountancy fees	376	182
Bank charges	46	57
Sundry expenses including training	1,872	448
Rates, light, heat and water	7,421	7,221
Cleaning materials and bar requisites	4,437	4,291
Insurances	5,004	4,089
Repairs and maintenance	10,767	6,791
VAT annual adjustment	1,122	-
VAT assessment	-	1,452
	<u>£ 70,295</u>	<u>£ 59,922</u>

TEES AND HARTLEPOOL YACHT CLUB LIMITED
(Limited by Guarantee)

SCHEDULE TO THE DETAILED ACCOUNTS
For the year ended 31 December 2002

	2002	2001
	£	£
INTEREST RECEIVABLE		
Bank interest receivable	2,968	4,250
Other interest receivable	4	6
	<u>£ 2,972</u>	<u>£ 4,256</u>
	2002	2001
	£	£
INTEREST PAYABLE		
Other interest - on overdue tax	£ -	£ 92