

**FOLKESTONE INDOOR BOWLS
ASSOCIATION LIMITED
(Limited by Guarantee)**

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH APRIL 1998**

Registered Number : 856909



SPAIN BROTHERS
CHARTERED ACCOUNTANTS

FOLKESTONE INDOOR BOWLS ASSOCIATION LIMITED

(Limited by Guarantee)

ANNUAL REPORT AND FINANCIAL STATEMENTS **FOR THE YEAR ENDED 30TH APRIL 1998**

INDEX

Page No:

- | | |
|-----|--|
| 1. | Company Information |
| 2. | Report of the Council of Management |
| 3. | Report of the Auditors |
| 4. | Income and Expenditure Account |
| 5. | Balance Sheet |
| 6. | Notes forming part of the Financial Statements |
| 10. | First Schedule to the Financial Statements |
| 11. | Second Schedule to the Financial Statements |

FOLKESTONE INDOOR BOWLS ASSOCIATION LIMITED

(Limited by Guarantee)

COMPANY INFORMATION

FOR THE YEAR ENDED 30TH APRIL 1998

Incorporated in England and Wales on 16th August 1965.

CHAIRMAN

T. Snelling Esq.

OTHER COUNCIL OF MANAGEMENT MEMBERS

A.W. Dray Esq.
G.R. Hodges Esq.
T.J. Gillett Esq.
R. Greenstreet Esq.
D.G. Mortimer Esq.
C. Easton Esq.
J.J. Smith Esq.
Mrs A. Knot

SECRETARY

R. Williamson Esq.

REGISTERED OFFICE

Sports Ground,
Cheriton Road,
Folkestone,
Kent.
CT19 5JU

BANKERS

National Westminster Bank Plc.,
Europa House
49 Sandgate Road
Folkestone
Kent
CT20 1RU

AUDITORS

Spain Brothers & Co.,
Chartered Accountants,
29 Manor Road,
Folkestone,
Kent.
CT20 2SE

COMPANY NUMBER

856909

FOLKESTONE INDOOR BOWLS ASSOCIATION LIMITED

(Limited by Guarantee)

REPORT OF THE COUNCIL OF MANAGEMENT **FOR THE YEAR ENDED 30TH APRIL 1998**

The Council of Management present their report together with the audited financial statements for the year ended 30th April 1998.

PRINCIPAL ACTIVITY

The principal activity of the Association is the provision of bowls facilities for its members.

MEMBERS OF THE COUNCIL OF MANAGEMENT

The names of the present members of the Council of Management who have held office throughout the year are as follows:-

T.J. Gillett Esq.
A.W. Dray Esq.
G.R. Hodges Esq.
R. Greenstreet Esq.
D.G. Mortimer Esq.

T. Snelling Esq.
C. Easton Esq.
J.J. Smith Esq.
Mrs A. Knot

RESPONSIBILITIES OF MEMBERS OF THE COUNCIL OF MANAGEMENT

Company law requires the members 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 profit or loss of the Company for that year. In preparing these financial statements, the Council of Management are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Council of Management 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.

YEAR 2000 COMPLIANCE

As is well known, many computer and digital storage systems express dates using only the last two digits of the year and will thus require modification or replacement to accommodate the year 2000 and beyond in order to avoid malfunctions and resulting widespread commercial disruption. This is a complex and pervasive issue. The operation of the Company's business depends not only on computer systems, but also to some degree on those of its suppliers and customers. This could expose the Company to further risk in the event that there is a failure by other parties to remedy their own Year 2000 issues.

The Council of Management has not yet initiated a project to determine the potential risks to the Company's activities arising from the date change to the Year 2000. Until this analysis is prepared it is not possible to assess the likely impact on our business or develop action plans to deal with the key risks.

FOLKESTONE INDOOR BOWLS ASSOCIATION LIMITED
(Limited by Guarantee)

REPORT OF THE COUNCIL OF MANAGEMENT
FOR THE YEAR ENDED 30TH APRIL 1998 (continued)

AUDITORS

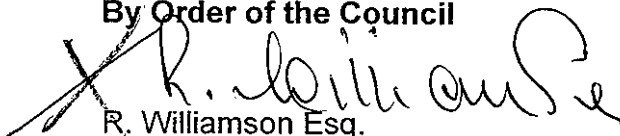
The auditors Spain Brothers & Co. have indicated their willingness to continue in office and a resolution for their re-appointment will be proposed at the forthcoming Annual General Meeting.

SMALL COMPANY EXEMPTIONS

The above report 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 15th June 1998.

By Order of the Council


R. Williamson Esq.
Secretary

Sports Ground,
Cheriton Road,
Folkestone,
Kent.
CT19 5JU

15th June 1998

REPORT OF THE AUDITORS TO THE MEMBERS OF

FOLKESTONE INDOOR BOWLS ASSOCIATION LIMITED **(Limited by Guarantee)**

We have audited the financial statements set out on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF MEMBERS OF THE COUNCIL OF MANAGEMENT AND AUDITORS

As described on page 2, the Company's members are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion to you.

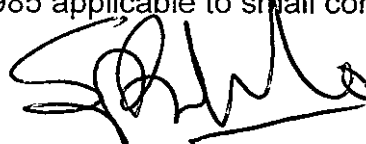
BASIS OF OPINION

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 members of the Council of Management 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 accounts.

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 30th April 1998 and of its surplus for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



SPAIN BROTHERS & CO.
Chartered Accountants
Registered Auditors

29 Manor Road,
Folkestone,
Kent.
CT20 2SE

15th June 1998

FOLKESTONE INDOOR BOWLS ASSOCIATION LIMITED

(Limited by Guarantee)

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30TH APRIL 1998

<u>Note</u>	<u>1998</u>	<u>1997</u>
2. <u>TURNOVER</u>	115,631	102,823
2. Other Operating Income	54,424	47,302
	170,055	150,125
Establishment and Administrative Costs	(162,509)	(129,973)
3. <u>OPERATING SURPLUS</u>	7,546	20,152
Interest Receivable	9,959	6,493
	17,505	26,645
4. Interest Payable	-	(75)
<u>SURPLUS ON ORDINARY ACTIVITIES</u> <u>BEFORE TAXATION</u>	17,505	26,570
Tax on Surplus on Ordinary Activities	(2,295)	(1,553)
<u>SURPLUS FOR THE YEAR</u>	15,210	25,017
Accumulated Surplus Brought Forward	203,995	178,978
<u>ACCUMULATED SURPLUS CARRIED FORWARD</u>	<u>£219,205</u>	<u>£203,995</u>

CONTINUING OPERATIONS

None of the Company's activities were acquired or discontinued during the above two financial years.

TOTAL RECOGNISED GAINS AND LOSSES

The Company has no recognised gains or losses other than the profit for the above two financial years.

The notes on pages 6 to 8 form part of these financial statements.

FOLKESTONE INDOOR BOWLS ASSOCIATION LIMITED

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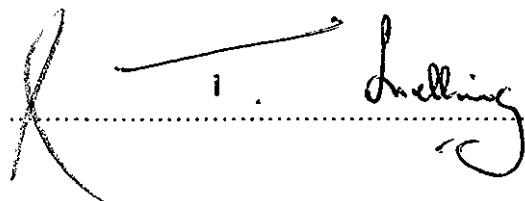
BALANCE SHEET **AS AT 30TH APRIL 1998**

Note

	<u>1998</u>	<u>1997</u>
<u>FIXED ASSETS</u>		
5. Tangible Assets	205,215	212,783
<u>CURRENT ASSETS</u>		
Stocks of Goods for Resale	9,447	9,203
6. Debtors	1,638	8,426
7. Investments	209,466	155,263
Cash at Bank and in Hand	622	30
	221,173	172,922
8. <u>CREDITORS</u> Amounts falling due within one year	(11,683)	(15,393)
<u>NET CURRENT ASSETS</u>	209,490	157,529
	<u>£414,705</u>	<u>£370,312</u>
9. <u>CAPITAL AND RESERVES</u>		
Accumulated Fund	219,205	203,995
Capital Reserve	35,500	35,500
	254,705	239,495
Maintenance and Rebuilding Reserve Fund	135,000	112,741
Playing Surface Replacement Reserve Fund	15,000	14,000
Redecoration Reserve Fund	10,000	4,076
	<u>£414,705</u>	<u>£370,312</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.

Approved by the Council of Management on 15th June 1998 and signed on their behalf by:-

 T. Snelling Esq. - Chairman

The notes on pages 6 to 8 form part of these financial statements.

FOLKESTONE INDOOR BOWLS ASSOCIATION LIMITED

(Limited by Guarantee)

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH APRIL 1998

1. ACCOUNTING POLICIES

The Company's financial statements are prepared in accordance with the United Kingdom Statements of Standard Accounting Practice and Financial Reporting Standards. The principal accounting policies adopted are as follows :-

Stock of Wines, spirits and Tobacco

Stock has been independently valued at the lower of cost and net realisable value.

Depreciation

Depreciation is provided on all tangible fixed assets as from 1st May 1988 at annual rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life as follows:-

Furniture, Fixtures and Fittings	20% on cost
Improvements to Clubhouse	2% on cost
Improvements to Bar	15% on cost

Cash Flow Statement

The Company qualifies as a small company under the Companies Act 1985. The Council of Management have elected to take advantage of the exemption under FRS1 not to prepare a Cash Flow Statement.

2. TURNOVER

The Company's operations are considered to fall into one class of business and derive from one geographical market.

Turnover consists of Members' Subscriptions and green fees and is stated after deduction of amounts paid to the Men's club and Ladies' Club. All other income has been included under other operating income.

Other operating income includes the gross profit of £42,759 (1997: £36,577) on bar sales of £90065 (1997: £84,505).

3. OPERATING SURPLUS

Operating Surplus is arrived as after charging:-

Depreciation of Fixed Assets
Auditors' Remuneration
Transfer to Playing Surface Replacement Reserve Fund
Transfer to Maintenance and Rebuilding Reserve Fund
Transfer to Redecoration Reserve Fund

1998	1997
9,656	9,804
580	580
1,000	-
22,259	-
5,924	-

4. INTEREST PAYABLE

Other Loans repayable within 5 years by instalments

1998	1997
-	£75

FOLKESTONE INDOOR BOWLS ASSOCIATION LIMITED

(Limited by Guarantee)

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH APRIL 1998 (continued)

5. TANGIBLE FIXED ASSETS

Cost (net of
Donations)

1st May 1997
Additions
30th April 1998

Depreciation

1st May 1997
Charge for Year
30th April 1998

Net Book Value

30th April 1998

30th April 1997

Furniture, Fixtures & Fittings	Improvements to Clubhouse	Improvements to Bar	TOTAL
79,073	225,823	2,405	307,301
2,088	-	-	2,088
£81,161	£225,823	£2,405	£309,389
67,804	25,341	1,373	94,518
4,858	4,517	281	9,656
£72,662	£29,858	£1,654	£104,174
£8,499	£195,965	£751	£205,215
£11,269	£200,482	£1,032	£212,783

6. DEBTORS

Other Debtors and Prepayments

1998	1997
£1,638	£8,426

7. INVESTMENTS

Playing Surface Replacement Reserve Fund
Maintenance and Rebuilding Reserve Fund
Redecoration Reserve Fund
Accumulated Reserve Fund

1998	1997
15,000	14,000
135,000	112,741
10,000	4,076
49,466	24,446
£209,466	£155,263
175,000	125,000
34,466	30,263
£209,466	£155,263

Represented By:-

Sterling Money Market
Bank Business Reserve Account

FOLKESTONE INDOOR BOWLS ASSOCIATION LIMITED

(Limited by Guarantee)

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH APRIL 1998 (continued)

8. CREDITORS - Amounts falling due within one year

	1998	1997
Bank Overdraft	-	2,377
Trade Creditors	3,757	3,992
Corporation Tax	2,295	1,553
Taxation and Social Security	905	1,118
Other Creditors	4,726	6,353
	<u>£11,683</u>	<u>£15,393</u>

9. CAPITAL AND RESERVES

a) The Company has no share capital. In the event of the winding up of the Company, every member undertakes to contribute such amount as maybe required but not exceeding £10 each.

b) RESERVES

	<u>At 1st May</u> <u>1997</u>	<u>Surplus of</u> <u>Income over</u> <u>Expenditure</u> <u>Account</u>	<u>Approp -</u> <u>riations</u>	<u>At 30th April</u> <u>1998</u>
Accumulated Fund	203,995	15,210		219,205
Capital Reserve	35,500			35,500
Maintenance & Rebuilding Reserve Fund	112,741		22,259	135,000
Playing Surface Replacement Reserve Fund	14,000		1,000	15,000
Redecoration Reserve Fund	4,076		5,924	10,000
	<u>£370,312</u>	<u>£15,210</u>	<u>£29,183</u>	<u>£414,705</u>

10. FINANCIAL COMMITMENTS

At the Balance Sheet date, payments amounting to £18,000 (1997: £18,000) were due to be paid during the next year under lease agreements. The liability is expected to be satisfied in the ordinary course of business.