

THE HURLINGHAM POLO ASSOCIATION
REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2005



CONTENTS OF THE FINANCIAL STATEMENTS
For The Year Ended 31 December 2005

	Page
Company Information	1
<i>Report of the Directors</i>	2
Report of the Independent Auditors	4
Profit and Loss Account	5
<i>Balance Sheet</i>	6
Notes to the Financial Statements	7
Profit and Loss Account	10

THE HURLINGHAM POLO ASSOCIATION

COMPANY INFORMATION
For The Year Ended 31 December 2005

PATRON: HRH The Prince Philip, Duke of Edinburgh KG PC KT OM GBE

COUNCIL MEMBERS: Major C O P Hanbury - Chairman
Hon M W Vestey - Vice-Chairman
D J B Woodd - Chief Executive

REGISTERED OFFICE: Manor Farm
Little Coxwell
Faringdon
OXON

REGISTERED NUMBER: 05049372 (England and Wales)

BANKERS: Barclays Bank plc
P O Box 102
Havant
Hampshire
PO9 1XT

Close Brothers
10 Crown Place
London
EC2A 4FT

AUDITORS: James Cowper
Chartered Accountants and Registered Auditors
Phoenix House
Bartholomew Street
Newbury
Berkshire
RG14 5QA

THE HURLINGHAM POLO ASSOCIATION

REPORT OF THE DIRECTORS For The Year Ended 31 December 2005

The directors present their report with the financial statements of the company for the year ended 31 December 2005.

PRINCIPAL ACTIVITIES

The principal activities of the company in the year under review were to act as a governing body for polo in the UK and to further the interests of polo generally.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

Both the level of business and the general financial position were satisfactory. The directors expect that the present level of activity will be sustained for the foreseeable future and that the company will continue to trade profitably during the current financial year.

DIRECTORS

The directors during the year under review were:

Major C O P Hanbury
J M Tinsley

No director had a beneficial interest in the company at any time during the period.

POLITICAL AND CHARITABLE CONTRIBUTIONS

During the financial period the company donated the sum of £60,000 to United Kingdom charitable organisations. No payments were made for political purposes.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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 profit or loss 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, James Cowper, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

THE HURLINGHAM POLO ASSOCIATION

**REPORT OF THE DIRECTORS
For The Year Ended 31 December 2005**

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

ON BEHALF OF THE BOARD:


.....

D J B Woodd - Secretary

Date: 15 May 2006

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE HURLINGHAM POLO ASSOCIATION

We have audited the financial statements of The Hurlingham Polo Association for the year ended 31 December 2005 on pages five to nine. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2005).

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 auditors' 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 on page two the company's directors are responsible for the preparation of 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 International Standards on Auditing (UK and Ireland).

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 Report of the Directors 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 other transactions is not disclosed.

We read the Report of the Directors 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 International Standards on Auditing (UK and Ireland) 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.

Opinion

In our opinion the financial statements:

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the company's affairs as at 31 December 2005 and of its profit for the year then ended; and
- have been properly prepared in accordance with the Companies Act 1985.

James Cowper

James Cowper
Registered Auditor and
Chartered Accountants
Phoenix House
Bartholomew Street
Newbury
Berkshire RG14 5QA

Date: 15 May 2006

THE HURLINGHAM POLO ASSOCIATION

PROFIT AND LOSS ACCOUNT
For The Year Ended 31 December 2005

		Year Ended 31.12.05 £	Period 19.2.04 to 31.12.04 £
	Notes		
INCOME		876,128	539,502
Administrative expenses		<u>802,478</u>	<u>429,458</u>
OPERATING PROFIT	2	73,650	110,044
<i>Interest receivable and similar income</i>		<u>8,628</u>	<u>3,324</u>
PROFIT ON ORDINARY ACTIVITIES			
BEFORE TAXATION		82,278	113,368
Tax on profit on ordinary activities	3	<u>15,406</u>	<u>22,761</u>
PROFIT FOR THE FINANCIAL YEAR			
AFTER TAXATION		<u>66,872</u>	<u>90,607</u>
RETAINED PROFIT FOR THE YEAR		<u>66,872</u>	<u>90,607</u>

The notes form part of these financial statements

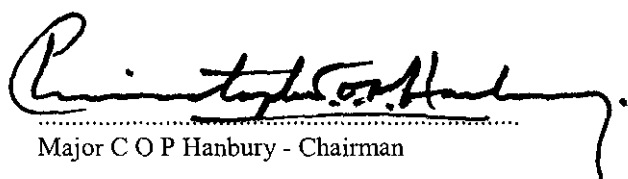
THE HURLINGHAM POLO ASSOCIATION

BALANCE SHEET
31 December 2005

	Notes	2005 £	2004 £
FIXED ASSETS			
Tangible assets	4	9,171	13,473
CURRENT ASSETS			
Debtors	5	198,948	198,963
Cash at bank		<u>383,881</u>	<u>243,003</u>
		582,829	441,966
CREDITORS			
Amounts falling due within one year	6	<u>108,849</u>	<u>39,867</u>
NET CURRENT ASSETS		<u>473,980</u>	<u>402,099</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		483,151	415,572
PROVISIONS FOR LIABILITIES	8	<u>707</u>	-
NET ASSETS		<u>482,444</u>	<u>415,572</u>
RESERVES			
Accumulated fund	9	<u>482,444</u>	<u>415,572</u>
		<u>482,444</u>	<u>415,572</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

ON BEHALF OF THE BOARD:



Major C O P Hanbury - Chairman

Approved by the Board on 15 MAY 2006

The notes form part of these financial statements

THE HURLINGHAM POLO ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS For The Year Ended 31 December 2005

1. ACCOUNTING POLICIES

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 2005).

Turnover

Income represents net invoiced sales of services, excluding value added tax.

Tangible fixed assets

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

Office equipment - 20% straight line

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

2. OPERATING PROFIT

The operating profit is stated after charging:

	Year Ended 31.12.05 £	Period 19.2.04 to 31.12.04 £
Depreciation - owned assets	4,302	2,185
Donations to national charities	<u>60,000</u>	<u>109,000</u>
Directors' emoluments and other benefits etc	<u>-</u>	<u>-</u>

3. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	Year Ended 31.12.05 £	Period 19.2.04 to 31.12.04 £
Current tax: UK corporation tax	14,699	22,761
Deferred tax	<u>707</u>	<u>-</u>
Tax on profit on ordinary activities	<u>15,406</u>	<u>22,761</u>

THE HURLINGHAM POLO ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 31 December 2005

4. TANGIBLE FIXED ASSETS

	Office equipment £
COST	
At 1 January 2005	
and 31 December 2005	<u>37,442</u>
DEPRECIATION	
At 1 January 2005	23,969
Charge for year	<u>4,302</u>
At 31 December 2005	<u>28,271</u>
NET BOOK VALUE	
At 31 December 2005	<u>9,171</u>
At 31 December 2004	<u>13,473</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2005	2004
	£	£
Trade debtors	38,879	33,665
Amounts due from Guards Polo Club	140,874	145,910
Other debtors	3,213	-
Prepayments and accrued income	<u>15,982</u>	<u>19,388</u>
	<u>198,948</u>	<u>198,963</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2005	2004
	£	£
Trade creditors	17,094	7,757
Corporation tax payable	18,132	26,194
Social security and other taxes	5,623	3,931
Accruals and deferred income	<u>68,000</u>	<u>1,985</u>
	<u>108,849</u>	<u>39,867</u>

7. OPERATING LEASE COMMITMENTS

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

	2005	2004
	£	£
Expiring:		
Between one and five years	<u>2,200</u>	-
	<u>2,200</u>	-

THE HURLINGHAM POLO ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS - continued For The Year Ended 31 December 2005

8. PROVISIONS FOR LIABILITIES

	2005 £	2004 £
Deferred tax	<u>707</u>	<u>-</u>
Accelerated capital allowances		<u>707</u>
Balance at 31 December 2005		<u>707</u>

9. RESERVES

	Accumulated fund £
At 1 January 2005	415,572
Retained profit for the year	<u>66,872</u>
At 31 December 2005	<u>482,444</u>

10. CONTINGENT LIABILITIES

The company had neither contingencies nor commitments at the balance sheet date (2004: none)

As at 31 December 2005 the company had submitted a claim to H M Revenue & Customs for the refund of VAT in the sum of £58,408 that had been accounted for in error. Whilst receipt of this amount was thought probable it could not be regarded as virtually certain at the balance sheet date and in accordance with Financial Reporting Standard 12, it has not therefore been included as an asset in these financial statements.

11. RELATED PARTY DISCLOSURES

In accordance with the provisions of Financial Reporting Standard 8 (FRS 8), Related Party Disclosures, the related party transactions entered into by the company, being material to either party, are as follows:

Rent of £5,000 (2004: £5,000) for the period was paid to D J B Woodd, the Chief Executive, for the premises used by the Association for administrative purposes.

A donation of £60,000 (2004: £109,000) has been made to The Polo Charity Trust. The Hurlingham Polo Association and The Polo Charity Trust are related by common control.

12. ULTIMATE CONTROLLING PARTY

The company is limited by guarantee. In the event of the company winding up, every member of the company has undertaken to contribute to the assets of the company, such amounts as may be required, not exceeding £1.

The income and property of the company shall be applied solely towards the promotion of its stated objectives and no part thereof shall be paid or transferred directly or indirectly, by way of dividend or otherwise to the members of the company.

The company is under the control of its members from time to time. There is consequently no single individual or party that can or does have overall control of The Hurlingham Polo Association.