

REGISTERED NUMBER: 05146502 (England and Wales)

SOVEREIGN HARBOUR YACHT CLUB LTD

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

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FOR THE YEAR ENDED 30 SEPTEMBER 2018

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SOVEREIGN HARBOUR YACHT CLUB LTD

COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2018

DIRECTORS:

C S Erb
C H Herrod
G R Mead
J Bird
D A Jarvis
P S Wilkins

REGISTERED OFFICE:

3 Harbour Quay
Eastbourne
East Sussex
BN23 5QF

REGISTERED NUMBER:

05146502 (England and Wales)

ACCOUNTANTS:

Breeze & Associates Ltd.
Chartered Accountants
5 Cornfield Terrace
Eastbourne
East Sussex
BN21 4NN

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
SOVEREIGN HARBOUR YACHT CLUB LTD

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Sovereign Harbour Yacht Club Ltd for the year ended 30 September 2018 which comprise the Income Statement, Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Sovereign Harbour Yacht Club Ltd, as a body, in accordance with the terms of our engagement letter dated 13 August 2014. Our work has been undertaken solely to prepare for your approval the financial statements of Sovereign Harbour Yacht Club Ltd and state those matters that we have agreed to state to the Board of Directors of Sovereign Harbour Yacht Club Ltd, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Sovereign Harbour Yacht Club Ltd and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Sovereign Harbour Yacht Club Ltd has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Sovereign Harbour Yacht Club Ltd. You consider that Sovereign Harbour Yacht Club Ltd is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Sovereign Harbour Yacht Club Ltd. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Breeze & Associates Ltd.
Chartered Accountants
5 Cornfield Terrace
Eastbourne
East Sussex
BN21 4NN

31 December 2018

SOVEREIGN HARBOUR YACHT CLUB LTD (REGISTERED NUMBER: 05146502)**BALANCE SHEET**
30 SEPTEMBER 2018

	Notes	2018 £	£	2017 £	£
FIXED ASSETS					
Tangible assets	4		433,824		438,974
CURRENT ASSETS					
Stocks		6,680		6,975	
Debtors	5	5,683		5,010	
Cash at bank and in hand		<u>39,428</u>		<u>45,824</u>	
		51,791		57,809	
CREDITORS					
Amounts falling due within one year	6	<u>100,895</u>		<u>122,098</u>	
NET CURRENT LIABILITIES			<u>(49,104)</u>		<u>(64,289)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			384,720		374,685
CREDITORS					
Amounts falling due after more than one year	7		<u>408,073</u>		<u>446,909</u>
NET LIABILITIES			<u>(23,353)</u>		<u>(72,224)</u>
RESERVES					
Income and expenditure account			<u>(23,353)</u>		<u>(72,224)</u>
			<u>(23,353)</u>		<u>(72,224)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2018 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

The notes form part of these financial statements

BALANCE SHEET - continued
30 SEPTEMBER 2018

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 31 December 2018 and were signed on its behalf by:

C H Herrod - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018

1. STATUTORY INFORMATION

Sovereign Harbour Yacht Club Ltd is a private company, limited by guarantee, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Income represents amounts receivable for membership fees, goods and services, net of VAT.

Non refundable membership fees are recognised as and when they are received. Lifetime membership fees are initially shown as deferred income in the balance sheet and are credited to the profit and loss account over a ten year period.

Tangible fixed assets

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

Long leasehold	- in accordance with the property
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance

Stocks

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

Taxation

Taxation represents the sum of the tax currently payable and deferred tax.

The company's liability to tax is calculated using the tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on all timing differences between the carrying amounts of the assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period to which the liability is settled or the asset realised, based on tax rates and laws that have been enacted or substantively enacted by the end of the reporting period.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2018**2. ACCOUNTING POLICIES - continued****Going concern basis**

The financial statements have been prepared on a going concern basis. The company reported a surplus for the year under review of £48,871 (2017: £15,422), with net current liabilities of £49,104 (2017: £64,289)

The company's ability to meet its liabilities as they fall due will be dependent on stimulating membership and increasing profitability from social events and functions. It will also depend upon satisfying the obligation to redeem debentures by 30 September 2021.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 11 (2017 - 11) .

4. TANGIBLE FIXED ASSETS

	Long leasehold £	Plant and machinery £	Fixtures and fittings £	Totals £
COST				
At 1 October 2017	492,291	24,711	123,220	640,222
Additions	-	487	-	487
At 30 September 2018	<u>492,291</u>	<u>25,198</u>	<u>123,220</u>	<u>640,709</u>
DEPRECIATION				
At 1 October 2017	67,291	20,116	113,841	201,248
Charge for year	<u>3,106</u>	<u>866</u>	<u>1,665</u>	<u>5,637</u>
At 30 September 2018	<u>70,397</u>	<u>20,982</u>	<u>115,506</u>	<u>206,885</u>
NET BOOK VALUE				
At 30 September 2018	<u>421,894</u>	<u>4,216</u>	<u>7,714</u>	<u>433,824</u>
At 30 September 2017	<u>425,000</u>	<u>4,595</u>	<u>9,379</u>	<u>438,974</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade debtors	509	1,142
Other debtors	<u>5,174</u>	<u>3,868</u>
	<u>5,683</u>	<u>5,010</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2018**6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018	2017
	£	£
Bank loans and overdrafts	34,438	34,354
Trade creditors	26,017	46,808
Taxation and social security	21,627	20,561
Other creditors	18,813	20,375
	<u>100,895</u>	<u>122,098</u>

7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2018	2017
	£	£
Bank loans	244,716	280,440
Other creditors	163,357	166,469
	<u>408,073</u>	<u>446,909</u>

8. SECURED DEBTS

The following secured debts are included within creditors:

	2018	2017
	£	£
Bank loans	279,154	314,794
Debentures	163,357	166,469
	<u>442,511</u>	<u>481,263</u>

The bank loan is secured by a first charge against the assets of the company. Repayments are made on a monthly basis, interest being charged to the income and expenditure account as it arises.

The debentures are secured by a second charge against the assets of the company. The debentures are redeemable at £1 per unit, based on a yield of 4.75% on a continual compounding basis. Interest is now being paid to debenture holders at a new rate of 1.5% per annum, since 30 September 2015. All debenture holders have agreed to extend their redeemable date to 30 September 2021.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.