

# **LONGNIDDY GOLF CLUB LIMITED**

(By Guarantee)

Company Number 31269 (Scotland)

Registered Office.

The Clubhouse, Longniddry, East Lothian EH32 0NL

## **Annual Report, Accounts and Balance Sheet**

**For the year ended 30th November 2006**

President: The Earl of Wemyss

Vice-President: Mr T. Porteous

Captain: Mr A B Johnston

Vice Captain: Mr N T. Elliott

Directors:

Mr P.D. Aiken, Mr K. Cunningham,  
Mrs C.M. Luca, Miss S M. MacCallum, Mr J. MacRaid,  
Mr G.L. Parkinson, Miss L.J. Reynolds, Mr P.S. Thomson

General Manager & Company Secretary:

Mr R M.S. Gunning A.I.B. Scot

Wemyss & March Estate Representative:

Mr M. Andrews B.Sc., M.R.I.C.S.

Auditors:

Springfords L.L.P.

Solicitors:

Shepherd & Wedderburn L.L.P.



## **REPORT BY THE DIRECTORS**

The Directors present their Annual Report and Statement of Accounts for the year ended 30th November 2006 to the 51st Annual General Meeting of the Members to be held in the Clubhouse, on Thursday 22nd February 2007

### **Membership**

The position of the Roll as at 30th November 2006 was

Men	Ladies	5 Day	Country/Overseas	Social	Youth	Juniors	Honorary	Life	<b>TOTAL</b>
523	123	142	44	47	13	141	12	50	<b>1095</b>

The total number of members increased by 12 over the year. The number of applications to join the Club over the year was consistent with other years, but the overall number of adults on the waiting list has fallen.

It is with regret that the Directors report the death of our former Secretary and Honorary Member, Gilbert Dempster, our Cleaner, Margaret Honeysett and the following other members during the year: JA Colthart, LE Curzon, RA Lawrie, HM McGilvray, GS Morgan, AS Rhead and F Webb.

### **The Club**

It has been a difficult year for the Club, with the Catering Manager and Course Manager both moving on, but the Captain and Directors believe that both changes were essential to help the Club move forward to the next level. Pauline Hunter's Service Contract as Catering Manager was terminated on 16th July and the Course Manager's contract was terminated on 27th December 2006 by mutual consent.

The Directors remain committed to restoring the reputation and image of the Club, with a number of developments planned to achieve that, including the re-development of the website and the installation of a sophisticated course management system which should bring commercial benefits, as well as improvements in working practices.

As a result of the decision to not increase membership subscriptions in 2006, it has been a challenge to balance the books, but it is reassuring that visitor income returned to 2004 levels, despite the green fee not being increased. Differential pricing has been introduced for 2007, with visitors paying more to play in the morning when the course is busy with members and, so far, advance bookings look very encouraging. The challenge for 2007 is to increase visitor income still further without adversely affecting the experience for members.

### **The Clubhouse**

The Club has historically budgeted on a break even basis, with the result that funds have not been available for essential repairs or improvements to the Clubhouse. In that situation, it was unrealistic for £200,000 to be 'locked up' in the Special Reserve Fund to help finance the possible purchase of the course or Clubhouse, which the Estate had confirmed again was not an option. In the circumstances, the Directors concluded that this restriction needed to be removed and were grateful when the members gave their approval at the Extraordinary General Meeting held on 28th November 2006.

Following that decision, £50,000 of investments were realised and converted to cash, which was subsequently transferred into a special deposit account to fund the cost of essential repairs undertaken in 2006 and further repairs to be carried out in 2007.

Improvements to the Clubhouse are also required to bring the facilities up to modern standards and the Property & Greens Committee is currently working on a modest scheme which could include improved locker facilities for gents and ladies, but no work will be undertaken without the prior approval of members at an Extraordinary General Meeting.

Since Andrew & Aileen Dyer took over the catering operation in July, there has been a noticeable improvement in standards all round and members have responded very well to the new service. Longniddry Golf Club is now becoming synonymous with fine dining and this has led to a number of applications for social membership from local people. We would urge all members to make more use of the catering and use the clubhouse for meals as well as private functions, especially as the Club now benefits directly from the revenue generated, which will help produce a return on the investment made in the dining room.

### **The Course**

The Directors acknowledge that for much of the year the golf course left significant room for improvement. It was particularly disappointing that the malicious damage suffered in 2005 continued into 2006. The fundamental objective of the Board is to provide the best possible year round playing surfaces in an environmentally friendly manner, in accordance with the recommendations of the STRI and within the budget constraints of the Club. The Property & Greens Committee and greens staff will be working to that end, the principal aim being to get back to basics with a neat and tidy course.

Following the Course Manager's departure, the Directors concluded that the position should not be filled and the Club should revert to having the course managed by a Head Greenkeeper, working closely with the General Manager and Greens Convenor. The Directors are pleased that Phil Holmes, the former Deputy Head Greenkeeper, accepted the Board's invitation to fill the role and took over as Head Greenkeeper with effect from 1st January 2007. The Board is confident that Phil and the existing green keeping team will be able to restore the course to its previous standard.

When it became clear that many of the patches on the greens would need to be replaced, a further insurance claim was submitted and this was accepted. Since then, turf from the practice putting green has been used to repair the greens and that work has been completed to a high standard. The next step is to re lay and level the putting green and this work will be undertaken by contractors shortly, with the cost being covered by our insurers. Thereafter, at the Club's expense, the same contractors will re lay the medal tee at the 17th hole and construct a new yellow tee – this is designed to reduce the number of balls that continue to be hit into the adjoining gardens.

The only other project planned for the course at this time is the construction of two new pot bunkers on the right hand side of the 14th hole to restore the challenge on that hole.

### **Finance**

The Directors would ask you to note that the itemised 'income and expenditure' provided on Pages 17 and 18 does not form part of the audited accounts and is not required under the provisions of the Companies Act 1985. This apart, this analysis is known to be of interest to the members and greater detail is included in this report to assist with your understanding of the accounts and year on year variances.

The Income and Expenditure Account shows a deficit of £26,982 for the year, compared to a surplus of £1,855 for the previous year. As detailed at last year's Extraordinary General Meeting, and in recent correspondence to members, this deficit was largely due to the significant expenditure undertaken by the club on course machinery. The resultant depreciation of these assets, coupled with no increase in fees last year, resulted in a deficit for the year but it is important to note that if depreciation of £87,839 is ignored, income in the period exceeded expenditure by £60,857 and operating expenses were generally well controlled.

Mainly due to the increased depreciation, expenditure on the course over the year was up £57,437 on last year, with the main increases being in repairs and replacements which were £7K higher, while sand,

soil, seed, fertiliser & turf were up by almost £17K. On the other hand, visitor income was also up nearly 7% on the previous year, returning to the 2004 level and that is very encouraging.

Bar sales for the year were £95,848, only £135 up on last year despite a price increase during the year and this is disappointing, given that it had been hoped that use of the club facilities would increase following the appointment of the new caterers.

The Directors are conscious that savings are needed and further income needs to be generated by the Club in order to maintain fees at around their current levels. To that end, a number of initiatives have been undertaken:

- Catering – although it was necessary to pay the new caterers and chef a retainer to convince them to take the position, this cost will be recovered in 2007 through the Club generating revenue from the catering operation for the first time in many years. The Club's income will be linked to the success of the catering operation and it therefore benefits the Club if Members support the catering operation.
- Clubhouse Flat – following the departure of the former caterer, the Club accommodation has been let and as well as providing additional security to the Club, this will result in a further income flow to the Club.
- Reverting to a Head Greenkeeper role as opposed to a Course Manager position will produce a saving in Club salaries and the Directors are confident that this will not adversely affect the course condition.

In addition to the above proactive initiatives, savings are hoped to be made during the year on the course, by following more closely the Sports Turf Research Institute recommendations, and using less fertiliser on the course to promote unwanted growth.

As at the year end, the market value of the Special Reserve was £153,466 compared with £177,559 last year. Although the value of the funds has reduced, it is important to note that as a result of last year's EGM, an amount of £50,000 was withdrawn from the fund to fund essential repairs work to the Clubhouse and £39,600 of those funds remain on deposit at the bank.

### **Ladies Section**

The Ladies Section had another very successful year, both on and off the course. All who attended them enjoyed the various social events. We started the social programme with our annual Beetle Drive, and then had a great Ladies Lunch in April with our usual flutters at the Longniddry Ladies Grand National. The Social in October was a talk with Ethel Jack and quiz night and our Annual Dinner tickets went on sale then. The ladies enjoyed our Annual Dinner in December, with our own Fiona Playfair as our guest speaker. The number of ladies playing on the course has remained much the same as last year, but we would like to encourage more members to play in medals throughout the season.

The sum of £2,700 was donated to the RNLI following our Ladies Lifeboat Open Day in May. All who played and attended the dance in the evening enjoyed the Ladies Day. At the AGM in January, Miss Jackie Smith was appointed as Honorary Secretary & Treasurer and Miss Sheila MacCallum was appointed Vice Captain.

### **Juniors**

Membership lists are standing at 125 boys and 16 girls. Nevertheless, more girls will be welcomed. Medals were well supported, as were the coaching programmes. The Junior Team made a good impression in the various East Lothian Events.

We are very grateful to the continued support of Wemyss & March Estates who make an annual donation in respect of junior development. In 2007, the Junior Convenors will be coming forward to

the Board with proposals for how these funds should be used to help the development of our younger players

#### **Officers & Directors: Changes During the Year**

Messrs AB Johnston & NT Elliott continue as Captain & Vice Captain respectively and are eligible for re-election to the Board. During the year, Scott Ramage required to stand down as a Director due to pressure of work and the Board is grateful for his contribution as Match & Handicap Convenor. Peter Aiken who was appointed a Director in his place, stands for election to the Board and the Directors so recommend his election.

Mrs CM Luca and Miss SM MacCallum continue as Ladies Captain & Vice Captain respectively and are eligible for re election to the Board. In accordance with the Articles of Association, the Ladies' Captain and the Ladies Vice Captain, if re elected at the Ladies AGM, will be eligible for election to the Board and the Directors so recommend their election.

Miss L Reynolds has intimated her resignation as a Director due to pressure of work and the Board is very grateful for the significant contribution Lesley has made as Membership Convenor during her two years in office.

The Directors are most appreciative of the continued interest taken in the Club by the Rt Hon The Earl of Wemyss & March, Honorary President, and Mr T Porteous, Honorary Vice President. Both these gentlemen have indicated their willingness to remain in office and their re election is recommended.

#### **Representative of Wemyss & March Estates**

Martin Andrews remains in place as resident Factor. The Directors are grateful for his contributions and support during the year. The Directors also wish to thank the landlords for their assistance and encouragement for the development of the Club.

#### **Competitions**

The Directors congratulate the following on their performances during the year.

#### **Club Championship 2006**

The Club Champion	Duncan Martin	Runner Up	Nick Aiken
The Ladies Champion	Anne Laird	Runner Up	Cynthia Guthrie
The 'B' Champion	Alan Parkin	Runner Up	Roddy Blyth
The Ladies Bronze Champion	Jane Bremner	Runner Up	Jan Sharp
The Boys Champion	William Campbell	Runner Up	Iain Campbell
The Girls Champion	Lyndsey Nicoll	Runner Up	Lorna Nicoll

#### **Competition Winners 2006**

#### **Annual Prize giving on Saturday 25th November 2006**

##### **Girls**

The Dorothy Rennie Shield	Lorna H Nicoll
The Six Hole Championship	Not played for
The Kathleen Rose Trophy	Lianne Patience (Murrayfield)
Girls Champion	Lindsey J Nicoll

##### **Ladies**

The Emma Sawers Cup	Mrs E MacRaid
The Beddows Quaichs	Mrs S Herd & Mrs E Lauder
The Jubilee (Harrower) Salver	Miss LJ Reynolds
The Morrison Cup	Mrs K Bellany
The Nannie Scott Salver	Mrs J Bremner
The Iris Benson Salver	Mrs JE Sanderson & Miss MM Stephen

The Rose Trophy  
 The Rose Donaldson Rose Bowl  
 The McEwan Quaich  
 The Latta Cup  
 The Cooper Cup  
 The Dora Sproull Cup  
 The Maisie Walls Griffin Bowl  
 The Dorothy Rennie Trophy  
 The Smith Sisters Trophy  
 The Stuart Forsyth Cup

### **Mixed Competitions**

The T Sawers Cups  
 The Mitchell Cup  
 The McEwan Trophies  
 The Greenmantle Trophy  
 The Osborne Trophies  
 The Gilbert Dempster Bowl  
 The Open Mixed Foursomes  
 The Merlinlee Trophy  
 The CHAS Trophy  
 The John Gray Trophy  
 The Guthrie Rosebowl

### **Boys**

The Reywood Trophy  
 The Linwood Trophy  
 The Six Hole Championship  
 The Six Hole Inter C/Ship  
 The Russel Patrick Trophy  
 The Sykes Trophy  
 The Tom Porteous Trophy  
 The Bert Milligan Trophy  
 The J & B Watson Quaich  
 The JG Blyth & D Lauder Trophy  
 The George Morgan Quaich  
 The Allen Davis Trophy  
 The Boys Champion  
 The Kennedy Family Trophy

### **Men**

The 918 Trophy  
 Captain's Day  
 The Kincaig Trophies  
 The Abbot Cup  
 The Laird Quaichs  
 The Sawers Cup  
 The David Hayward Trophy  
 The Coronation Cup  
 The Mackechnie Trophy  
 The Connor Cup  
 The Challenge Cup  
 Captain v Vice Captain  
 The James Bellany Trophy

Miss SM MacCallum & Mrs L Campbell  
 Miss M Aitken  
 Miss H Torbet  
 Mrs E Nicoll  
 Miss SM MacCallum  
 Mrs SEM Aiken  
 Mrs J Bremner  
 Mrs CF Guthrie  
 Mrs M Sharpe & Mrs M Magson  
 Miss AMW Laird

Mr & Mrs RB Boyd  
 GBR Clifford & Miss SM MacCallum  
 GBR Clifford & Miss SM MacCallum  
 R Milligan & GR Milligan  
 Mr & Mrs M Luca  
 Miss SM MacCallum & M Bacigalupo  
 Mr & Mrs A Robson (Hawick)  
 Gents  
 R Bowers, Mrs CAW Bowers, P Bowers, RW Fullard  
 A Banks Snr, A Banks, DA Mackinnon, ID McNeill  
 Dr M Graham, CF Graham, CJ Brown, GN Watt

MK Cunningham  
 WN Campbell  
 LJA Stuart  
 Not played for  
 To be advised  
 C Donaldson (Gullane)  
 MK Cunningham  
 C Satterley  
 NB Cunningham  
 R Parkin  
 L Muir  
 MK Cunningham  
 WN Campbell  
 A Nicoll

NT Elliott  
 N Cowern, R Curzon, I MacRaid & J Scott  
 J Bellany & T Buchanan  
 DE Allan & I Robertson  
 V Chetty & VJ Barron  
 R Rourke  
 MS Robinson  
 K Manson  
 M Graham Snr, RW Renton & RJ Long  
 GR Milligan  
 S Jarvis  
 Captain's Team  
 MS Robinson & MR Wilson

The Royal Air Force Trophy	D Barnet
The Macmerry Bowl	BD Medlam
The Jubilee Trophy/Wm Reekie Cup	J Ferguson
The Adair Trophy	M Smith
The Dick Sproull Trophy	M Smith
The George Taylor Trophy	DM Souness & M Smith
The Stuart Forsyth Trophy	PS Thomson
The Captain's Challenge Cup	CW Sinclair
The Peter Barr Trophy	NR Aiken
The Teesdale Trophy	K Manson
The Alex Harkes Trophy	J Drysdale (Luffness)
The Gus McVey Trophy	I Whiteford (Tantallon)
The Durward Trophy	K Nicholson (Haddington)
The Enterprise Trophy	NR Aiken
The Forbes Trophy	A Parkin
The Leeds Quaich	Dr DJ Martin

### **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 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 of Disclosure to Auditor**

(a) so far as the Directors are aware, there is no relevant audit information of which the company's auditors are unaware, and

(b) they have taken all the steps that they ought to have taken as Directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

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



By Order of the Directors  
Mr GL Parkinson  
Director

January 2007

**INDEPENDENT AUDITORS' REPORT  
TO THE MEMBERS OF LONGNIDDRY GOLF CLUB LIMITED**

We have audited the financial statements of Longniddry Golf Club Limited for the year ended 30 November 2006 which comprise the income and expenditure account, the balance sheet and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

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 (United Kingdom Generally Accepted Accounting Practice).

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, and whether in our opinion the information given in the directors' report is consistent with the financial statements. We also report to you if, in our opinion, 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 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**

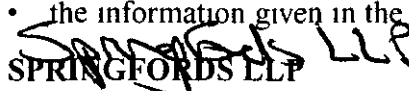
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the 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, of the state of the company's affairs as at 30 November 2006 and of its deficit for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the directors' report is consistent with the financial statements.

  
**SPRINGFORDS LLP**  
**Chartered Accountants**  
**Registered Auditors**

**Dundas House**  
**Westfield Park**  
**Eskbank**  
**Edinburgh**

**Date: 18 January 2007**



# **LONGNIDDRY GOLF CLUB LIMITED**

## **INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30 NOVEMBER 2006**

		<b>2006</b>	<b>2005</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>
<b>Turnover</b>	<b>2</b>	671,363	649,724
Operating expenditure		<u>(509,708)</u>	<u>(431,267)</u>
		161,655	218,457
Administration expenditure		<u>(211,395)</u>	<u>(232,708)</u>
<b>Operating (deficit)</b>	<b>3</b>	<b>(49,740)</b>	<b>(14,251)</b>
Other income	<b>4</b>	23,001	17,227
Interest payable		<u>(243)</u>	<u>(1,121)</u>
<b>Surplus/(deficit) before taxation</b>		<b>(26,982)</b>	<b>1,855</b>
Taxation	<b>5</b>	<u>          </u>	<u>          </u>
<b>Surplus/(deficit) retained for the year</b>	<b>13</b>	<b><u>(26,982)</u></b>	<b><u>1,855</u></b>

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

Movements in reserves are detailed in notes 12 and 13

There is no difference between the surplus/(deficit) on ordinary activities before taxation and the retained surplus/(deficit) for the years stated above and their historical cost equivalents

# LONGNIDDRY GOLF CLUB LIMITED

## BALANCE SHEET AS AT 30 NOVEMBER 2006

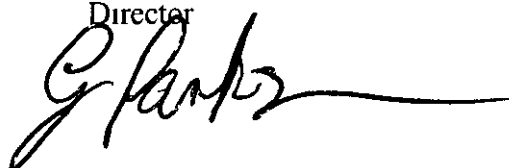
		2006		2005	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	6		310,743		262,161
Investments	7		99,603		130,087
			<u>410,346</u>		<u>392,248</u>
<b>Current assets</b>					
Stock	8	7,028		8,398	
Debtors	9	4,279		1,516	
Cash at bank and in hand		45,140		9,172	
		<u>56,447</u>		<u>19,086</u>	
<b>Creditors: amounts falling due within one year</b>	10	(154,723)		(138,831)	
<b>Net current liabilities</b>			(98,276)		(119,745)
<b>Total assets less current liabilities</b>			<u>312,070</u>		<u>272,503</u>
<b>Creditors: amounts falling due after more than one year</b>	11		(117,573)		(53,074)
			<u>194,497</u>		<u>219,429</u>
<b>Reserves</b>					
Special reserve	12		63,796		111,746
Machinery reserve	12		30,000		30,000
Repair Reserve	12		39,540		
Revenue reserve	12		61,161		77,683
<b>Members' funds</b>	13		<u>194,497</u>		<u>219,429</u>

The directors have taken advantage of the special provisions of Part VII of the Companies Act 1985 applicable to small companies in the preparation of the financial statements

The financial statements on pages 10 to 16 were approved by the board of directors on 15th January 2007 and signed on its behalf by

Mr G L Parkinson

Director



Mr A B Johnston

Director

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# **LONGNIDDRY GOLF CLUB LIMITED**

## **NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2006**

### **1 ACCOUNTING POLICIES**

#### **Basis of Accounting**

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards in the United Kingdom

#### **Cash flow statement**

The company has taken advantage of the exemption from preparing a cash flow statement as conferred by Financial Reporting Standard No 1 (Revised 1996) on the grounds that it is entitled to the exemptions available in Sections 246 to 247 of the Companies Act 1985 for small companies

#### **Fixed assets**

The cost of fixed assets is their purchase price together with any incidental costs of acquisition. Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost of each asset evenly over its expected useful life as follows

Clubhouse improvements	The shorter of the length of the
Irrigation system	lease and the asset's estimated useful life
Green, clubhouse and administrative equipment	25% straight line
The lease expires in 2022	

#### **Stock**

Stock is stated at the lower of cost and net realisable value

#### **Pension Scheme**

The assets of the Longniddry Golf Club Retirement Benefits Scheme are held separately from those of the club and administered by the Scottish Amicable Life Assurance Society. The club make a contribution of 5% of gross salaries and each employee has the opportunity to make voluntary contributions. The contributions are accounted for on an accruals basis.

#### **Subscriptions**

The club accounts for subscriptions on a cash basis.

#### **Leases and hire purchase contracts**

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at their estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonably constant charge on the outstanding liability.

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

### **2 TURNOVER**

Turnover represents the gross income of the club exclusive of value added tax

# **LONGNIDDRY GOLF CLUB LIMITED**

## **NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2006**

<b>3</b>	<b>OPERATING SURPLUS</b>	<b>2006</b>	<b>2005</b>
		£	£
	The operating surplus is stated after charging		
	Auditors' remuneration	2,600	2,450
	Depreciation		
	Owned assets	48,957	46,349
	Leased assets	38,882	13,580
	Rental of land and buildings	50,500	50,500
	Loss on sale of equipment		51
	And after crediting		
	Profit on sale of greens equipment	7,200	3,153
		<u>          </u>	<u>          </u>
<b>4</b>	<b>OTHER INCOME</b>	<b>2006</b>	<b>2005</b>
		£	£
	Dividends Gross	3,180	3,130
	Interest	407	980
	Profit on sale of investments	11,621	10,246
	Landlord Donation	3,000	
	Sundry surplus	6,843	4,821
		<u>          </u>	<u>          </u>
		25,051	19,177
	Transfer (to) Special reserve	(2,050)	(1,950)
		<u>          </u>	<u>          </u>
		23,001	17,227
		<u>          </u>	<u>          </u>
<b>5</b>	<b>TAXATION</b>	<b>2006</b>	<b>2005</b>
		£	£
	Corporation tax charge		
		<u>          </u>	<u>          </u>

# **LONGNIDDRY GOLF CLUB LIMITED**

## **NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2006**

### **6 TANGIBLE FIXED ASSETS**

	Course improvements £	Clubhouse improvements £	Clubhouse equipment £	Green equipment £	Irrigation system £	Admin equipment £	Total £
<b>Cost</b>							
As at 1 12 05	55,967	108,713	54,354	232,337	203,522	20,109	675,002
Additions	22,050	4,454	9,874	100,043			136,421
Disposals				(41,645)			(41,645)
As at 30 11 06	<u>78,017</u>	<u>113,167</u>	<u>64,228</u>	<u>290,735</u>	<u>203,522</u>	<u>20,109</u>	<u>769,778</u>
<b>Depreciation</b>							
As at 1 12 05	15,300	40,348	46,839	143,584	148,185	18,585	412,841
Charge for year	5,406	10,531	4,550	48,082	18,444	826	87,839
Disposals				(41,645)			(41,645)
As at 30 11 06	<u>20,706</u>	<u>50,879</u>	<u>51,389</u>	<u>150,021</u>	<u>166,629</u>	<u>19,411</u>	<u>459,035</u>
<b>Net book value</b>							
As at 30 11 06	<u>57,311</u>	<u>62,288</u>	<u>12,839</u>	<u>140,714</u>	<u>36,893</u>	<u>698</u>	<u>310,743</u>
As at 30 11 05	<u>40,667</u>	<u>68,365</u>	<u>7,515</u>	<u>88,753</u>	<u>55,337</u>	<u>1,524</u>	<u>262,161</u>

Included in fixed assets are assets under finance lease with a net book value of £132,620 (2005 – £72,073) The depreciation charge on the assets is included in note 3

### **7 INVESTMENTS**

**2006**  
£

**Cost**

As at 1 December 2005	130,087
Additions	36,061
Disposals	<u>(66,545)</u>
As at 30 November 2006	<u>99,603</u>

The market value of the investments, which are all quoted on the London stock exchange, is £153,466 (2005 £177,559)

### **8 STOCK**

	<b>2006</b> £	<b>2005</b> £
Stock of liquor and tobacco	6,961	8,328
Other	67	70
	<u>7,028</u>	<u>8,398</u>

# **LONGNIDDRY GOLF CLUB LIMITED**

## **NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2006**

<b>9 DEBTORS</b>	<b>2006</b>	<b>2005</b>
	£	£
Prepayments and accrued income	<u>4,279</u>	<u>1,516</u>
<b>10 CREDITORS: amounts falling due within one year</b>	<b>2006</b>	<b>2005</b>
	£	£
Bank overdraft	55,558	62,699
Bank loan		6,317
Net obligations under finance leases and hire purchase contracts	32,824	18,533
Trade creditors	26,509	25,483
Other taxes and social security	10,284	10,134
Accruals and deferred income	<u>29,548</u>	<u>15,665</u>
	<u>154,723</u>	<u>138,831</u>
<b>11 CREDITORS: amounts falling due after more than one year</b>	<b>2006</b>	<b>2005</b>
	£	£
Net obligations under finance leases and hire purchase contracts	93,573	53,074
Accruals and deferred income	<u>24,000</u>	
	<u>117,573</u>	<u>53,074</u>
<b>Bank loans</b>		
The loans are repayable in monthly instalments as follows	<b>2006</b>	<b>2005</b>
	£	£
In one year or less		6,317
	<u></u>	<u></u>
<b>Net obligations under finance leases and hire purchase contracts</b>		
Repayable within one year	32,824	18,533
Repayable between one and five years	<u>93,573</u>	<u>53,074</u>
	<u>126,397</u>	<u>71,607</u>

# **LONGNIDDRY GOLF CLUB LIMITED**

## **NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2006**

### **12 MOVEMENTS IN RESERVES**

	<b>Repair Reserve</b>	<b>Special Reserve</b>	<b>Machinery Reserve</b>	<b>Revenue Reserve</b>
	£	£	£	£
As at 1 December 2005		111,746	30,000	77,683
(Deficit) for the year				(26,982)
Transfer from Revenue Reserve		2,050		
Transfer between funds	50,000	(50,000)		
Transfer from Repair Reserve	(10,460)			10,460
As at 30 November 2006	<u>39,540</u>	<u>63,796</u>	<u>30,000</u>	<u>61,161</u>

### **13 RECONCILIATION OF MOVEMENTS IN MEMBERS' FUNDS**

	<b>2006</b>	<b>2005</b>
	£	£
As at 1 December 2005	219,429	215,624
(Deficit)/surplus for the year	(26,982)	1,855
Transfer to Special Reserve	2,050	1,950
As at 30 November 2006	<u>194,497</u>	<u>219,429</u>

### **14 PENSION CONTRIBUTIONS**

The pension charges of the company amounted to £4,314 (2005 – £4,807) The outstanding contributions at the balance sheet date were £357 (2004 £354) These amounts relate to the pension scheme as detailed in note 1

### **15 ANNUAL OBLIGATIONS UNDER NON CANCELLABLE OPERATING LEASES**

	<b>Land &amp; Buildings 2006</b>	<b>Other 2006</b>	<b>Land &amp; Buildings 2005</b>	<b>Other 2005</b>
	£	£	£	£
Leases which expire				
Between two to five years		2,496		2,790
In more than five years	<u>50,500</u>	<u>      </u>	<u>50,500</u>	<u>      </u>

**DETAILED INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 30 NOVEMBER 2006**

	2006	2005
<b>Income</b>	£	£
Subscriptions	395,228	396,212
Entrance fees	36,537	25,388
Locker rents	1,192	1,200
Green fees	115,576	108,051
Buggy Hire Surplus	2,921	983
SGU & SLGA levy	<u>6,677</u>	<u>6,714</u>
	558,131	538,548
<b>Clubhouse expenditure</b>		
Handyman wages	(7,068)	(8,502)
Clubhouse cleaning	(12,254)	(12,981)
Retainer for caterer and chef	(10,375)	
Repairs and furnishings	(20,745)	(18,933)
Heating and lighting	(19,458)	(14,129)
Depreciation	(15,081)	(11,309)
Social function expenses	(5,232)	(4,252)
Sundry expenses	(7,376)	(5,507)
Security costs	<u>(660)</u>	<u>(700)</u>
	(98,249)	(76,313)
<b>Greens expenditure</b>		
Green wages and pensions	(145,167)	(137,527)
Insurances and licences	(807)	(532)
Repairs and tool replacements	(28,217)	(21,768)
Sand, soil, seed, fertiliser and turf	(40,548)	(23,793)
Fuel	(3,605)	(3,496)
Depreciation of equipment	(48,082)	(25,367)
Depreciation of irrigation system	(18,444)	(18,444)
Depreciation of Shed	(2,463)	(2,463)
Heat, light and telephone	(3,788)	(2,027)
Sundry expenses	(3,648)	(5,089)
Hire purchase interest	(5,365)	(2,256)
Irrigation costs	(4,095)	(3,201)
Course improvements	(4,974)	(2,086)
Training	(800)	(470)
Profit on sale of greens equipment	<u>7,200</u>	<u>3,153</u>
	(302,803)	(245,366)
<b>Matches and Competitions</b>		
Entry fees	7,854	6,238
Prizes	(5,445)	(5,126)
Other	<u>(3,522)</u>	<u>(3,891)</u>
	(1,113)	(2,779)
<b>Surplus on golfing activities</b>	155,966	214,090
<b>Bar sales</b>	95,848	95,713
Brewery volume discount received	3,000	
Bar purchases stock adjusted	(55,043)	(54,898)
Bar salaries and pensions	(40,821)	(41,938)
Stocktaking fees	<u>(1,095)</u>	<u>1,020</u>
	(96,959)	(97,856)

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**DETAILED INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 30 NOVEMBER 2006**

	2006	2005
<b>Income</b>	£	£
Balance brought forward	(96,959)	(97,856)
<b>Bar surplus gross profit 42.6% (2004 42.1%)</b>	1,889	(2,143)
<b>Gaming machine income</b>	6,530	9,225
Expenses	(2,730)	(2,715)
<b>Surplus on gaming machines</b>	3,800	6,510
<b>Other income</b>		
Dividends	3,180	3,130
Interest	407	980
Profit on sale of investments	11,621	10,246
Landlord donation	3,000	—
Sundry surplus	6,843	4,821
	25,051	19,177
Transfer (to) special reserve account	(2,050)	(1,950)
	23,001	17,227
	184,656	235,684
<b>Administration Expenses</b>		
Rent	(50,500)	(50,500)
Rates	(3,105)	(8,754)
Secretarial costs and pension	(58,625)	(62,916)
Club professional's retainer	(20,000)	(20,000)
Insurances	(10,756)	(9,626)
Repairs to pro shop and links cottage	(2,889)	(2,433)
Printing and stationery	(7,460)	(7,055)
Computer expenses	(4,011)	(3,543)
Telephones	(1,480)	(1,438)
Postage and incidentals	(1,609)	(3,451)
SGU, SLGA and LGA levy	(7,176)	(7,131)
Grant to ladies section	(3,400)	(3,400)
Bank charges and overdraft interest	(5,950)	(5,149)
Audit and accounting fees	(4,425)	(6,590)
Legal and professional fees	(7,329)	(16,529)
Marketing	(2,744)	(2,920)
Depreciation	(3,769)	(2,346)
Sundry expenses	(2,315)	(4,043)
Loss on sale of equipment	—	(51)
	(197,543)	(217,875)
Irrecoverable VAT	(13,852)	(14,833)
Interest on term loan	(243)	(1,121)
Surplus/(deficit)	(26,982)	1,855
Taxation	—	—
<b>(Deficit)/surplus for the year</b>	(26,982)	1,855

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# **LONGNIDDRY GOLF CLUB LIMITED**

(By Guarantee)

Company Number 31269 (Scotland)

Registered Office

The Clubhouse, Longniddry, East Lothian, EH32 0NL

Telephone 01875 852141

## **FIFTY-FIRST ANNUAL REPORT ACCOUNTS AND BALANCE SHEET to 30th November 2006.**

### **NOTICE IS HEREBY GIVEN**

**that the fifty-first Annual General Meeting of Members  
will be held in the Clubhouse on Thursday 22nd February 2007 at 7.00pm.**

A member is entitled to appoint a proxy, who need not be a Member of the Company, to attend and vote at the meeting in his or her stead. To be valid, the said Proxy Form must be deposited at the Registered Office of the Club not less than 48 hours before the time for holding the meeting.

### **AGENDA**

- 1 Minutes of the previous A G M
- 2 Directors' Report
- 3 Accounts and Balance Sheet
- 4 Election of Officers and Directors
- 5 Appointment of Directors
- 6 Any other competent Business

By order of the Directors

Bob Gunning  
Company Secretary  
January 2007