

Deeside Gliding Club (Aberdeenshire) Ltd
(Limited by guarantee)

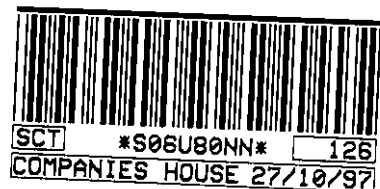
Financial Statements

For the Year ended 31st December 1996

Company No - 34867

Garden and Marshall,
Certified Accountants,
12 Albyn Terrace,
Aberdeen.

U.



Deeside Gliding Club (Aberdeenshire) Ltd
(Limited by guarantee)

Index to the Financial Statements
For the Year ended 31st December 1996

Page No.

1	Chairmans Report
2	Statement Of Company Officials' Responsibilities
3	Auditors' report to the Members
4	Profit and Loss Account
5	Balance Sheet
6 - 8	Notes to the Financial Statements



DEESIDE GLIDING CLUB
(ABERDEENSHIRE) LIMITED

Registered Office:

Aboyne Airfield, Dinnet, ABOYNE, Aberdeenshire. AB34 5LB

TELEPHONE: OFFICE	(013398) 85339
MEMBERS	(013398) 85354
TELEFAX	(013398) 85339

Company Registered in Scotland No. 34867

VAT Reg. No. 267 3955 18

Chairman's Report 1996

1996 was a year of consolidation, with no major new projects. A successful Wave season restored our bank balance to the black after earlier projects.

The glider hanger was brought into full use, improving access to the Club's aircraft and simplifying operations.

Once again, a number of the Club's pilots competed with some success in Regional and National competitions.

In the latter part of the year, Al Eddie took over as C.F.I. and Jack Stephen took over as Tug Master. I would like to thank Dave White and Iain Donnelly for their many years of service in their respective capacities.

In November Mr Geenlaw, the farmer of the land on which the airfield lies, retired. Dinnett Estates were approached by the Club with a view to our purchase of the land, but this could not be agreed. The land is now being farmed as part of the Estate and early indications are that this will have little effect on our operations.

Lionel Sole
Chairman

Deeside Gliding Club (Aberdeenshire) Ltd
(Limited by guarantee)

Statement Of Company Officials' Responsibilities

Company law requires the officials to prepare financial statements for each financial year which give a true and fair view of the state of the company and of the profit or loss of the company for that period. In preparing those financial statements, the officials are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, 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 officials 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.

Auditors' Report to the Members of
Deeside Gliding Club (Aberdeenshire) Ltd
(Limited by guarantee)

We have audited the financial statements 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 company officials and auditors
As described on page 2 the company's officials are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those 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 any judgements made by the officials 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 the information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st December 1996 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

C. J. Marshall

Garden and Marshall
Registered Auditors
Certified Accountants
12 Albyn Terrace,
Aberdeen.

Date 26/3/97

Deeside Gliding Club (Aberdeenshire) Ltd
(Limited by guarantee)

Profit and Loss Account for Year ended 31st December 1996

	<u>Notes</u>	<u>1996</u> £	<u>1995</u> £
TURNOVER			
Continuing Operations		146,076	143,230
Net Operating Expenses		132,399	137,512
		-----	-----
OPERATING PROFIT	3	13,677	5,718
Tax on ordinary activities	4	5	196
		-----	-----
RETAINED PROFIT FOR THE YEAR		13,672	5,522
Retained profit brought forward		238,174	232,652
		-----	-----
RETAINED PROFIT CARRIED FORWARD		251,846	238,174
		=====	=====

Statement of Recognised Gains and Losses

The company made no recognised gains or losses in 1996 or 1995 other than the profit for the year.

Reconciliation of Movements in Members Funds

	£	£
Profit for the Financial Year	13,672	5,522
Opening Members Funds	238,174	232,652
	-----	-----
Closing Members Funds	251,846	238,174
	=====	=====

Deeside Gliding Club (Aberdeenshire) Ltd
(Limited by guarantee)

Balance Sheet as at 31st December 1996

	<u>Notes</u>	£	<u>1996</u> £	<u>1995</u> £
FIXED ASSETS				
Tangible assets	5		210,844	224,811
CURRENT ASSETS				
Stocks	6	18,110		14,551
Debtors	7	12,054		15,019
Cash: In H.I.C. Account		24,037		4,018
In Current Account		8,975		-
In Hand		422		164
		-----		-----
		63,598		33,752
CREDITORS - amounts falling due within one year	8	(22,596)		(20,389)
		-----		-----
NET CURRENT ASSETS			41,002	13,363
			-----	-----
NET ASSETS			251,846	238,174
			=====	=====

Represented by:

CAPITAL AND RESERVES

Profit and loss account

251,846
=====

238,174
=====

x.....*E. J. Jones*.....Chairman

x.....*Dan M. Dand*.....Treasurer

Date x.....*26/3/97*.....

Deeside Gliding Club (Aberdeenshire) Ltd
(Limited by guarantee)

Notes to the Financial Statements as at 31st December 1996

1. COMPANY STATUS AND MEMBERS LIABILITY

The status of the company is that of company limited by guarantee not having a share capital.

The liability of individual members is limited to an amount not exceeding four guineas.

Where the financial statements refer to officials of the company it should be noted that these individuals constitute directors of the company for Companies Act purposes.

2. ACCOUNTING POLICIES

2.1 Accounting conventions

The financial statements have been prepared under the historical cost convention.

2.2 Cash flow statement

The company has taken advantage of the exemption available per FRS1 not to prepare a cash flow statement.

2.3 Depreciation of tangible assets

Depreciation is provided on all tangible assets as follows:

Clubhouse: Straight Line over 25 years

Tugs, Gliders & Trailers: Written down to net realisable value

Equipment: 20% reducing balance method

2.4 Treatment of grants received

Grants received towards funding of capital expenditure are credited against the relevant expenditure to reflect the net cost of the assets to the company (see note 5)

2.5 Stocks

Stocks are valued at the lower of cost and net realisable value

3. OPERATING PROFIT

This is stated after charging/(crediting):

	<u>1996</u>	<u>1995</u>
	£	£
Staff Salaries	18,999	18,812
Auditors' remuneration	1,000	850
Bank Interest Received	(19)	(785)
Depreciation	10,453	8,356
Gain on Sale of Fixed Assets	(3,000)	-
	=====	=====

Deeside Gliding Club (Aberdeenshire) Ltd
(Limited by guarantee)

Notes to the Financial Statements as at 31st December 1996

4.	TAXATION	<u>1996</u> £	<u>1995</u> £
4.1	The tax charge on the Profit on ordinary activities for the year was as follows: Corporation tax at 24%/25% (1995 - 25%)	5 =====	196 =====

4.2 The company is a close company within the terms of section 414 of the Taxes Act 1988

5. TANGIBLE FIXED ASSETS

	<u>Clubhouse & Hangar</u> £	<u>Tugs & Gliders</u> £	<u>Equipment</u> £	<u>Trailers</u> £	<u>Total</u> £
Cost:					
At 1st January 1996	85,766	168,274	4,532	4,910	263,482
Additions	1,097	-	2,889	-	3,986
Disposals	-	(9,000)	-	-	(9,000)
	-----	-----	-----	-----	-----
At 31st December 1996	86,863	159,274	7,421	4,910	258,468
	-----	-----	-----	-----	-----
Depreciation:					
At 1st January 1996	8,920	24,274	1,167	4,310	38,671
Charge for year	3,711	5,300	1,242	200	10,453
Disposals	-	(1,500)	-	-	(1,500)
	-----	-----	-----	-----	-----
At 31st December 1996	12,631	28,074	2,409	4,510	47,624
	-----	-----	-----	-----	-----
Net book value at 31st December 1996	74,232 =====	131,200 =====	5,012 =====	400 =====	210,844 =====
Net book value at 31st December 1995	76,846 =====	144,000 =====	3,365 =====	600 =====	224,811 =====

Clubhouse and Hangar and Equipment additions are shown net of grant received from Grampian Enterprise Ltd in the amount of £10,000.

Deeside Gliding Club (Aberdeenshire) Ltd
(Limited by guarantee)

Notes to the Financial Statements as at 31st December 1996

6.	STOCKS	<u>1996</u> £	<u>1995</u> £
	The amounts attributable to the different categories are as follows:		
	Fuel and Parts	16,644	12,925
	Bar and Shop	1,466	1,626
		-----	-----
		18,110	14,551
		=====	=====
7.	DEBTORS	<u>1996</u> £	<u>1995</u> £
	Trade debtors	4,550	3,559
	Other debtors	7,504	5,536
	VAT	-	5,924
		-----	-----
		12,054	15,019
		=====	=====
8.	CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR	<u>1996</u> £	<u>1995</u> £
	Bank Overdraft	-	10,251
	Payments on Account	6,730	5,097
	Corporation tax	5	196
	Other taxes and social security costs	2,930	1,304
	Other creditors	12,931	3,541
		-----	-----
		22,596	20,389
		=====	=====

The bank overdraft is secured by a floating charge in favour of the Clydesdale Bank PLC.

Deeside Gliding Club (Aberdeenshire) Ltd
(Limited by guarantee)

Detailed Profit and Loss Account for the Year ended 31st December 1996

		<u>1996</u>	<u>1995</u>
	£	£	£
<u>FLYING ACCOUNT</u>			
<u>TUGS</u>			
Towing Fees - Members		31,229	33,581
- Visitors		39,975	38,229
Touring Fees - Members		135	227
- Visitors		-	(75)
Subsidies		677	635
		-----	-----
		72,016	72,597
Less:-			
Parts used less sales	6,924		11,041
Labour	6,577		10,401
Fuel and Oil less sales	22,368		22,193
Insurance	5,172		6,366
Hires	3,378		1,794
	-----		-----
		44,419	51,795
		-----	-----
		27,597	20,802
		-----	-----
<u>GLIDERS</u>			
Flying Fees - Members		2,970	2,420
- Visitors		8,384	9,237
Block Time		8,250	5,000
		-----	-----
		19,604	16,657
Less:-			
Parts used less sales	3,233		7,641
Labour	3,995		3,458
Insurances	6,853		5,126
Hires	515		(197)
Glider Maintenance	437		309
	-----		-----
		15,033	16,337
		-----	-----
		4,571	320
		-----	-----
<u>AIRFIELD WORKSHOP AND HANGAR</u>			
Airfield Income		325	1,332
Workshop Heat and Light		397	377
Hangar Income		1,744	-
		-----	-----
		2,466	1,709
Less:-			
Maintenance, Fuel and Oil	1,904		1,798
Insurance	1,977		2,726
	-----		-----
		3,881	4,524
		-----	-----
		(1,415)	(2,815)
		-----	-----
<u>BALANCE CARRIED FORWARD</u>		30,753	18,307

Deeside Gliding Club (Aberdeenshire) Ltd
(Limited by guarantee)

Detailed Profit and Loss Account for the Year ended 31st December 1996

	£	<u>1996</u> £	<u>1995</u> £
<u>BALANCE BROUGHT FORWARD</u>		30,753	18,307
<u>OTHER INCOME</u>			
Takings in Bar	6,469		7,140
Cost of Sales	4,477		6,191
		1,992	949
Takings in Shop	1,486		1,621
Cost of Sales	1,244		1,297
		242	324
Takings for Food & Sweets	7,157		7,232
Cost of Sales	6,852		7,147
		305	85
Subscriptions - Full Members		12,897	12,590
- Visitors		10,893	10,829
Donations		19	251
Booking Fees		5,893	6,652
AEI Vouchers		4,016	1,835
Other Income		207	118
Competition		-	798
Bank Interest Received		19	785
Function Profit/(Loss)		64	(29)
Clubhouse Accommodation		1,280	1,026
Pool Table		297	403
Youth Sponsorship		125	500
Courses		1,187	1,301
		39,436	38,417
<u>BALANCE CARRIED FORWARD</u>		70,189	56,724

Deeside Gliding Club (Aberdeenshire) Ltd
(Limited by guarantee)

Detailed Profit and Loss Account for the Year ended 31st December 1996

	<u>1996</u>	<u>1995</u>
£	£	£
<u>BALANCE BROUGHT FORWARD</u>	70,189	56,724
Less:-		
<u>EXPENSES</u>		
Staff Services	18,999	18,812
Rent and Levies	2,850	2,656
Rates	243	289
Insurances	440	931
Printing, Postages and Stationery	2,754	1,579
Auditors Remuneration	1,000	850
Telephone less Recovered	407	249
Bank Interest and Charges	720	737
General Expenses	889	242
Travelling Expenses	359	-
Subscriptions, Fees and Licences	5,962	5,309
Clubhouse: Heat and Light	2,081	2,244
Maintenance and Supplies	2,855	2,068
Book-keeping Fees	3,952	4,058
Tax on Interest Received	5	196
Un-recovered VAT	5,548	2,626
Depreciation	10,453	8,356
Gain on Sale of Sport Vega	(3,000)	-
	-----	-----
	56,517	51,202
<u>PROFIT FOR YEAR</u>	-----	-----
	13,672	5,522
Balance at credit from 1995	238,174	232,652
<u>BALANCE AT CREDIT CARRIED FORWARD</u>	-----	-----
	251,846	238,174
	=====	=====

Deeside Gliding Club (Aberdeenshire) Ltd
(Limited by guarantee)

ASSETS APPENDIX

	As At 1995 £	Added (Sold) £	Gain on Sale £	Deprcn. 1996 £	As At 1996 £
TUGS					
Super Cub - G-ARGV	20,000	-		-	20,000
Super Cub Engine	4,000	-		(2,000)	2,000
Piper Pawnee - G-BCBJ	18,000	-		-	18,000
Piper Pawnee - G-BFSD	26,000	-		-	26,000
Piper Pawnee Engine	9,000	-		(800)	8,200
GLIDERS					
Sport Vega	7,500	(10,500)	3,000	-	-
ASW 19	12,000	-		-	12,000
Puchacz FWE	17,000	-		(1,000)	16,000
Puchacz FYL	17,000	-		(1,000)	16,000
Junior HCN	13,500	-		(500)	13,000
TRAILERS					
Puchacz Trailer	400	-		(100)	300
Junior Trailer	200	-		(100)	100
	-----	-----	-----	-----	-----
	144,600	(10,500)	3,000	(5,500)	131,600
	=====	=====	=====	=====	=====