

Company Registration No. 03194847 (England and Wales)

**BLACK MOUNTAINS GLIDING CLUB GROUP**  
**DIRECTORS' REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**

# BLACK MOUNTAINS GLIDING CLUB GROUP

## COMPANY INFORMATION

---

### Directors

Mr D Gosden  
J A Horley  
R A Robertson  
P Saundby (Appointed 23 April 2005)  
J Scott (Appointed 23 April 2005)  
C R Micklewright

### Secretary

J Scott

### Company number

03194847

### Registered office

The Airfield  
Talgarth  
Brecon  
Powys  
LD3 OEJ

### Accountants

King, Morte, Proud & Co  
Kings Arms Vaults, Watton  
Brecon  
Powys  
LD3 7EF

### Bankers

Barclays Bank plc  
31/34 Commercial Rd  
Hereford  
HR1 2BG

---

# **BLACK MOUNTAINS GLIDING CLUB GROUP**

## **CONTENTS**

---

	<b>Page</b>
Directors' report	1
Accountants' report	2
Profit and loss account	3
Balance sheet	4 - 5
Notes to the financial statements	6 - 9

---

# **BLACK MOUNTAINS GLIDING CLUB GROUP**

## **DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2005**

---

The directors present their report and financial statements for the year ended 31 December 2005.

### **Principal activities**

The principal activity of the company is provision of gliders, airfield and associated facilities for use by the Members.

### **Directors**

The following directors have held office since 1 January 2005:

D Gosden	
J A Horley	
A Crowden	(Resigned 6 June 2005)
R A Robertson	
P Saundby	(Appointed 23 April 2005)
J Scott	(Appointed 23 April 2005)
C R Micklewright	
M Edmonds	(Resigned 3 April 2005)

### **Directors' interests**

The company is limited by guarantee and as such has no share capital.

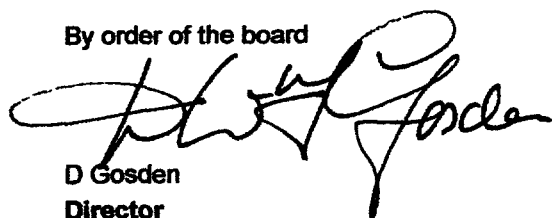
### **Group account**

The Group consists of two companies, Black Mountains Gliding Club (limited by guarantee) and its wholly owned subsidiary Talgarth Airfield Ltd.

Both companies have claimed exemptions available to small groups which means that consolidated accounts do not need to be prepared or filed at Companies House. However the directors have concluded that a clearer understanding of the financial position of the two companies would be obtained from a consolidated account. The directors have therefore produced this non-statutory consolidated account which aggregates the revenue, costs, assets and liabilities of the Black Mountain Gliding Club and Talgarth Airfield Ltd.

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 board



D Gosden  
Director  
23 August 2006

# **BLACK MOUNTAINS GLIDING CLUB GROUP**

## **CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF BLACK MOUNTAINS GLIDING CLUB GROUP**

---

In accordance with the engagement letter dated 17 July 2006, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of Black Mountains Gliding Club Group for the year ended 31 December 2005, set out on pages 3 to 9 from the accounting records and information and explanations you have given to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters we have agreed to state to them in this 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 Board of Directors as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 December 2005 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. 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 financial statements.



**King, Morter, Proud & Co**

**Chartered Accountants**

23 August 2006

Kings Arms Vaults, Watton  
Brecon  
Powys  
LD3 7EF

# BLACK MOUNTAINS GLIDING CLUB GROUP

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2005

	Notes	2005 £	2004 £
Turnover		107,342	98,193
Operating costs		(36,579)	(32,416)
<b>Gross profit</b>		<b>70,763</b>	<b>65,777</b>
Administrative expenses		(45,425)	(29,621)
<b>Operating surplus</b>	<b>2</b>	<b>25,338</b>	<b>36,156</b>
Other interest receivable and similar income	<b>3</b>	508	90
Interest payable and similar charges		(1,903)	(3,077)
<b>Surplus on ordinary activities before taxation</b>		<b>23,943</b>	<b>33,169</b>
Tax on profit on ordinary activities	<b>4</b>	-	-
<b>Surplus on ordinary activities after taxation</b>	<b>10</b>	<b>23,943</b>	<b>33,169</b>

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

# BLACK MOUNTAINS GLIDING CLUB GROUP

## BALANCE SHEET AS AT 31 DECEMBER 2005

	Notes	2005		2004	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	5		230,898		233,911
<b>Current assets</b>					
Stocks		4,278		4,124	
Debtors	6	3,146		-	
Cash at bank and in hand		36,910		39,077	
			<u>44,334</u>		<u>43,201</u>
<b>Creditors: amounts falling due within one year</b>	7	<u>(32,392)</u>		<u>(40,405)</u>	
<b>Net current assets</b>			<u>11,942</u>		<u>2,796</u>
<b>Total assets less current liabilities</b>			<u>242,840</u>		<u>236,707</u>
<b>Creditors: amounts falling due after more than one year</b>	8		<u>(88,834)</u>		<u>(106,644)</u>
			<u>154,006</u>		<u>130,063</u>
<b>Capital and reserves</b>					
General Reserve	10		<u>154,006</u>		<u>130,063</u>
<b>Members' funds - equity interests</b>	11		<u>154,006</u>		<u>130,063</u>

# BLACK MOUNTAINS GLIDING CLUB GROUP

## BALANCE SHEET AS AT 31 DECEMBER 2005

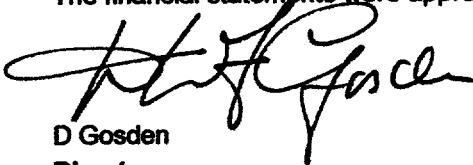
---

In preparing these financial statements:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
  - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
  - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 23 August 2006



D Gosden  
Director

# BLACK MOUNTAINS GLIDING CLUB GROUP

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

---

### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

#### 1.2 Turnover

Income represents amounts receivable for membership, use of gliders, and course fees..

#### 1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows.

Land & buildings	at 10% per annum on cost of buildings
Gliders & equipment	at 10% and 20% per annum respectively, reducing balance basis
Ground equipment	at 10% per annum on cost

#### 1.4 Stock

Stock is valued at the lower of cost and net realisable value.

#### 1.5 Group accounts

The Group consists of two companies, Black Mountains Gliding Club (limited by guarantee) and its wholly owned subsidiary, Talgarth Airfield Ltd.

Both companies have claimed exemptions available to small groups which means that consolidated accounts do not need to be prepared or filed at Companies House

However, the directors have concluded that a clearer understanding of the financial position of the two companies would be obtained from a consolidated account. The directors have therefore produced this non-statutory consolidated account which aggregates the revenue, costs, assets, and liabilities of the Black Mountains Gliding Club and Talgarth Airfield Ltd.

<b>2 Operating surplus</b>	<b>2005</b>	<b>2004</b>
	£	£
Operating surplus is stated after charging:		
Depreciation of tangible assets	10,205	8,867
	<u>          </u>	<u>          </u>
<b>3 Investment income</b>	<b>2005</b>	<b>2004</b>
	£	£
Bank interest	508	90
	<u>          </u>	<u>          </u>

#### 4 Taxation

No UK corporation tax liability is expected to arise from these accounts.

---

# BLACK MOUNTAINS GLIDING CLUB GROUP

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

### 5 Tangible fixed assets

	Land and buildings £	Gliders, Total aircraft etc £	£
<b>Cost</b>			
At 1 January 2005	195,189	80,140	275,329
Additions	-	7,192	7,192
	<u>195,189</u>	<u>87,332</u>	<u>282,521</u>
At 31 December 2005	195,189	87,332	282,521
<b>Depreciation</b>			
At 1 January 2005	2,861	38,557	41,418
Charge for the year	1,050	9,155	10,205
	<u>3,911</u>	<u>47,712</u>	<u>51,623</u>
At 31 December 2005	3,911	47,712	51,623
<b>Net book value</b>			
At 31 December 2005	<u>191,278</u>	<u>39,620</u>	<u>230,898</u>
At 31 December 2004	<u>192,328</u>	<u>41,583</u>	<u>233,911</u>

### 6 Debtors

	2005 £	2004 £
Prepaid expenses	3,146	-
	<u>3,146</u>	<u>-</u>

### 7 Creditors: amounts falling due within one year

	2005 £	2004 £
Bank loans and overdrafts	2,363	7,383
Trade creditors	19,432	21,722
Taxation and social security	701	-
Other creditors	9,896	11,300
	<u>32,392</u>	<u>40,405</u>

# BLACK MOUNTAINS GLIDING CLUB GROUP

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

8 Creditors: amounts falling due after more than one year	2005 £	2004 £
Bank loans	12,884	23,344
Other creditors	75,950	83,300
	<u>88,834</u>	<u>106,644</u>
<b>Analysis of loans</b>		
Not wholly repayable within five years by instalments	6,396	1,500
Not wholly repayable within five years other than by instalments	70,200	76,050
Wholly repayable within five years	14,601	36,477
	<u>91,197</u>	<u>114,027</u>
Included in current liabilities	(2,363)	(7,383)
	<u>88,834</u>	<u>106,644</u>
<b>Loan maturity analysis</b>		
In more than one year but not more than two years	3,247	8,883
In more than two years but not more than five years	8,991	20,211
In more than five years	76,596	77,550
	<u>88,834</u>	<u>106,644</u>

The aggregate amount of creditors for which security had been given, including bank loans in current liabilities, amounts to £90,297 (2004 £111,627).

### 9 Debenture Stock

Talgarth Airfield Ltd has issued Debenture Loan Stock. £5,850 was repaid in the year. This is secured by a second charge on freehold land the medium of a Trust Deed dated 9th April 1998. The debenture stock carries interest of 2.5% accruing from 9th April 2001. The stock is redeemable only at the option of the company. The lender has no right to require repayment.

The parent company holds debenture stock of £4,850 which has been excluded from the totals above.

No interest has been accrued since December 2002. This is considered appropriate because of the low probability that interest will ever be paid on the debentures.

# BLACK MOUNTAINS GLIDING CLUB GROUP

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

---

### 10 Statement of movements on reserves

	<b>General Reserve £</b>
Balance at 1 January 2005	130,063
Retained surplus for the year	23,943
	<hr/>
Balance at 31 December 2005	154,006
	<hr/> <hr/>

### 11 Reconciliation of movements in members' funds

	<b>2005 £</b>	<b>2004 £</b>
Profit for the financial year	23,943	33,169
Opening shareholders' funds	130,063	96,894
	<hr/>	<hr/>
Closing members' funds	154,006	130,063
	<hr/> <hr/>	<hr/> <hr/>