

**BLACK MOUNTAINS GLIDING CLUB**  
**DIRECTORS' REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2007**

## BLACK MOUNTAINS GLIDING CLUB

### COMPANY INFORMATION

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#### Directors

J A Horley  
M Codd (Appointed 6 April 2007)  
K Basterfield (Appointed 6 April 2007)  
R A Robertson  
G Dennis (Appointed 6 April 2007)  
C R Micklewright (Appointed 6 April 2007)  
A Bartlett (Appointed 6 April 2007)  
J Scott

#### Secretary

J Scott

#### Company number

03194847

#### Registered office

The Airfield  
Talgarth  
Brecon  
Powys  
LD3 OEJ

#### Accountants

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

#### Bankers

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

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# BLACK MOUNTAINS GLIDING CLUB

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## **BLACK MOUNTAINS GLIDING CLUB**

### **DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2007**

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The directors present their report and financial statements for the year ended 31 December 2007.

#### **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 2007:

D Gosden	(Resigned 6 April 2007)
J A Horley	
M Codd	(Appointed 6 April 2007)
K Basterfield	(Appointed 6 April 2007)
R A Robertson	
G Dennis	(Appointed 6 April 2007)
C R Micklewright	(Appointed 6 April 2007)
A Bartlett	(Appointed 6 April 2007)
P Saundby	(Resigned 6 April 2007)
J Scott	

#### **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 for internal distribution to members non-statutory consolidated accounts 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

.....  
C R Micklewright  
**Director**  
.....

## **BLACK MOUNTAINS GLIDING CLUB**

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

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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 for the year ended 31 December 2007, 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 2007 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**

Kings Arms Vaults, Watton  
Brecon  
Powys  
LD3 7EF

**BLACK MOUNTAINS GLIDING CLUB****PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 2007**

	Notes	2007 £	2006 £
<b>Turnover</b>		117,624	124,024
Operating costs		(48,137)	(48,774)
<b>Gross profit</b>		69,487	75,250
Administrative expenses		(49,422)	(51,288)
Other operating income		-	250
<b>Operating surplus</b>	<b>2</b>	20,065	24,212
Other interest receivable and similar income	<b>3</b>	458	724
<b>Surplus on ordinary activities before taxation</b>		20,523	24,936
Tax on profit on ordinary activities	<b>4</b>	(90)	(104)
<b>Surplus on ordinary activities after taxation</b>	<b>10</b>	20,433	24,832

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****BALANCE SHEET  
AS AT 31 DECEMBER 2007**

	Notes	2007		2006	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	5		114,733		80,241
Investments	6		4,851		4,851
			<u>119,584</u>		<u>85,092</u>
<b>Current assets</b>					
Stocks		2,500		1,747	
Debtors	7	54,580		43,398	
Cash at bank and in hand		34,156		54,928	
			<u>91,236</u>		<u>100,073</u>
<b>Creditors: amounts falling due within one year</b>	8		<u>(9,654)</u>		<u>(10,932)</u>
<b>Net current assets</b>			<u>81,582</u>		<u>89,141</u>
<b>Total assets less current liabilities</b>			<u>201,166</u>		<u>174,233</u>
<b>Creditors: amounts falling due after more than one year</b>	9		<u>(16,750)</u>		<u>(10,250)</u>
			<u>184,416</u>		<u>163,983</u>
<b>Capital and reserves</b>					
General Reserve	10		<u>184,416</u>		<u>163,983</u>
<b>Members' funds - equity interests</b>	11		<u>184,416</u>		<u>163,983</u>

**BLACK MOUNTAINS GLIDING CLUB**

**BALANCE SHEET**

**AS AT 31 DECEMBER 2007**

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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 .....

.....  
C R Micklewright  
**Director**

# BLACK MOUNTAINS GLIDING CLUB

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2007

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### 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:

Buildings	at 2% per annum on cost
Gliders & flying equipment	at 10% per annum on cost
Ground equipment	at 10% per annum on cost

#### 1.4 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

#### 1.5 Stock

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

#### 1.6 Group accounts

The financial statements present information about the company as an individual undertaking and not about its group. The company and its subsidiary undertaking comprise a small-sized group. The company has therefore taken advantage of the exemptions provided by section 248 of the Companies Act 1985 not to prepare group accounts.

#### 1.7 Life memberships

Two Life Memberships were sold in 2002 and are being credited to income in equal instalments over ten years.

### 2 Operating surplus

	2007	2006
	£	£
Operating surplus is stated after charging:		
Depreciation of tangible assets	13,133	10,359
	<u>13,133</u>	<u>10,359</u>

### 3 Investment income

	2007	2006
	£	£
Bank interest	458	724
	<u>458</u>	<u>724</u>

# BLACK MOUNTAINS GLIDING CLUB

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2007

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### 4 Taxation

The company has no liability to corporation tax on its ordinary operations of a mutual trading members' club. Corporation tax due on interest received amounts to £104 (2006 - Nil).

### 5 Tangible fixed assets

	<b>Land and buildings</b>	<b>Gliders, Total aircraft etc</b>	
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>			
At 1 January 2007	53,344	88,879	142,223
Additions	19,807	27,818	47,625
	<hr/>	<hr/>	<hr/>
At 31 December 2007	73,151	116,697	189,848
	<hr/>	<hr/>	<hr/>
<b>Depreciation</b>			
At 1 January 2007	4,961	57,021	61,982
Charge for the year	1,463	11,670	13,133
	<hr/>	<hr/>	<hr/>
At 31 December 2007	6,424	68,691	75,115
	<hr/>	<hr/>	<hr/>
<b>Net book value</b>			
At 31 December 2007	66,727	48,006	114,733
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 31 December 2006	48,383	31,858	80,241
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# BLACK MOUNTAINS GLIDING CLUB

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2007

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### 6 Fixed asset investments

	<b>Unlisted investments £</b>
<b>Cost</b>	
At 1 January 2007 & at 31 December 2007	4,851
<b>Net book value</b>	
At 31 December 2007	4,851
At 31 December 2006	4,851

The company holds 100% of the ordinary share capital of Talgarth Airfield Limited, a company which provides the airfield and associated services for the Black Mountains Gliding Club. Talgarth Airfield Ltd, company no. 03539410, registered in the UK, is a private limited company.

The aggregate amount of share capital and reserves of Talgarth Airfield Limited at 31st December 2007 was £19,397 (2006 - £18,512) and its profit for the year £884 (2006 - £3,656).

Unlisted investments are debentures in Talgarth Airfield Ltd and one ordinary share of £1 in that company.

<b>7 Debtors</b>	<b>2007 £</b>	<b>2006 £</b>
Amounts owed by group undertakings and undertakings in which the company has a participating interest	52,800	41,750
Other debtors	1,780	1,648
	<u>54,580</u>	<u>43,398</u>

<b>8 Creditors: amounts falling due within one year</b>	<b>2007 £</b>	<b>2006 £</b>
Trade creditors	3,382	6,660
Taxation and social security	382	586
Other creditors	5,890	3,686
	<u>9,654</u>	<u>10,932</u>

# BLACK MOUNTAINS GLIDING CLUB

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2007

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9	Creditors: amounts falling due after more than one year	2007 £	2006 £
	Other creditors	16,750	10,250
		<u>16,750</u>	<u>10,250</u>
	<b>Analysis of loans</b>		
	Not wholly repayable within five years by instalments	-	2,000
	Wholly repayable within five years	16,750	8,250
	<b>Loan maturity analysis</b>		
	In more than one year but not more than two years	5,500	2,500
	In more than two years but not more than five years	11,250	5,750
	In more than five years	-	2,000
		<u>16,750</u>	<u>10,250</u>

### 10 Statement of movements on reserves

	General Reserve £
Balance at 1 January 2007	163,983
Retained surplus for the year	20,433
	<u>184,416</u>
Balance at 31 December 2007	<u>184,416</u>

11	Reconciliation of movements in members' funds	2007 £	2006 £
	Profit for the financial year	20,433	24,832
	Opening shareholders' funds	163,983	139,151
		<u>184,416</u>	<u>163,983</u>
	Closing members' funds	<u>184,416</u>	<u>163,983</u>

### 12 Related party transactions

The wholly owned subsidiary, Talgarth Airfield Ltd, owns the airfield from which the club operates. In the year the company paid Talgarth Airfield Limited £2,400 (2006 - £5,100) for the use of the airfield.