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Registration number: 09285572

# Honiton Golf Club Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 30 June 2019



Easterbrook Eaton Limited  
Chartered Accountants  
Cosmopolitan House  
Old Fore Street  
Sidmouth  
Devon  
EX10 8LS

## Honiton Golf Club Limited

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# Honiton Golf Club Limited

## Company Information

<b>Directors</b>	Mr R Graham Mrs J Seagar Mrs O Eaton Mr R Underwood Mr W Pollock Mr J Tierney
<b>Company secretary</b>	Mr A Cave
<b>Registered office</b>	Middlehills Honiton Devon EX14 9TR
<b>Accountants</b>	Easterbrook Eaton Limited Chartered Accountants Cosmopolitan House Old Fore Street Sidmouth Devon EX10 8LS

## Honiton Golf Club Limited

### Directors' Report for the Year Ended 30 June 2019

The directors present their report and the financial statements for the year ended 30 June 2019.

#### **Directors of the company**

The directors who held office during the year were as follows:

Mr R Graham

Mr P Clarke (resigned 6 December 2018)

Mrs J Seagar

Mrs O Eaton

Mr J Liell (appointed 7 February 2019 and resigned 13 March 2019)

Mr R Underwood (appointed 7 February 2019)

Mr R Beard (resigned 7 February 2019)

Mr W Pollock

Mr J Tierney

#### **Principal activity**

The principal activity of the company is the operation of a sports facility and members club.

#### **Small companies provision statement**

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved by the Board on 26 November 2019 and signed on its behalf by:



.....  
Mr A Cave  
Company secretary

**Chartered Accountants' Report to the Board of Directors on the Preparation of the  
Unaudited Statutory Accounts of  
Honiton Golf Club Limited  
for the Year Ended 30 June 2019**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Honiton Golf Club Limited for the year ended 30 June 2019 as set out on pages 4 to 13 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 at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

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

It is your duty to ensure that Honiton Golf Club Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Honiton Golf Club Limited. You consider that Honiton Golf Club Limited 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 accounts of Honiton Golf Club Limited. 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 accounts.

.....  
Easterbrook Eaton Limited  
Chartered Accountants  
Cosmopolitan House  
Old Fore Street  
Sidmouth  
Devon  
EX10 8LS  
26 November 2019



## Honiton Golf Club Limited

### Profit and Loss Account for the Year Ended 30 June 2019

	Note	2019 £	2018 £
Turnover		436,120	405,484
Cost of sales		<u>(73,411)</u>	<u>(57,522)</u>
Gross profit		362,709	347,962
Administrative expenses		(355,666)	(355,164)
Other operating income		<u>9,351</u>	<u>11,421</u>
Operating profit		<u>16,394</u>	<u>4,219</u>
Other interest receivable and similar income		1,558	1,194
Interest payable and similar expenses		<u>(2,398)</u>	<u>(2,580)</u>
		<u>(840)</u>	<u>(1,386)</u>
Profit before tax		15,554	2,833
Taxation		<u>(682)</u>	<u>-</u>
Profit for the financial year		<u><u>14,872</u></u>	<u><u>2,833</u></u>

The above results were derived from continuing operations.

The company has no recognised gains or losses for the year other than the results above.

The notes on pages 8 to 13 form an integral part of these financial statements.

**Honiton Golf Club Limited**  
**(Registration number: 09285572)**  
**Balance Sheet as at 30 June 2019**

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	3	472,131	438,170
<b>Current assets</b>			
Stocks	4	17,944	16,519
Debtors	5	15,474	12,286
Cash at bank and in hand		<u>159,599</u>	<u>90,167</u>
		193,017	118,972
<b>Creditors: Amounts falling due within one year</b>	6	<u>(212,268)</u>	<u>(118,806)</u>
<b>Net current (liabilities)/assets</b>		<u>(19,251)</u>	<u>166</u>
<b>Total assets less current liabilities</b>		452,880	438,336
<b>Creditors: Amounts falling due after more than one year</b>	6	<u>(57,715)</u>	<u>(58,043)</u>
<b>Net assets</b>		<u>395,165</u>	<u>380,293</u>
<b>Capital and reserves</b>			
Other reserves		355,869	355,869
Profit and loss account		<u>39,296</u>	<u>24,424</u>
<b>Total equity</b>		<u>395,165</u>	<u>380,293</u>

For the financial year ending 30 June 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

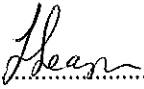
- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

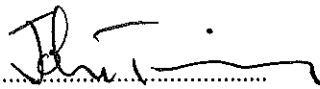
These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

**Honiton Golf Club Limited**  
**(Registration number: 09285572)**  
**Balance Sheet as at 30 June 2019**

Approved and authorised by the Board on 26 November 2019 and signed on its behalf by:

  
.....

Mrs J Seagar  
Director

  
.....

Mr J Tierney  
Director



## Honiton Golf Club Limited

### Statement of Changes in Equity for the Year Ended 30 June 2019

	<b>Other reserves</b>	<b>Profit and loss</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
At 1 July 2018	355,869	24,424	380,293
Profit for the year	-	14,872	14,872
Total comprehensive income	-	14,872	14,872
At 30 June 2019	<u>355,869</u>	<u>39,296</u>	<u>395,165</u>
	<b>Other reserves</b>	<b>Profit and loss</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
At 1 July 2017	355,869	21,591	377,460
Profit for the year	-	2,833	2,833
Total comprehensive income	-	2,833	2,833
At 30 June 2018	<u>355,869</u>	<u>24,424</u>	<u>380,293</u>

# Honiton Golf Club Limited

## Notes to the Financial Statements for the Year Ended 30 June 2019

### 1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Middlehills

Honiton

Devon

EX14 9TR

These financial statements were authorised for issue by the Board on 26 November 2019.

### 2 Accounting policies

#### Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

#### Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

#### Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

#### Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

#### Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

## Honiton Golf Club Limited

### Notes to the Financial Statements for the Year Ended 30 June 2019

#### Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Course machinery and equipment	20% reducing balance
Furniture and fittings	20% reducing balance
3 phase electricity	10% reducing balance
Irrigation	10% reducing balance
Computer equipment	25% reducing balance
Greenkeepers pavilion	10% reducing balance
Machinery sheds	10% reducing balance
Clubhouse	1.25% reducing balance
Bungalow	1.25% reducing balance

#### Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

#### Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

#### Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

## **Honiton Golf Club Limited**

### **Notes to the Financial Statements for the Year Ended 30 June 2019**

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### **Leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease. Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

#### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

## Honiton Golf Club Limited

### Notes to the Financial Statements for the Year Ended 30 June 2019

#### 3 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Total £
<b>Cost or valuation</b>			
At 1 July 2018	289,328	260,788	550,116
Additions	-	88,427	88,427
Disposals	(5,847)	(10,624)	(16,471)
At 30 June 2019	283,481	338,591	622,072
<b>Depreciation</b>			
At 1 July 2018	7,332	104,614	111,946
Charge for the year	3,035	40,145	43,180
Eliminated on disposal	-	(5,185)	(5,185)
At 30 June 2019	10,367	139,574	149,941
<b>Carrying amount</b>			
At 30 June 2019	273,114	199,017	472,131
At 30 June 2018	281,996	156,174	438,170

## Honiton Golf Club Limited

### Notes to the Financial Statements for the Year Ended 30 June 2019

Included within the net book value of land and buildings above is £273,114 (2018 - £281,996) in respect of freehold land and buildings.

#### Land and buildings analysis

	Cost	Net Book Amount 2019	Net Book Amount 2018
Land	80,971	80,971	86,818
Bungalow	17,319	16,678	16,888
Club House	175,839	169,327	171,471
Caravan Site	1	1	1
Machinery Sheds	2,801	1,839	2,042
Storm Shelters	2	2	2
Greenkeepers Pavilion	6,548	4,296	4,774
	<u>283,481</u>	<u>273,114</u>	<u>281,996</u>

#### Other property, plant and equipment analysis

	Cost	Net Book Amount 2019	Net Book Amount 2018
Course Machinery and Equipment	187,520	103,580	76,513
Furniture and Fittings	47,958	23,379	21,335
Computer Equipment	3,962	1,790	1,633
3 Phase Electricity	6,812	4,469	4,966
Irrigation	70,956	46,554	51,727
	<u>317,208</u>	<u>179,772</u>	<u>156,174</u>

#### 4 Stocks

	2019 £	2018 £
Other inventories	<u>17,944</u>	<u>16,519</u>

#### 5 Debtors

	2019 £	2018 £
Prepayments	11,946	11,656
Other debtors	<u>3,528</u>	<u>630</u>
	<u>15,474</u>	<u>12,286</u>

## Honiton Golf Club Limited

### Notes to the Financial Statements for the Year Ended 30 June 2019

#### 6 Creditors

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

	Note	2019 £	2018 £
<b>Due within one year</b>			
Bank loans and overdrafts	8	11,572	9,054
Taxation and social security		3,912	3,170
Accruals and deferred income		12,870	9,805
Other creditors		183,914	96,777
		<u>212,268</u>	<u>118,806</u>

##### Creditors: amounts falling due after more than one year

	Note	2019 £	2018 £
<b>Due after one year</b>			
Loans and borrowings	8	<u>57,715</u>	<u>58,043</u>

#### 7 Share capital

#### 8 Loans and borrowings

	2019 £	2018 £
<b>Non-current loans and borrowings</b>		
Finance lease liabilities	17,715	18,043
Other borrowings	40,000	40,000
	<u>57,715</u>	<u>58,043</u>

	2019 £	2018 £
<b>Current loans and borrowings</b>		
Finance lease liabilities	<u>11,572</u>	<u>9,054</u>

## Honiton Golf Club Limited

### Detailed Profit and Loss Account for the Year Ended 30 June 2019

	2019 £	2018 £
Turnover (analysed below)	436,120	405,484
Cost of sales (analysed below)	<u>(73,411)</u>	<u>(57,522)</u>
Gross profit	<u>362,709</u>	<u>347,962</u>
Gross profit (%)	83.17%	85.81%
<b>Administrative expenses</b>		
Employment costs (analysed below)	(186,608)	(182,228)
Establishment costs (analysed below)	(70,712)	(74,664)
General administrative expenses (analysed below)	(62,733)	(59,701)
Finance charges (analysed below)	(3,788)	(4,124)
Depreciation costs (analysed below)	(43,180)	(34,447)
Other expenses (analysed below)	<u>11,355</u>	<u>-</u>
	(355,666)	(355,164)
Other operating income (analysed below)	<u>9,351</u>	<u>11,421</u>
Operating profit	<u>16,394</u>	<u>4,219</u>
Other interest receivable and similar income (analysed below)	1,558	1,194
Interest payable and similar expenses (analysed below)	<u>(2,398)</u>	<u>(2,580)</u>
	<u>(840)</u>	<u>(1,386)</u>
Profit before tax	<u>15,554</u>	<u>2,833</u>

This page does not form part of the statutory financial statements.



## Honiton Golf Club Limited

### Detailed Profit and Loss Account for the Year Ended 30 June 2019

	2019 £	2018 £
<b>Turnover</b>		
Subscriptions and locker rents	304,354	307,962
Green fees	84,293	61,411
Bar surplus (see below)	20,044	17,564
In house catering income	6,520	-
Coffee machine surplus	2,285	1,953
Caravan rent	1,246	941
Advertising income	950	2,250
Competitions	6,803	4,645
Rent receivable	9,625	8,758
	<u>436,120</u>	<u>405,484</u>
<b>Cost of sales</b>		
Purchases	(43,079)	(27,558)
In house catering costs	(6,984)	-
Hire of plant and machinery (Operating leases)	(23,348)	(29,964)
	<u>(73,411)</u>	<u>(57,522)</u>
<b>Employment costs</b>		
Greenkeepers' wages	(116,226)	(113,194)
Office staff wages	(65,325)	(64,171)
Staff pensions (Defined contribution)	(5,057)	(4,053)
Office staff training	-	(810)
	<u>(186,608)</u>	<u>(182,228)</u>
<b>Establishment costs</b>		
Rates	(22,965)	(22,572)
Water rates	(3,142)	(3,751)
Light, heat and power	(19,820)	(17,702)
General upkeep	(8,158)	(11,502)
Equipment repairs	(16,627)	(19,137)
	<u>(70,712)</u>	<u>(74,664)</u>
<b>General administrative expenses</b>		
Telephone	(1,953)	(1,874)
Computer software and maintenance costs	(3,336)	(2,684)
Printing, postage and stationery	(6,112)	(4,941)
Insurance	(5,430)	(8,213)
Trade subscriptions	(10,630)	(9,058)
Sundry expenses	(924)	(767)
Laundry, sanitation and cleaning	(18,147)	(17,474)
Motor expenses	(84)	(62)

This page does not form part of the statutory financial statements.

## Honiton Golf Club Limited

### Detailed Profit and Loss Account for the Year Ended 30 June 2019

	2019 £	2018 £
Advertising	(1,277)	(1,743)
Accountancy, bookkeeping and payroll	(2,735)	(3,719)
Legal and professional fees	(5,346)	(2,415)
Irrecoverable VAT	(6,759)	(6,751)
	(62,733)	(59,701)
<b>Finance charges</b>		
Bank charges	(1,523)	(1,791)
Credit card charges	(2,265)	(2,333)
	(3,788)	(4,124)
<b>Depreciation costs</b>		
Depreciation of course machinery and equipment	(25,895)	(19,128)
Depreciation of furniture and fittings	(5,845)	(5,334)
Depreciation of 3 phase electricity	(497)	(552)
Depreciation of irrigation	(7,311)	(5,747)
Depreciation of computer equipment	(597)	(544)
Depreciation of greenkeepers pavillion	(477)	(530)
Depreciation of machinery sheds	(204)	(227)
Depreciation of clubhouse and bungalow	(2,354)	(2,385)
	(43,180)	(34,447)
<b>Other expenses</b>		
Profit/(loss) on disposal of tangible fixed assets	11,355	-
<b>Other operating income</b>		
Donations	9,351	11,421
<b>Other interest receivable and similar income</b>		
Bank interest receivable	1,558	1,194
<b>Interest payable and similar expenses</b>		
Bank interest payable	-	(19)
Other loan interest payable	(900)	(901)
Hire purchase interest	(1,498)	(1,660)
	(2,398)	(2,580)

This page does not form part of the statutory financial statements.

## Honiton Golf Club Limited

### Detailed Profit and Loss Account for the Year Ended 30 June 2019

	2019 £	2018 £
<b>Bar account analysis</b>		
<b>Bar sales</b>	91,949	82,007
<b>Bar Costs</b>		
Purchases adjusted for stock	36,814	32,925
Bar staff wages	31,356	29,940
Maintenance and sundries	3,735	1,578
<b>Net surplus</b>	<u>20,044</u>	<u>17,564</u>

