Cronkbourne Sports & Social Club Limited

Financial statements

For the year ended 30 April 2018

Charity registration number 915

Incorporated in the Isle of Man Company Number 110962C

Contents

Directors' report

The Directors present their annual report and financial statements of the Company for the year ended 30 April 2018.The financial statements comply in all material respects with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

Principal activity
The Company was incorporated on 27 May 2004 to carry on the activities formerly carried on by Cronkbourne Sports & Social Club, an unincorporated association. At the same time, it was agreed that Gymnasium AFC would amalgamate their club and their related net assets, with the Company.

The Company is registered as a charity under the Charities Registration Act 1989, registration number 915, and its principal objective is to promote the playing of sport, primarily at this time, cricket, hockey and football.

All three sports committees liaise closely with their governing bodies, generally following suggested recommendations made by them. Between the sections, they run a large number of senior teams, with the cricket and hockey sections also having burgeoning junior sections. The Company runs open indoor training sessions for younger juniors, to aid the Manx Youth Games initiative. Our ground is used to host these cricket games, and is also made available to schools for training and matches. Training camps are held during the school holidays, with flyers going to local schools with occasional visits. Media contacts are always very obliging and the coverage from them effective. A continuing and fruitful source of recruitment is through word of mouth introductions from existing members and their parents.

Directors
The Directors who held office during the period were as follows:
G Karran
T Hewson
J Stokoe
T Leeming

In accordance with the Articles of Association, all directors retire and may seek re-election at the Annual General Meeting. Directors are nominated by the Trustees of Cronkbourne Cricket Club and the three sport sections, maintaining office until the members' next general meeting. It is the members that vote for their representatives to the board. The directors are not remunerated.

Statement of Directors' responsibilities
The Directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable Isle of Man law and regulations.
Company law requires the Directors to prepare financial statements for each financial year which meet the requirements of Isle of Man company law. In addition, the Directors have elected to prepare the financial statements in accordance with UK Accounting Standards.
The financial statements are required by law to 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 year. In preparing these 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;
- state whether applicable accounting standards have been followed, subject to any
- material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

Directors' report (continued)

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Acts 1931 to 2004 and the Charities Registration Act 1989.

They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Under applicable Isle of Man law the Directors are also responsible for preparing a Directors' Report that complies with that law.

The directors generally meet once every six weeks, and very often more frequently if considered necessary.

Independent Examiner
Michael Gardner was re-appointed at the last Annual General Meeting. A resolution for his reappointment as Independent Examiner of the Company is to be proposed at the forthcoming Annual General Meeting.

Results and Financial Review
The results for the year are shown in the attached financial statements and the directors are very satisfied with the performance.

During the period, revenues raised by the sport sections have virtually been sufficient to cover outgoing expenditure, with assistance in some cases from cash balances already held. Funds that are maintained are being earmarked for potential purchases of equipment, kit and machinery, as considered necessary. Prudent management of the resources is a key objective, however there is no intention of building up bank balances unless there is a specific need to do so.

The three sport sections operate their own bank accounts under individual mandates, with each having a company director named as an authorised signatory. These accounts need to remain in credit, otherwise the section committees have discretion to raise funds from subscriptions, sponsorship and fund raising activities in order to fund their agreed spending plans.

The maintenance and improvements carried out at the clubhouse facility have been financed by revenues raised by members' use of it, with further improvements planned for the coming year.
It has been an excellent financial performance by the Company, with sponsorship income across the board being used to assist in general running costs.

The accounts show that the club's revenue streams come from this sponsorship support, membership fees, general fund raising activities and profits raised from members' clubhouse usage.

Subscriptions are set annually with the intention that they, along with other income streams, cover all anticipated expenditure whilst maintaining prudent reserves.

Subject to the Reserves and Risk Management policy, all monies are used to further the company's objects.

Directors' report (continued)

Reserves and Risk Management policy
The Board of Directors understand the charity's requirements for reserves in light of perceived risks. The directors consider that the current reserves stand at an acceptable level, and see the principal risks as being as follows:

Tenure over ground at Tromode
This has been secured by the Trustees of Cronkbourne Cricket Club, having signed an agreement with the Department of Education & Children that runs until the year 2037.

Loss of Clubhouse facility
The clubhouse is owned by the Trustees of Cronkbourne Cricket Club, who have given a rolling annual agreement to the Company allowing it sole usage rights. The Company is responsible for all maintenance costs, with substantial amounts of money being spent on plumbing, electrics and decoration in recent years. Whilst no specific sum has been set aside to cover exceptional work that may be required, the Company holds a healthy reserve to cover most eventualities including that for general maintenance and running costs. The Company is insured for the loss of the clubhouse, its contents, earnings derived from this loss and public liability cover.

Damage and injury claims
Once again the Company has the required insurance cover.

Banking fraud or collapse
Deposits are protected by the IOM Depositors' Protection Scheme;
Financial management accounts are prepared monthly;
Directors are amongst authorised signatories on every bank account.

By order of the board

Secretary

INDEPENDENT EXAMINER'S REPORT

Independent Examiner's Report to the Directors (hereinafter "Directors") of Cronkbourne Sports & Social Club Limited, Isle of Man Charity Registration Number 915

I hereby report on the financial statements of Cronkbourne Sports & Social Club Limited for the year ended 30 April 2018, which are set out in the attached pages 5 to 10.

Respective responsibilities of trustees and examiner
The Directors are responsible for the preparation of the financial statements for the charity. The Directors consider that an audit is not required for this year under section 5 of the Charity Registration Act 1989 ("the Act") and that an independent examination is appropriate.

It is my responsibility to:-

- examine the financial statements; and
- state whether particular matters have come to my attention.

Basis of independent examiner's report
My examination was carried out taking into consideration general guidance given by the General Registry. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and the seeking of explanations from you as Directors concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the financial statements present a 'true and fair' view and the report is limited to those matters set out in the statement below.

Independent examiner's statement
In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with regulations made under section 11(1)(a) of the Act;
- to prepare financial statements in accordance with regulations made under section 11(1)(b) of the Act;

have not been met; and

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

Signature:	

Name: **Michael Gardner**

Relevant professional qualification or body: **Fellow of the Institute of Chartered Accountants in England & Wales**

Address: **Barregarrow House, Barregarrow Crossroads, Kirk Michael, Isle of Man, IM6 1AX**

Date: 1 August 2018

Income and expenditure account
for the year ended 30 April 2018

		2018		2017
	£	£	£	£
Trading income				
Bar Sales		**47,502**		49,330
Opening stock	**3,760**		3,006	
Purchases	**23,671**		23,232	
	27,431		26,238	
Closing stock	**(4,272)**	**23,159**	(3,760)	(22,478)
Gross profit		**24,343**		26,852
Bar expenses	**(9,608)**		(8,913)	
		(9,608)		(8,913)
Net bar profit		**14,735**		17,939
Other Income				
Donations - clubhouse use		**5,140**		7,580
Other income		**3,925**		3,443
Bank interest		**4**		3
		23,804		28,965
Central overheads		**(15,027)**		(20,904)
		8,777		8,061
Surplus/(deficit) on sports sections (see Appendix)				
Hockey	**(4,892)**		(4,066)	
Cricket	**4,137**		831	
Football	**(451)**		(455)	
		(1,206)		(3,690)
Net surplus for the period		**7,571**		4,371

The notes on pages 7 to 10 form part of these financial statements.

In both the current and preceding period, the Company had no recognised gains and losses other than the profit for the period, and accordingly a separate statement of recognised gains and losses is not presented.

The Directors consider that the Company's activities are continuing.

Balance sheet
as at 30 April 2018

	Notes	2018 £	2017 £
Fixed Assets	3	-	-
Current Assets			
Cash and cash equivalents		106,930	113,609
Bar float		350	988
Stock – bar		4,272	3,760
Debtors & prepayments	5	1,513	1,649
Total assets		113,065	120,006
Creditors: amounts falling due within 1 year			
Trade creditors and accruals	4	(18,951)	(33,463)
Net Assets		94,114	86,543
Financed by:			
Reserves	7	64,622	57,051
Capital Fund		29,492	29,492
Total accumulated reserves		94,114	86,543

The notes on pages 7 to 10 form part of these financial statements. They were approved and authorised for issue on behalf of the Board by:

Director   Date 01/08/18

Director   Date 01/08/18

Notes to the financial statements
for the year ended 30 April 2018

1 Accounting policies

The significant accounting policies adopted by the Company are summarised below. The accounting policies have been applied consistently throughout the year and in the preceding year. The Company was incorporated on 27 May 2004 in the Isle of Man with a registered office situated at The Clubhouse, Tromode Road, Douglas, to carry on the activities formerly carried on by Cronkbourne Sports & Social Club, an unincorporated association. At the same time, it was agreed that Gymnasium AFC would amalgamate their club, and their related net assets, with the Company.

Basis of preparation

(a) The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Isle of Man Companies Acts 1931 to 2004.

The preparation of financial statements in conformity with FRS102 requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 2.

(b) Going concern basis
The Company meets its day to day working capital requirements through its normal operating activities without the need for bank loans or overdraft facilities. The Company's forecasts and projections, taking account of reasonably possible changes in operating performance, show that the Company should be able to continue to operate in this manner and the directors are satisfied that the company will continue to operate as a going concern for a period of at least 18 months from the balance sheet date. The financial statements have therefore been prepared on a going concern basis under the historic convention.

(c) Revenue recognition
Revenue is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from government and other grants, whether capital or revenue, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably.

The Company recognises revenue when (i) the significant risks and rewards of ownership have been transferred to the buyer; (ii) the Company retains no continuing involvement or control over the goods; (iii) the amount of revenue can be measured reliably and (iv) it is probable that future economic benefit will flow to the entity.

The charity benefits greatly from the involvement and support of its many volunteers. In accordance with FRS102 and the Charities SORP, the economic contribution of general volunteers is not recognised in these accounts.

(d) Taxation
As a registered charity, the Company is exempt from Isle of Man income tax.

(e) Fixed assets are stated in the balance sheet gross of any grants received and are depreciated over their estimated useful economic lives on a straight line basis as follows:

Fixtures and fittings	10 years
Cricket equipment	10 years

Grants received are treated as deferred income and amortised over the same period as the depreciation on the asset to which the grant refers.

(f) Interest receivable
Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

(g) For the purposes of the financial statements it has been assumed that as at the balance sheet date the cricket season has not yet started and the football and hockey seasons have finished.

(h) All purchases of kit are written off in the year of purchase.

(i) Fund accounting
Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the entity's operations or for specified projects undertaken by the Company.

(j) Cash at bank and in hand
Cash at bank and cash in hand includes cash and short term highly liquid investments with an original maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

(k) Creditors and provisions
Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

(l) Financial instruments
The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments as defined by Section 11 of FRS102. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Notes to the financial statements (continued)
for the year ended 30 April 2018

(m) Reconciliation with previous Generally Accepted Accounting Practice:
In preparing the financial statements, the directors have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required and have concluded that restatement is not required.

2. **Critical accounting judgements and estimation uncertainty**
Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable in the circumstances. There were no critical accounting judgements and estimates made by the directors in the preparation of these financial statements.

3. **Fixed assets**

	At end of Period £	Additions/ (Disposals)	At beginning of period £
Cost			
Fixtures & fittings	**64,603**	-	**64,603**
Cricket equipment	**8,160**	-	**8,160**
	72,763	-	**72,763**
Depreciation			
Fixtures & fittings	**64,603**	-	**64,603**
Cricket equipment	**8,160**	-	**8,160**
	72,763	-	**72,763**
Net book value	-		-
Capital grants received			
Cost	**15,512**	-	**15,512**
Amortisation	**(15,512)**	-	**(15,512)**
	-	-	-

The building which Cronkbourne Sports & Social Club occupies is owned by a separate trust, the Trustees of which are Geoff Karran, Trevor Kelly, Roy Garnett and Peter Crompton. As a result, the building is not included within these financial statements.

Notes to the financial statements (continued)
for the year ended 30 April 2018

4. **Creditors: amounts falling due within one year**

	2018 £	2017 £
Bar purchases & expenses	**451**	1,405
Light & heat	**-**	583
Hockey expenses	**15,945**	26,730
Cricket expenses	**2,555**	4,745
	18,951	33,463

5. **Debtors**

	2018 £	2017 £
Hockey	**1,513**	1,649
	1,513	1,649

6. **Charitable and legal status**

The Company is a registered charity in the Isle of Man under the Charities Registration Act 1989. It is a company limited by guarantee and without share capital.

7. **Reserves**

	2018 £	2017 £
Income and expenditure account brought forward	**57,051**	52,680
Surplus for the period	**7,571**	4,371
Income and expenditure account carried forward	**64,622**	57,051

APPENDIX

Analysis of central overheads

	2018	2017
	£	£
Property repairs	**3,874**	9,536
Cleaning	**2,714**	2,216
Heat & light	**2,396**	2,777
Telephone	**881**	1,210
Insurance	**2,981**	2,895
Refuse	**111**	492
General Clubhouse expenditure	**901**	341
TV costs	**1,059**	1,154
Water	**110**	283
	15,027	20,904

Analysis of other income

	2018	2017
	£	£
Sponsorship	**3,050**	1,050
Ground Rental	**875**	500
Fund raising	**-**	1,893
	3,925	3,443

APPENDIX

Analysis of surplus/(deficit) on sports sections

	2018				2017
	Hockey £	Cricket £	Football £	Total £	Total £
Income					
Match fees/subscriptions	19,544	4,786	4,450	28,780	28,780
Sponsorship	4,000	5,000	3,000	12,000	11,250
Kit income	723	-	-	723	-
Fund raising	762	-	2,376	3,138	5,838
Interest	3	3	-	6	7
Sundry	-	1,111	80	1,191	359
Total income for the period	25,032	10,900	9,906	45,838	47,722
Expenditure					
Affiliation fees etc.	16,860	100	735	17,695	4,480
Pitch repairs and maintenance	-	1,053	1,592	2,645	1,519
Travel	3,997	-	-	3,997	3,404
Kit/Equipment	5,501	1,320	1,162	7,983	10,342
Pitch/net hire	-	953	3,340	4,293	19,844
Coaching and training fees	-	100	-	100	1,681
Sundry expenses	1,915	3,237	2,755	7,907	7,252
Referees'/umpires' expenses	1,651	-	773	2,424	2,890
Total expenditure for the period	29,924	6,763	10,357	47,044	51,412
Surplus/(deficit) for the period	(4,892)	4,137	(451)	(1,206)	(3,690)