

# MONOPOSTO RACING CLUB LIMITED

A Company Limited by Guarantee - Registered number - 05275303

## Directors' Report For The Year Ended 31 December 2015

The principal activity of the company is to provide a members' club for those wishing to compete in its cost effective single seater racing car categories, and to offer educational, training, and social facilities to current, past and prospective drivers, owners, and enthusiasts for its racing categories.

The results for the period are shown in the profit and loss account. Entry fees in the Club's race series continued to be set at highly competitive levels. Entry levels have risen in the year, especially in the 2 litre classes, leading to a few races where we had capacity or near capacity grids. As a result we produced a healthy surplus, which enables us to continue to fulfil our aims as a Community Amateur Sports Club ("CASC") by providing the most cost effective entry to single seater motor sport in the UK, which probably also means in the world. The main championship was very well supported which gave a good surplus, enabling us to offer excellent value for money in our Autumn Tiedeman Trophy, named after our founder Frank Tiedeman, which attracted several new entrants and gave entertaining racing for both competitors and spectators.

As a CASC we believe we have a responsibility to not only offer value-for-money racing, but also to support the world of education. As well as presenting cars to local schools throughout the country, encouraging an interest in engineering and STEM subjects, we were delighted to welcome 4 teams representing universities and colleges offering motorsport education. All demonstrated the outstanding quality of engineering education in the UK. We were pleased to offer a modest "STEM" trophy based on "index of performance" for such teams and it was a mark of the quality of our educational teams that it was won by a margin of 0.35% - a tight and exciting competition that many commercial championships might wish to emulate.

We continue to operate the SUNBAC sponsored Nova awards which offer an annual prize of almost £1,200 worth of race entries for drivers new to racing. As a CASC we believe it is important to encourage new entrants to the sport, and we are proud to do so whilst perpetuating the name of a much respected Midlands motoring club which encouraged grass-roots competition. We are also pleased to say that it is the intention of the club to continue this competition in name and nature following the end of the generous sponsorship which SUNBAC provided to us.

Once more we attended the Race Retro exhibition, which spreads the (to some surprising) fact that single seater racing can be more cost effective than saloons or sports cars. While commercial racing becomes ever more esoteric, expensive and in many cases boring we continue to encourage cost effective, enjoyable and spectacular club motor sport.

The manner in which races are necessarily contracted and paid for requires a high level of cash reserves. Accordingly, we offered a discount to a number of competitors committing to a full season. Additionally, the risks facing the club with high fixed race costs and very uncertain entry income require a reasonable level of reserves to protect the club.

The principal risks faced by the club are the prices charged by race organisers, cancellation risk and, especially, the level of entries. The directors seek to address the latter risk by making the classes competitive, fair and attractive to enter.

The directors who served during the year are:

NH Harrison (Chairman)

AC Cotton

DE Cox

MR Giles

S Harvey-Dittmann

D McLay

EC Guest

TJ Clark

E Sergison

Appointed 14 February 2015

J Reed

Appointed 14 February 2015

Mr AC Cotton, and Mr EC Guest retire by rotation and, being eligible, offer themselves for reappointment. Mr NH Harrison and Mrs S Harvey-Dittmann retire and do not offer themselves for re-election. Mr M Smith and Mr K Couling offer themselves for election.

# **MONOPOSTO RACING CLUB LIMITED**

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## **Directors' Report For The Year Ended 31 December 2015 (continued)**

### **Statement of Directors' Responsibilities**

The directors are responsible for preparing the directors' report and the financial statements in accordance with applicable law and regulations. Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK 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 directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and 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 2006. 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.

**By Order of the Board**

**AC Cotton, Secretary, 5 January 2016**

# MONOPOSTO RACING CLUB LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2015

	Notes	2015 £	2014 £
<b>Income</b>			
Subscriptions		14,155	15,565
Race Income		192,281	172,580
AGM/Prizegiving Function		4,094	4,868
Donations		5,504	2,922
Special events & other sundry income		1,560	1,013
Sponsorship		6,400	3,784
Interest		-	-
		<u>223,994</u>	<u>200,732</u>
<b>Expenditure</b>			
Race Costs		174,061	174,289
Trophies		1,307	1,169
Scrutineer		1,799	158
AGM/Prizegiving Function		3,382	4,104
Club Administration		16,391	17,622
Room Hire and Meeting Expenses		5,135	3,491
Printing and postage		711	633
Publicity		619	1,166
Special Events		1,500	1,082
Bank and Card Charges		1,198	943
		<u>206,103</u>	<u>204,657</u>
<b>Surplus / (Loss) for the year</b>		<b>17,891</b>	<b>(3,925)</b>
<b>Opening profit and loss account at 1 January 2015</b>		<b>19,153</b>	<b>23,078</b>
<b>Closing profit and loss account at 31 December 2015</b>		<b>37,044</b>	<b>19,153</b>

# MONOPOSTO RACING CLUB LIMITED

## BALANCE SHEET AS AT 31 DECEMBER 2015

		2015	2014
	Notes	£	£
<b>Tangible Fixed Assets</b>	3	-	-
<b>Current Assets</b>			
Prepayments		251	583
Cash at Bank		64,420	43,099
		<u>64,671</u>	<u>43,682</u>
<b>Current Liabilities – Amounts falling due within one year</b>			
Accruals		11,086	7,988
		<u>53,585</u>	<u>35,694</u>
<b>Net Current Assets</b>		<u>53,585</u>	<u>35,694</u>
<b>Net Assets less Current Liabilities</b>		<u>53,585</u>	<u>35,694</u>
<b>Capital and Reserves</b>			
Capital Reserve	5	16,541	16,541
Profit and Loss Account		37,044	19,153
		<u>53,585</u>	<u>35,694</u>

For the year ending 31 December 2015, the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The accounts were approved by the Board on 5 January 2016 and signed on its behalf:

**AC Cotton**  
Director

**5 January 2016**

# MONOPOSTO RACING CLUB LIMITED

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2015

### 1 Accounting policies

The principal accounting policies consistently adopted in the preparation of the accounts are set out below.

- a) The accounts have been prepared under the historical cost convention in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).
- b) Income represents subscriptions, sponsorship, race entry fees, dinner dance tickets, donations and other sundry income received or receivable in respect of activities undertaken in the period.
- c) Sponsorship received is credited to the income and expenditure account in the period that the related costs are incurred.
- d) Race costs have been re-defined in 2015 to include the direct costs of administration and trophies. 2014 comparatives have been amended accordingly.
- e) The accounts do not include a cash flow statement because the company is a small reporting entity and is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash Flow Statements".
- f) Stocks are valued at the lower of cost and net realisable value.

### 2 Profit before Tax

No remuneration was paid to employees, directors, officers, or auditors.

### 3 Fixed Assets

Cost	Display equipment £
At 1 January 2015 and 31 December 2015	<u>470</u>
<b>Depreciation</b>	
At 1 January 2015 and 31 December 2015	<u>470</u>
<b>Net Book values</b>	
<b>At 31 December 2015 and 31 December 2014</b>	<u><u>-</u></u>

### 4 Transactions with Directors

There were no transactions in the period with directors except for normal membership transactions at standard rates and payment of expenses incurred.

### 5 Capital Reserve

The Capital Reserve of £16,541 arises on the transfer of the net assets of the unincorporated Monoposto Racing Club to the company in 2004 for nil consideration.

### 6 Limited by Guarantee

The company is limited by guarantee. In the event of the company being wound up each member has undertaken to contribute a sum not exceeding one pound.