

MONOPOSTO RACING CLUB LIMITED

A Company Limited by Guarantee - Registered number - 05275303

Directors' Report For The Year Ended 31 December 2007

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 Club has again run its racing series with success. The changes imposed by the organisers led to the club bearing the financial risks of BRSCC organised races by, effectively, "buying" the races. Due to the support that the series received, the club earned a net surplus on races of £5,689. In addition, a healthy entry at Spa, where we have always borne the risk, led to a surplus of £3,103. The surplus earned has allowed the club to price the 2008 races organised with the Classic and Sports Car Club, at a highly competitive level. During the year the club has supplied a fleece to the marshalls' raffle at each race.

The principal risks faced by the club are the level of championship sponsorship which can be obtained, the prices charged by race organisers 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 results for the period are shown in the profit and loss account.

The directors who served during the year are:

DE Cox

(Chairman)

AJ Baggott

SP Brookes

AC Cotton

R Dackombe

R Giles

PJ Huston

D McLay

PG Whitmore

AW Wright (Resigned 25 February 2007)

Mr R Dackombe and Mr R Giles retire by rotation and being eligible offer themselves for reappointment.

Statement of Directors' Responsibilities

Company law requires the directors to prepare financial statements for each period which 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 those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments 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
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue in business

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 Act 1985. 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

PJ Huston, Secretary

9 January 2008

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PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2007

	Notes	2007 £	2006 £
Income			
Sponsorship		2,500	2,500
Trophy Sponsorship		500	500
Subscriptions		10,241	10,631
Donations		3,147	3,713
AGM/Prizegiving Function		1,402	3,096
Interest		185	133
Spa Meeting		15,028	16,550
Surplus on races		5,689	-
Clothing and Regalia		725	-
Miscellaneous Income		316	103
		<u>39,733</u>	<u>37,226</u>
Expenditure			
Club Administration		6,649	7,500
Annual Trophies		1,216	1,258
Sponsored Trophies		477	564
Room Hire and Meeting Expenses		2,559	3,500
Printing		812	1,188
Insurance		397	397
AGM/Prizegiving Function		1,406	3,505
Spa Meeting		11,925	12,907
Scrutineer		900	1,827
Hospitality Suite		215	199
Miscellaneous		47	76
Paddock Co-Ordinator		1,530	1,734
Publicity		518	156
Clothing and Regalia		1,283	-
Depreciation		169	324
		<u>30,103</u>	<u>35,135</u>
Profit for the year		9,630	2,091
Opening profit and loss account at 1 January 2007		2,379	288
Closing profit and loss account at 31 December 2007		12,009	2,379

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BALANCE SHEET AS AT 31 DECEMBER 2007

		2007	2006
	Notes	£	£
Tangible Fixed Assets	3	168	337
Current Assets			
Prepayments		678	815
Cash at Bank		28,030	18,250
		28,708	19,065
Current Liabilities – Amounts falling due within one year			
Accruals		326	482
Net Current Assets		28,382	18,583
Net Assets less Current Liabilities		28,550	18,920
Capital and Reserves			
Capital Reserve	5	16,541	16,541
Profit and Loss Account		12,009	2,379
		28,550	18,920

The directors have taken advantage of section 249A(1) of the Companies Act 1985 in not having these accounts audited, and have confirmed that no notice has been deposited under section 249B(2) of the Companies Act 1985. They acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company at 31 December 2007, and of its profit or loss for the year in accordance with the requirements of section 226 of the Act and which otherwise comply with the requirements of this Act, so far as applicable to this company.

The accounts were approved by the Board on 9 January 2008 and signed on its behalf:

AC Cotton
Director

9 January 2008

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NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2007

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 June 2002).
- b) Income represents subscriptions, sponsorship, race entry fees, dinner dance tickets, donations and other sundry income received in the period.
- c) Fixed Assets are stated at cost less depreciation at a rate of 33.33% (computer and display equipment), which is estimated to write off the assets over their useful lives.
- d) 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".
- e) 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

	Computer Equipment	Display equipment	Total
Cost	£	£	£
At 1 January 2007	505	470	975
Acquisitions in the year	-	-	-
At 31 December 2007	<u>505</u>	<u>470</u>	<u>975</u>
Depreciation			
At 1 January 2007	168	470	638
Depreciation for the year	169	-	169
At 31 December 2007	<u>337</u>	<u>470</u>	<u>807</u>
Net Book values			
At 31 December 2007	<u>168</u>	-	<u>168</u>
At 31 December 2006	<u>337</u>	-	<u>337</u>

4 Transactions with Directors

There were no transactions in the period with directors. During the year, administration services were provided by Mrs M Cox, the spouse of Mr DE Cox for a consideration of £4,970 (2006: £6,098). The amounts are approved by the directors and are at arms length market rates.

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.