

MONOPOSTO RACING CLUB LIMITED

A Company Limited by Guarantee - Registered number - 05275303

Directors' Report For The Year Ended 31 December 2014

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 continue to be satisfactory, especially in the 2 litre classes. The surplus from the championship was reduced from 2013. We returned to buying a full grid at Spa, which was a successful event, and again ran a test day at Donington which was widely welcomed.

Sponsorship income in the year was reduced, which largely accounts for a loss rather than the budgetted break even. We continue to operate the SUNBAC sponsored Nova awards which offer an annual prize of £1,000+ worth of race entries for drivers new to racing. We were also pleased to be the first single seater race to run at the newly reopened Mallory Park, with a splendid trophy from Brownhills Glass Limited.

We continue, with the support of his family, to commemorate our founder, Frank Tiedeman by running a series of accessible, low cost, friendly and competitive races in his name. Together with the SUNBAC Nova awards these races demonstrate our commitment to offering what is arguably the most accessible circuit racing in the country. Our attendance at Race Retro spreads the (to some surprising) fact that single seater racing can be more cost effective than saloons or sports cars.

The manner in which races are necessarily contracted and paid for requires a high level of cash reserves. Accordingly, we offered a discount to any competitor 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)

AJ Baggott

AC Cotton

DE Cox

MR Giles

S Harvey-Fern

D McLay

EC Guest

TJ Clark

J Reed

Appointed 15 February 2014

Appointed 29 April 2014

Resigned 7 May 2014

Mr TJ Clark, Mr NH Harrison, Mr AJ Baggott and Mr D McLay retire by rotation and, except for Mr AJ Baggott, being eligible offer themselves for reappointment. It is proposed that Mr E Sergison and Mr J Reed become directors at the Annual General Meeting.

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Directors' Report For The Year Ended 31 December 2014 (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

AJ Baggott, Secretary, 6 January 2015

MONOPOSTO RACING CLUB LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	2014 £	2013 £
Income			
Subscriptions		15,565	16,425
Race Income		172,580	153,052
AGM/Prizegiving Function		4,868	3,402
Donations		2,922	6,394
Special events & other sundry income		1,013	896
Sponsorship		3,784	7,000
Interest		-	-
		<u>200,732</u>	<u>187,169</u>
Expenditure			
Race Costs		168,015	143,199
Trophies		5,433	6,108
Scrutineer		158	50
AGM/Prizegiving Function		4,104	2,768
Club Administration		19,622	16,728
Room Hire and Meeting Expenses		3,491	5,451
Printing and postage		633	1,044
Publicity		1,166	1,521
Special Events		1,082	692
Bank and Card Charges		943	1,098
		<u>204,657</u>	<u>178,659</u>
(Loss) / Profit for the year		(3,925)	8,510
Opening profit and loss account at 1 January 2014		23,078	14,568
Closing profit and loss account at 31 December 2014		19,153	23,078

MONOPOSTO RACING CLUB LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2014

		2014	2013
	Notes	£	£
Tangible Fixed Assets	3	-	-
Current Assets			
Prepayments		583	583
Cash at Bank		43,099	46,548
		<u>43,682</u>	<u>47,131</u>
Current Liabilities – Amounts falling due within one year			
Accruals		7,988	7,512
		<u>35,694</u>	<u>39,619</u>
Net Current Assets			
		<u>35,694</u>	<u>39,619</u>
Net Assets less Current Liabilities		<u>35,694</u>	<u>39,619</u>
Capital and Reserves			
Capital Reserve	5	16,541	16,541
Profit and Loss Account		19,153	23,078
		<u>35,694</u>	<u>39,619</u>

For the year ending 31 December 2014, 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 6 January 2015 and signed on its behalf:

AC Cotton
Director

6 January 2015

MONOPOSTO RACING CLUB LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2014

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) 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.
- 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 2014	470
Disposals in the year	-
At 31 December 2014	<u>470</u>
Depreciation	
At 1 January 2014	470
Eliminated on Disposals	-
At 31 December 2014	<u>470</u>
Net Book values	
At 31 December 2014	<u>-</u>
At 31 December 2013	<u>-</u>

4 Transactions with Directors

There were no transactions in the period with directors except for normal membership transactions at standard 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.