

Report of the Directors and
Financial Statements for the Period 13 December 2006 to 31 December 2007
for
Golf Union of Wales

Dunn & Ellis
Chartered Accountants/Registered Auditors
Chartered Accountants
7/9 High Street
Porthmadog
Gwynedd
LL49 9LR

Golf Union of Wales

Company Information
for the Period 13 December 2006 to 31 December 2007

DIRECTORS: Dr P H Dixon
A Disley
A M Ingram
Mrs R L Fleet
Mrs J M Ganz
Mrs J F G Turner
W K Price

SECRETARY: R Dixon

REGISTERED OFFICE: Catsash
Newport
Gwent
NP18 1JQ

REGISTERED NUMBER: 6027404 (England and Wales)

AUDITORS: Dunn & Ellis
Chartered Accountants/Registered Auditors
Chartered Accountants
7/9 High Street
Porthmadog
Gwynedd
LL49 9LR

Golf Union of Wales

Report of the Directors for the Period 13 December 2006 to 31 December 2007

The directors present their report with the financial statements of the company for the period 13 December 2006 to 31 December 2007.

COMMENCEMENT OF TRADING

The Golf Union of Wales was formed to take over the affairs of the Welsh Golfing Union and the Welsh Ladies' Golf Union. The merger occurred on the 1st January, 2007. The Golf Union of Wales is a company limited by guarantee of its members and having no share capital. These accounts are the first accounts for the new body and incorporate at 1st January, 2007 the combined assets and liabilities of the old Unions. In addition, the accounts of Golf Development Wales, previously run by the two separate bodies, is also incorporated into these accounts.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of the administration of Golf in Wales and related activities

DIRECTORS

The directors who have held office during the period from 13 December 2006 to the date of this report are as follows:

Dr P H Dixon - appointed 1 January 2007
A Disley - appointed 1 January 2007
A M Ingram - appointed 1 January 2007
Mrs R L Fleet - appointed 1 January 2007
Mrs J M Ganz - appointed 1 January 2007
Mrs J F G Turner - appointed 1 January 2007
W K Price - appointed 1 January 2007

All the directors who are eligible offer themselves for election at the forthcoming first Annual General Meeting.

COMPARATIVE FIGURES

There are no comparative figures included in these accounts as the accounts are the first reported period of the new Union. However, for the sake of clarity the 2007 figures and their comparatives are shown for Golf development Wales.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing 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). 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 period. 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;
- 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 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Golf Union of Wales

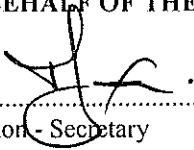
Report of the Directors
for the Period 13 December 2006 to 31 December 2007

AUDITORS

The auditors, Dunn & Ellis, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



.....
R Dixon - Secretary

Date: 29/09/08

Golf Union of Wales

Profit and Loss Account
for the Period 13 December 2006 to 31 December 2007

	Notes	£	£
TURNOVER			65,768
Cost of sales			<u>83,755</u>
GROSS LOSS			(17,987)
Administrative expenses			<u>759,712</u>
			(777,699)
Other operating income			<u>777,609</u>
OPERATING LOSS	2		(90)
Profit/loss on sale of invest			<u>5,399</u>
			5,309
Income from fixed asset investments		723	
Interest receivable and similar income		<u>10,161</u>	
			<u>10,884</u>
			16,193
Interest payable and similar charges			<u>4,674</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			11,519
Tax on profit on ordinary activities	3		<u>3,661</u>
PROFIT FOR THE FINANCIAL PERIOD AFTER TAXATION			<u><u>7,858</u></u>

The notes form part of these financial statements

Golf Union of Wales

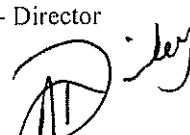
Balance Sheet
31 December 2007

	Notes	£	£
FIXED ASSETS			
Tangible assets	4		162,358
Investments	5		66,689
			<u>229,047</u>
CURRENT ASSETS			
Stocks	6	9,150	
Debtors	7	51,551	
Cash at bank and in hand		253,877	
		<u>314,578</u>	
CREDITORS			
Amounts falling due within one year	8	125,917	
			<u>188,661</u>
NET CURRENT ASSETS			<u>188,661</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>417,708</u>
CREDITORS			
Amounts falling due after more than one year	9		15,000
			<u>402,708</u>
NET ASSETS			<u><u>402,708</u></u>
ACCUMULATED FUND			
Restricted funds-GDW	10	21,083	
Profit and loss account	10	381,625	
			<u>402,708</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2007).

The financial statements were approved by the Board of Directors on and were signed on its behalf by:

.....
Mrs R L Fleet - Director



.....
A Disley - Director

Golf Union of Wales

Notes to the Financial Statements for the Period 13 December 2006 to 31 December 2007

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Land and buildings	- 2% on cost
Plant and machinery etc	- 25% on cost, 20% on cost and 15% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

2. OPERATING LOSS

The operating loss is stated after charging:

	£
Depreciation - owned assets	16,347
EGA & other expenses(Note 11)	18,908
Pension costs	11,249
	<u> </u>
Directors' emoluments and other benefits etc	<u> </u>

3. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the period was as follows:

	£
Current tax:	
UK corporation tax	3,661
	<u> </u>
Tax on profit on ordinary activities	<u>3,661</u>

Golf Union of Wales

Notes to the Financial Statements - continued
for the Period 13 December 2006 to 31 December 2007

4. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 13 December 2006	180,700	162,331	343,031
Additions	-	6,547	6,547
	<hr/>	<hr/>	<hr/>
At 31 December 2007	180,700	168,878	349,578
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 13 December 2006	43,368	127,505	170,873
Charge for period	3,614	12,733	16,347
	<hr/>	<hr/>	<hr/>
At 31 December 2007	46,982	140,238	187,220
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 31 December 2007	<u>133,718</u>	<u>28,640</u>	<u>162,358</u>
At 12 December 2006	<u>137,332</u>	<u>34,826</u>	<u>172,158</u>

The freehold land and buildings are subject to a right of pre-emption in favour of the Celtic Manor Hotel Limited which is operative in the event of the Union seeking to dispose of the property.

5. FIXED ASSET INVESTMENTS

	Listed investments £
COST	
At 13 December 2006	60,556
Additions	18,935
Disposals	(12,802)
	<hr/>
At 31 December 2007	66,689
	<hr/>
NET BOOK VALUE	
At 31 December 2007	<u>66,689</u>
At 12 December 2006	<u>60,556</u>

Market value of listed investments at 31 December 2007 - £85,307.

The Fixed asset Investments represent a portfolio of investments held by the Welsh Ladies Golf Union and transferred to the Golf Union of Wales. In accordance with generally accepted accounting practice the investments are stated at cost in the accounts. Income from the portfolio together with gains/losses on sale of investments is taken to the income and expenditure account.

6. STOCKS

Stocks	<u>£</u> <u>9,150</u>
--------	--------------------------

The stock of Union colours and equipment is at the valuation of the Hon Treasurer.

Golf Union of Wales

Notes to the Financial Statements - continued
for the Period 13 December 2006 to 31 December 2007

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Trade debtors	29,384
Other debtors	22,167
	<u>51,551</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Bank loans and overdrafts	2,500
Trade creditors	114,273
Taxation and social security	3,208
Other creditors	5,936
	<u>125,917</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	£
Bank loans	<u>15,000</u>

The loan from the Royal & Ancient Golf Club of St Andrew is interest free and is repayable in equal annual instalments over 20 years. The final instalment being due for repayment in 2014.

10. ACCUMULATED FUND

	Profit and loss account £	Restricted funds-GDW £	Totals £
At 13 December 2006	373,767	20,079	393,846
Profit for the period	7,858		7,858
No description	-	1,004	1,004
	<u>381,625</u>	<u>21,083</u>	<u>402,708</u>

The accumulated fund brought forward represents the accumulated funds of the Welsh Golf Union and the Welsh Ladies Golf Union. The two Unions merged on 1st January, 2007. The funds brought forward have been adjusted to restate the Listed Investments at cost.

11. CAPITAL COMMITMENTS

	£
Contracted but not provided for in the financial statements	<u>10,000</u>

The authorised capital expenditure relates to the creation of individual office space within the GUW headquarters.

Golf Union of Wales

Trading and Profit and Loss Account
for the Period 13 December 2006 to 31 December 2007

	£	£
Turnover		
Entrance fees- Mens domestic	41,142	
Entrance fees-Ladies domestic	24,626	
	<hr/>	65,768
Cost of sales		
Expenses-Mens domestic	56,309	
Expenses-Ladies domestic	27,446	
	<hr/>	83,755
GROSS LOSS		(17,987)
Other income		
Sundry receipts	1,189	
Subscriptions (Note 1)	542,664	
Sponsorship (Note 2)	31,129	
Insurance commissions	4,531	
Dragon Brooches	321	
Grants received (Note 3)	197,775	
Other fixed asset invest - FII	723	
Deposit account interest	10,161	
	<hr/>	788,493
		<hr/>
		770,506
Expenditure		
Rates and water	6,732	
Insurance	7,224	
Heat & light	2,053	
Repairs to property	3,825	
Wages	199,023	
Pensions	11,249	
Hire of plant and machinery	1,348	
Provision European Team Champs	15,000	
Telephone	5,875	
Post and stationery	21,198	
Advertising	2,351	
Travelling	77	
Motor expenses	5,736	
Computer repairs and mtce	10,724	
Contribution GDW	23,000	
Meetings expenses	8,749	
Household and cleaning	967	
Gifts and samples	1,743	
Sundry expenses	1,071	
Union colours and clothing	24,808	
Training & subscriptions	19,058	
Coaching and Squads	147,555	
Accountancy	2,806	
Mens' Int'l events (Note 4)	120,409	
Ladies' Int'l events(note 5)	45,191	
Committee expenses (Note 6)	33,752	
Merger costs and GDW (Note 10)	1,859	
	<hr/>	<hr/>
Carried forward	723,383	770,506

This page does not form part of the statutory financial statements

Golf Union of Wales

Trading and Profit and Loss Account
for the Period 13 December 2006 to 31 December 2007

	£	£
Brought forward	723,383	770,506
EGA & other expenses(Note 11)	18,908	
Entertainment	479	
	<hr/>	<hr/>
		742,770
		<hr/>
		27,736
Finance costs		
Bank charges	1,165	
Bank interest	1	
Leasing	4,673	
	<hr/>	<hr/>
		5,839
		<hr/>
		21,897
Depreciation		
Freehold property	3,614	
Fixtures and fittings	2,289	
Motor vehicles	9,874	
	<hr/>	<hr/>
		15,777
		<hr/>
		6,120
Exceptional items		
Profit/loss on sale of invest		5,399
		<hr/>
NET PROFIT		11,519
		<hr/> <hr/>

**Report of the Independent Auditors to the Members of
Golf Union of Wales**

We have audited the financial statements of Golf Union of Wales for the period ended 31 December 2007 on pages six to ten. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2007).

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out on page two.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Report of the Directors is consistent with the financial statements.

In addition, we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Report of the Independent Auditors to the Members of
Golf Union of Wales**

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the company's affairs as at 31 December 2007 and of its profit for the period then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Report of the Directors is consistent with the financial statements.

Dunn & Ellis
Chartered Accountants/Registered Auditors
Chartered Accountants
7/9 High Street
Porthmadog
Gwynedd
LL49 9LR

Date:

Contents of the Financial Statements
for the Period 13 December 2006 to 31 December 2007

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors	4
Profit and Loss Account	6
Balance Sheet	7
Notes to the Financial Statements	8
Trading and Profit and Loss Account	11