

**REGISTERED NUMBER: 06027404 (England and Wales)**

**Report of the Directors and**  
**Financial Statements for the Year Ended 31 December 2012**  
**for**  
**Golf Union of Wales**

Dunn & Ellis Statutory Auditors  
St David's Building  
Lombard Street  
Porthmadog  
Gwynedd  
LL49 9AP

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for the Year Ended 31 December 2012**

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**Report of the Directors  
for the Year Ended 31 December 2012**

The directors present their report with the financial statements of the company for the year ended 31 December 2012.

**PRINCIPAL ACTIVITY**

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

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 January 2012 to the date of this report.

Mr A M Ingram  
Mrs R L Fleet  
Mrs J M Ganz  
Mr N H Niblett  
Dr V J Franklin  
Mrs T Carradice  
Mr J G Jermine

Other changes in directors holding office are as follows:

Mr G Davies was appointed as a director after 31 December 2012 but prior to the date of this report.

Mr A G Bates ceased to be a director after 31 December 2012 but prior to the date of this report.

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Report of the Directors 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 surplus or deficit 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;
- 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.

**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 418 of the Companies Act 2006) 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.

**AUDITORS**

The auditors, Dunn & Ellis Statutory Auditors, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**Golf Union of Wales**

**Company Information**  
**for the Year Ended 31 December 2012**

**DIRECTORS:**

Mr A M Ingram  
Mrs R L Fleet  
Mrs J M Ganz  
Mr N H Niblett  
Dr V J Franklin  
Mrs T Carradice  
Mr J G Jermine  
Mr G Davies

**SECRETARY:**

Mr R Dixon

**REGISTERED OFFICE:**

Catsash  
Newport  
Gwent  
NP18 1JQ

**REGISTERED NUMBER:**

06027404 (England and Wales)

**SENIOR STATUTORY AUDITOR:** Iorwerth Ll. Williams

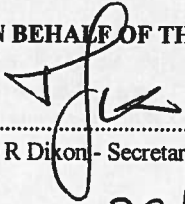
**AUDITORS:**

Dunn & Ellis Statutory Auditors  
St David's Building  
Lombard Street  
Porthmadog  
Gwynedd  
LL49 9AP

**Report of the Directors**  
**for the Year Ended 31 December 2012**

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

**ON BEHALF OF THE BOARD:**



.....  
Mr R Dixon - Secretary

Date: ..... 22/01/13

**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 year ended 31 December 2012 on pages six to twelve. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 a Report of the Auditors 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**

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

**Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

**Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2012 and of its surplus for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

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

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Report of the Directors.

Iorwerth Ll. Williams (Senior Statutory Auditor)  
for and on behalf of Dunn & Ellis Statutory Auditors  
St David's Building  
Lombard Street  
Porthmadog  
Gwynedd  
LL49 9AP

Date: .....



**Golf Union of Wales (Registered number: 06027404)**

**Income and Expenditure Account  
for the Year Ended 31 December 2012**

	Notes	31.12.12		31.12.11	
		£	£	£	£
<b>TURNOVER</b>			<b>72,869</b>		<b>67,508</b>
Cost of sales			<u>77,187</u>		<u>68,878</u>
<b>GROSS DEFICIT</b>			<b>(4,318)</b>		<b>(1,370)</b>
Administrative expenses			<u>807,725</u>		<u>745,648</u>
			<b>(812,043)</b>		<b>(747,018)</b>
Other operating income			<u>831,820</u>		<u>781,727</u>
<b>OPERATING SURPLUS</b>	2		<b>19,777</b>		<b>34,709</b>
Income from fixed asset investments		985		4,783	
Interest receivable and similar income		<u>1,392</u>		<u>5,510</u>	
			<b>2,377</b>		<b>10,293</b>
			<b>22,154</b>		<b>45,002</b>
Interest payable and similar charges			<u>7,842</u>		<u>8,740</u>
<b>SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>			<b>14,312</b>		<b>36,262</b>
Tax on surplus on ordinary activities	3		<u>979</u>		<u>1,116</u>
<b>SURPLUS FOR THE FINANCIAL YEAR</b>			<b><u>13,333</u></b>		<b><u>35,146</u></b>

The notes form part of these financial statements



**Golf Union of Wales (Registered number: 06027404)**

**Statement of Total Recognised Gains and Losses  
for the Year Ended 31 December 2012**

	31.12.12 £	31.12.11 £
<b>SURPLUS FOR THE FINANCIAL YEAR</b>		
Unrealised surplus on revaluation of other items	13,333 8,135	35,146 -
<b>TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR</b>	<hr/> 21,468	<hr/> 35,146
Prior year adjustment	Note 4 (7,020)	
<b>TOTAL GAINS AND LOSSES RECOGNISED SINCE LAST ANNUAL REPORT</b>	<hr/> <u>14,448</u>	

The notes form part of these financial statements

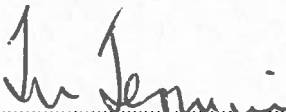
**Golf Union of Wales (Registered number: 06027404)**

**Balance Sheet**  
**31 December 2012**

		31.12.12		31.12.11	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	5		118,480		124,878
Investments	6		52,364		80,051
			<u>170,844</u>		<u>204,929</u>
<b>CURRENT ASSETS</b>					
Stocks	7	25,587		25,222	
Debtors	8	23,421		9,013	
Cash at bank		542,694		484,705	
		<u>591,702</u>		<u>518,940</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	9	92,365		102,685	
<b>NET CURRENT ASSETS</b>					
			<u>499,337</u>		<u>416,255</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
			670,181		621,184
<b>CREDITORS</b>					
Amounts falling due after more than one year	10		2,500		5,000
<b>NET ASSETS</b>					
			<u>667,681</u>		<u>616,184</u>
<b>ACCUMULATED FUND</b>					
Revaluation reserve	11		15,154		-
Restricted funds-GDW	11		188,965		158,935
Income and expenditure account	11		463,562		457,249
			<u>667,681</u>		<u>616,184</u>

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Board of Directors on 22/05/13 and were signed on its behalf by:

  
.....  
Mr J G Jermine - Director

The notes form part of these financial statements

**Notes to the Financial Statements  
for the Year Ended 31 December 2012**

**1. ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

**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	- 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.

**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.

**Grant income**

Grants received in respect of expenditure charged to the profit and loss account during the year are included in the profit and loss account.

The remainder are deferred and will be included in the profit and loss account by instalments over the expected useful lives of the related assets or as the expenditure is incurred.

Any deferrals are included on the balance sheet as creditors due within or after one year.

**2. OPERATING SURPLUS**

The operating surplus is stated after charging/(crediting):

	31.12.12	31.12.11
	£	£
Depreciation - owned assets	7,137	9,829
Profit on disposal of fixed assets	-	(2,599)
EGA & other expenses (Note 10)	3,830	3,187
Pension costs	<u>14,453</u>	<u>21,950</u>
Directors' remuneration and other benefits etc	<u>-</u>	<u>-</u>

**3. TAXATION**

**Analysis of the tax charge**

The tax charge on the surplus on ordinary activities for the year was as follows:

	31.12.12	31.12.11
	£	£
Current tax:		
UK corporation tax	<u>979</u>	<u>1,116</u>
Tax on surplus on ordinary activities	<u>979</u>	<u>1,116</u>

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2012**

**4. PRIOR YEAR ADJUSTMENT**

The adjustment of £7,020 included within the revaluation reserve is the aggregate adjustment required to conform to the FRSE guidance on investment revaluation and related to market value adjustments on the Deutsche Bank investments for the years ended in 2010 and 2011.

**5. TANGIBLE FIXED ASSETS**

	<b>Land and buildings £</b>	<b>Plant and machinery etc £</b>	<b>Totals £</b>
<b>COST</b>			
At 1 January 2012	180,700	153,170	333,870
Additions	-	739	739
	<hr/>	<hr/>	<hr/>
At 31 December 2012	180,700	153,909	334,609
	<hr/>	<hr/>	<hr/>
<b>DEPRECIATION</b>			
At 1 January 2012	61,438	147,554	208,992
Charge for year	3,614	3,523	7,137
	<hr/>	<hr/>	<hr/>
At 31 December 2012	65,052	151,077	216,129
	<hr/>	<hr/>	<hr/>
<b>NET BOOK VALUE</b>			
At 31 December 2012	115,648	2,832	118,480
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 31 December 2011	119,262	5,616	124,878
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

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.

**6. FIXED ASSET INVESTMENTS**

	<b>Deutsche bank investments £</b>	<b>Other listed investments £</b>	<b>Totals £</b>
<b>COST OR VALUATION</b>			
At 1 January 2012	80,051	-	80,051
Additions	278	-	278
Disposals	(36,991)	-	(36,991)
Revaluations	(5,695)	13,829	8,134
Dividends received	892	-	892
Reclassification/transfer	(37,707)	37,707	-
	<hr/>	<hr/>	<hr/>
At 31 December 2012	828	51,536	52,364
	<hr/>	<hr/>	<hr/>
<b>NET BOOK VALUE</b>			
At 31 December 2012	828	51,536	52,364
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 31 December 2011	80,051	-	80,051
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2012**

**6. FIXED ASSET INVESTMENTS - continued**

Cost or valuation at 31 December 2012 is represented by:

	<b>Deutsche bank investments</b>	<b>Other listed investments</b>	<b>Totals</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Valuation in 0	(5,694)	13,829	8,135
Cost	<u>6,522</u>	<u>37,707</u>	<u>44,229</u>
	<u>828</u>	<u>51,536</u>	<u>52,364</u>

The Fixed asset investments represented 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 their year-end market value in the accounts and where appropriate all unrealised gains and losses taken to the revaluation reserve.

In March 2012, Deutsche Bank contacted the Golf Union of Wales to advise them that the continued investment management service was no longer cost effective and that they would shortly begin the process of closing the account. Following on from this nearly £37,000 was paid out when investments were disposed of and shares and a unit trust investment amounting to £37,707 in July 2012 were transferred into the name of the Golf Union of Wales.

**7. STOCKS**

	<b>31.12.12</b>	<b>31.12.11</b>
	<b>£</b>	<b>£</b>
Stocks	<u>25,587</u>	<u>25,222</u>

**8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>31.12.12</b>	<b>31.12.11</b>
	<b>£</b>	<b>£</b>
Trade debtors	21,011	6,557
Other debtors	<u>2,410</u>	<u>2,456</u>
	<u>23,421</u>	<u>9,013</u>

**9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>31.12.12</b>	<b>31.12.11</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	2,500	17,108
Trade creditors	5,012	8,369
Taxation and social security	4,638	4,774
Other creditors	<u>80,215</u>	<u>72,434</u>
	<u>92,365</u>	<u>102,685</u>

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2012**

**9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR - continued**

The 2012 other creditor balance of £80,215 consists of the following deferred receipts and creditors:

£29,000 - R&A Coaching grant
£10,020 - Elite Cymru & Talent Support
£35,000 - Coaching centre grant
£ 2,250 - CONGU 2013 advanced receipt
£ 963 - World Championship 2012 creditor
<u>£ 2,985 - Accruals</u>
<u>£80,215</u>

The 2011 other creditors of £72,435 includes a deferred grant income from Sport Wales of £2,700 in respect of the costs of a player development website, £14,000 in respect of a coaching grant from the Royal and Ancient Golf Club, deferred income of £10,020 in respect of Elite Cymru & Talent Support and £35,000 in respect of a coaching centre grant. It also includes two provisions in respect of the World Championships and for hosting the Home Internationals, these totalled £5,000, and £3,000 respectively on which the expenditure has been incurred in 2012, and accrued expenses totalling £2,715.

**10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.12.12	31.12.11
	£	£
Bank loans	<u>2,500</u>	<u>5,000</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.

**11. ACCUMULATED FUND**

	Income and expenditure account £	Revaluation reserve £	Restricted funds-GDW £	Totals £
At 1 January 2012	457,249	-	158,935	616,184
Prior year adjustment	(7,020)			(7,020)
	<u>450,229</u>			<u>609,164</u>
Surplus for the year	13,333			13,333
GDW Surplus for the year	-	-	30,030	30,030
Movements on investments	-	15,154	-	15,154
	<u>463,562</u>	<u>15,154</u>	<u>188,965</u>	<u>667,681</u>
At 31 December 2012	<u>463,562</u>	<u>15,154</u>	<u>188,965</u>	<u>667,681</u>

The GDW surplus for the year and the balance brought forward represents income surpluses from this and previous years, which are restricted funds in accounts of Golf Union of Wales. The restricted funds must be spent in accordance with the objectives of Golf Development Wales.

The revaluation reserve balance is the aggregated unrealised gains and losses on the revaluation of the Deutsche Bank and other investments held as fixed assets on the balance sheet. The 2012 movement includes a balance of £7,020 with represents a necessary adjustment to the 2010 and 2011 figures.

**Golf Union of Wales (Registered number: 06027404)**

**Detailed Income and Expenditure Account**  
**for the Year Ended 31 December 2012**

	31.12.12		31.12.11	
	£	£	£	£
<b>Turnover</b>				
Entrance fees- Mens domestic	49,549		44,276	
Entrance fees-Ladies domestic	23,320		23,232	
		72,869		67,508
<b>Cost of sales</b>				
Expenses-Mens domestic	47,681		40,854	
Expenses-Ladies domestic	29,506		28,024	
		77,187		68,878
<b>GROSS DEFICIT</b>		(4,318)		(1,370)
<b>Other income</b>				
Sundry receipts	-		156	
Subscriptions (Note 1)	518,567		501,567	
Donations	455		-	
Sponsorship (Note 2)	25,038		22,394	
Insurance commissions	-		1,650	
Dragon Brooches	560		(340)	
Grants received (Note 3)	287,200		256,300	
Other fixed asset invest - FII	985		4,783	
Deposit account interest	1,392		5,510	
		834,197		792,020
		829,879		790,650
<b>Expenditure</b>				
Rates and water	6,581		214	
Insurance	8,324		8,165	
Heat & light	3,536		3,809	
Repairs to property	3,082		1,427	
Wages	202,055		201,578	
Secretarial services	972		-	
Pensions	14,453		21,950	
Telephone	4,237		5,395	
Post and stationery	12,806		8,559	
Marketing and Sponsorship	89		-	
Travelling	2,045		305	
Motor and travelling expenses	12,926		11,091	
Computer repairs and mtce	9,242		8,769	
Contribution GDW	24,000		24,000	
Olympic bid	5,465		-	
Meetings expenses	7,931		6,206	
Household and cleaning	1,009		948	
Talent support awards expense	-		1,816	
Elite cymru	33,000		30,000	
Talent support	23,000		9,000	
Gifts and samples	1,166		255	
Sundry expenses	1,821		4,038	
Union colours and clothing	7,799		401	
Training & subscriptions	17,302		20,081	
Coaching and Squads (Note 7)	184,881		180,788	
Carried forward	587,722	829,879	548,795	790,650

This page does not form part of the statutory financial statements



**Golf Union of Wales (Registered number: 06027404)**

**Detailed Income and Expenditure Account  
for the Year Ended 31 December 2012**

	31.12.12		31.12.11	
	£	£	£	£
Brought forward	587,722	829,879	548,795	790,650
Accountancy	3,572		2,715	
Legal and professional fees	-		1,200	
Mens' Int'l events (Note 4)	84,689		74,907	
Ladies' Int'l events (Note 5)	46,724		55,799	
Committee expenses (Note 6)	72,636		50,865	
EGA & other expenses (Note 10)	3,830		3,187	
Historical debtors written off	601		-	
	<u>          </u>	799,774	<u>          </u>	737,468
		30,105		53,182
<b>Finance costs</b>				
Bank charges	1,179		995	
Discounts	(365)		(45)	
Bank interest	-		(17)	
Leasing	7,842		8,757	
	<u>          </u>	8,656	<u>          </u>	9,690
		21,449		43,492
<b>Depreciation</b>				
Freehold property	3,614		3,614	
Plant and machinery	3,375		3,375	
Fixtures and fittings	148		-	
Computer equipment	-		2,840	
	<u>          </u>	7,137	<u>          </u>	9,829
		14,312		33,663
<b>Profit on disposal of fixed assets</b>				
Motor vehicles		-		2,599
		<u>          </u>		<u>          </u>
<b>NET SURPLUS</b>		<u>14,312</u>		<u>36,262</u>

This page does not form part of the statutory financial statements