

THE VINTAGE MOTOR CYCLE CLUB LIMITED
REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

THE VINTAGE MOTOR CYCLE CLUB LIMITED

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FOR THE YEAR ENDED 30 SEPTEMBER 2020

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THE VINTAGE MOTOR CYCLE CLUB LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2020

DIRECTORS:	B P Southam R L Moore M F Costa-Sa C N Harris P Bramman
REGISTERED OFFICE:	Allen House Wetmore Road Burton On Trent Staffordshire DE14 1TR
REGISTERED NUMBER:	01570648 (England and Wales)
SENIOR STATUTORY AUDITOR:	Hari Vasdev MEng FCA
AUDITORS:	Sibbalds Limited Chartered Accountants and Statutory Auditor Oakhurst House 57 Ashbourne Road Derby Derbyshire DE22 3FS

THE VINTAGE MOTOR CYCLE CLUB LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 30 SEPTEMBER 2020

The directors present their report with the financial statements of the company for the year ended 30 September 2020.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of a sports club for motor cycle enthusiasts.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 October 2019 to the date of this report.

B P Southam
R L Moore
M F Costa-Sa

Other changes in directors holding office are as follows:

J Lay - resigned 6 January 2020
M Chapman - resigned 10 February 2020
J A Holt - appointed 16 December 2019 - resigned 1 July 2020
R Thirkell - appointed 16 December 2019
C N Harris - appointed 17 January 2020
P Bramman - appointed 17 January 2020

R A Clark and R Thirkell ceased to be directors after 30 September 2020 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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.

THE VINTAGE MOTOR CYCLE CLUB LIMITED

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

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 ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

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

ON BEHALF OF THE BOARD:

C N Harris - Director

25 February 2021

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE VINTAGE MOTOR CYCLE CLUB LIMITED

Opinion

We have audited the financial statements of The Vintage Motor Cycle Club Limited (the 'company') for the year ended 30 September 2020 which comprise the Income Statement, Balance Sheet and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 September 2020 and of its deficit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information in the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- 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; and
- the Report of the Directors has been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE VINTAGE MOTOR CYCLE CLUB LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Directors.

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 from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.

Responsibilities of directors

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, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE VINTAGE MOTOR CYCLE CLUB LIMITED

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Report of the Auditors to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Report of the Auditors. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

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.

Hari Vasdev MEng FCA (Senior Statutory Auditor)
for and on behalf of Sibbalds Limited
Chartered Accountants and Statutory Auditor
Oakhurst House
57 Ashbourne Road
Derby
Derbyshire
DE22 3FS

1 March 2021

THE VINTAGE MOTOR CYCLE CLUB LIMITED

INCOME STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2020

	Notes	2020 £	2019 £
TURNOVER		595,972	1,064,605
Cost of sales		<u>357,910</u>	<u>706,305</u>
GROSS SURPLUS		238,062	358,300
Administrative expenses		<u>480,220</u>	<u>381,530</u>
		(242,158)	(23,230)
Other operating income		<u>19,467</u>	<u>346</u>
OPERATING DEFICIT		(222,691)	(22,884)
Interest receivable and similar income		<u>1,873</u>	<u>2,327</u>
DEFICIT BEFORE TAXATION	4	(220,818)	(20,557)
Tax on deficit	5	<u>357</u>	<u>442</u>
DEFICIT FOR THE FINANCIAL YEAR		<u><u>(221,175)</u></u>	<u><u>(20,999)</u></u>

The notes form part of these financial statements

THE VINTAGE MOTOR CYCLE CLUB LIMITED (REGISTERED NUMBER: 01570648)

BALANCE SHEET
30 SEPTEMBER 2020

	Notes	2020		2019	
		£	£	£	£
FIXED ASSETS					
Tangible assets	6		422,474		391,900
Heritage assets	7		672,923		666,753
			<u>1,095,397</u>		<u>1,058,653</u>
CURRENT ASSETS					
Stocks		33,006		30,241	
Debtors	8	27,309		45,482	
Cash at bank and in hand		877,932		1,068,360	
			<u>938,247</u>	<u>1,144,083</u>	
CREDITORS					
Amounts falling due within one year	9	308,837		297,796	
			<u>629,410</u>	<u>846,287</u>	
NET CURRENT ASSETS			<u>629,410</u>	<u>846,287</u>	
TOTAL ASSETS LESS CURRENT LIABILITIES			<u><u>1,724,807</u></u>	<u><u>1,904,940</u></u>	
RESERVES					
Revaluation reserve	11		570,949		529,907
Scarborough reserve			-		18,075
Income and expenditure account			1,153,858		1,356,958
			<u>1,724,807</u>		<u>1,904,940</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Board of Directors and authorised for issue on 25 February 2021 and were signed on its behalf by:

C N Harris - Director

1. STATUTORY INFORMATION

The Vintage Motor Cycle Club Limited is a private company, limited by guarantee, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Turnover represents the amounts derived from the provision of goods and services to members and other customers during the year, together with income from events and members' subscriptions which are recognised over the period to which it relates.

Tangible fixed assets

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

Buildings	- 2% on cost
Plant and machinery	- at variable rates on reducing balance
Vehicles	- 25% on reducing balance

Land is not depreciated.

Stocks

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

Cost represents the invoiced cost of materials on a first in first out basis.

Stock is written off 100% for items not sold in a year and 50% for items not sold in 6 months.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to surplus or deficit on a straight line basis over the period of the lease.

Heritage assets

Bikes, trophies and the library held by the club are shown as heritage assets as they are considered to have historic and technological qualities and are held and maintained primarily for their contribution to knowledge and culture.

Items included in heritage assets are valued under the revaluation model.

Items held within heritage assets are subject to ongoing maintenance and are generally used by members.

2. ACCOUNTING POLICIES - continued

Deferred income

Deferred income represents income collected but not earned as at the balance sheet date. This is primarily composed of income from members' subscriptions which are credited to the profit and loss account over the period to which it relates.

Accrued income

Accrued income mainly represents interest receivable, insurance commission and raffle takings relating to expenditure incurred in the current financial year but due for receipt in future periods.

Going Concern

During the year ended 30 September 2020 the club incurred a net deficit of £221,175 (2019: £20,999). There are a number of contributing factors that have had an impact on the figures for the year including a decrease in club members, the ongoing COVID-19 pandemic and additional one-off expenses including redundancy payments and legal fees in connection with ongoing claims (See note 12).

The club is actively looking at alternative marketing platforms which is expected to attract new members and mitigate any potential future risks associated with the ageing profile of members.

As at the balance sheet date the club has substantial un-restricted cash reserves of £877,932 (2019: £1,068,360) which supports managements assessment that the club has adequate resources to continue in operational existence for at least 12 months from the date of these financial statements.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 9 (2019 - 8).

4. DEFICIT BEFORE TAXATION

The deficit is stated after charging:

	2020	2019
	£	£
Depreciation - owned assets	16,694	12,890
Loss on disposal of fixed assets	-	2,817
Auditors' remuneration	4,200	3,800
	<u> </u>	<u> </u>

5. TAXATION

Analysis of the tax charge

The tax charge on the deficit for the year was as follows:

	2020	2019
	£	£
Current tax:		
UK corporation tax	357	442
	<u> </u>	<u> </u>
Tax on deficit	357	442
	<u> </u>	<u> </u>

6. TANGIBLE FIXED ASSETS

	Land £	Buildings £	Plant and machinery £	Vehicles £	Totals £
COST OR VALUATION					
At 1 October 2019	142,475	278,267	98,944	12,720	532,406
Additions	-	1,512	6,384	-	7,896
Revaluations	39,372	-	-	-	39,372
At 30 September 2020	<u>181,847</u>	<u>279,779</u>	<u>105,328</u>	<u>12,720</u>	<u>579,674</u>
DEPRECIATION					
At 1 October 2019	-	66,035	67,117	7,354	140,506
Charge for year	-	5,592	9,761	1,341	16,694
At 30 September 2020	<u>-</u>	<u>71,627</u>	<u>76,878</u>	<u>8,695</u>	<u>157,200</u>
NET BOOK VALUE					
At 30 September 2020	<u>181,847</u>	<u>208,152</u>	<u>28,450</u>	<u>4,025</u>	<u>422,474</u>
At 30 September 2019	<u>142,475</u>	<u>212,232</u>	<u>31,827</u>	<u>5,366</u>	<u>391,900</u>

Included in cost or valuation of land and buildings is freehold land of £181,847 (2019 - £142,475) which is not depreciated.

Cost or valuation at 30 September 2020 is represented by:

	Land £	Buildings £	Plant and machinery £	Vehicles £	Totals £
Valuation in 2016	46,667	95,082	-	-	141,749
Valuation in 2020	39,372	-	-	-	39,372
Cost	<u>95,808</u>	<u>184,697</u>	<u>105,328</u>	<u>12,720</u>	<u>398,553</u>
	<u>181,847</u>	<u>279,779</u>	<u>105,328</u>	<u>12,720</u>	<u>579,674</u>

If freehold land and buildings had not been revalued they would have been included at the following historical cost:

	2020 £	2019 £
Cost	<u>435,866</u>	<u>435,866</u>

Freehold land and buildings were valued on a fair value basis on 24 September 2020 by Chartered Surveyors, Salloway Property Co.

THE VINTAGE MOTOR CYCLE CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2020

7. HERITAGE ASSETS

	Club bikes £	Library & trophies £	Totals £
COST OR VALUATION			
At 1 October 2019	243,830	422,923	666,753
Additions	4,500	-	4,500
Revaluations	1,670	-	1,670
	<u>250,000</u>	<u>422,923</u>	<u>672,923</u>
At 30 September 2020	250,000	422,923	672,923
	<u>250,000</u>	<u>422,923</u>	<u>672,923</u>
NET BOOK VALUE			
At 30 September 2020	<u>250,000</u>	<u>422,923</u>	<u>672,923</u>
At 30 September 2019	<u>243,830</u>	<u>422,923</u>	<u>666,753</u>

Cost or valuation at 30 September 2020 is represented by:

	Club bikes £	Library & trophies £	Totals £
Valuation in 2015	220,830	-	220,830
Valuation in 2017	-	422,375	422,375
Valuation in 2020	1,670	-	1,670
Cost	27,500	548	28,048
	<u>250,000</u>	<u>422,923</u>	<u>672,923</u>

If the club owed bikes had not been revalued they would have been included at the following historical cost:

	2020 £	2019 £
Cost	<u>28,349</u>	<u>28,349</u>

The club owned bikes were valued on a fair value basis on 7 November 2020 by a club member engaged by the company Directors.

If the library and trophies had not been revalued they would have been included at the following historical cost:

	2020 £	2019 £
Cost	<u>70,776</u>	<u>70,693</u>

The library and trophies were valued on a fair value basis on 9 November 2017 by James Stensel of Bonhams 1793 Limited.

THE VINTAGE MOTOR CYCLE CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2020

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Trade debtors	2,600	11,976
Other debtors	24,709	33,506
	<u>27,309</u>	<u>45,482</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Trade creditors	41,779	31,256
Taxation and social security	14,587	30,003
Other creditors	252,471	236,537
	<u>308,837</u>	<u>297,796</u>

10. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2020	2019
	£	£
Within one year	9,136	9,136
Between one and five years	22,840	31,976
	<u>31,976</u>	<u>41,112</u>

11. RESERVES

	Revaluation reserve £
At 1 October 2019	529,907
Revaluation	41,042
	<u>570,949</u>
At 30 September 2020	<u>570,949</u>

12. CONTINGENT LIABILITIES

As at the balance sheet date there is an ongoing claim made against the club. As the likely outcome of the claim is currently unknown with any degree of certainty, any contingent liability, is considered unquantifiable. As such, no provision has been made in these financial statements for the respective amounts claimed.

13. POST BALANCE SHEET EVENTS

COVID-19

Overall risk to operations

Since 30 September 2020, the continuing spread of COVID-19 has severely impacted many local economies around the globe. In many countries, businesses are being forced to cease or limit operations for long or indefinite periods of time. Measures taken to contain the spread of the virus including, travel bans, quarantines, social distancing and closure of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. Governments and banks have responded with monetary and fiscal interventions to stabilise the current economic conditions.

Due to the circumstances surrounding COVID-19 several upcoming club events have been postponed or rescheduled for as yet unspecified dates in the future.

The duration and impact of the COVID-19 pandemic currently remains unclear. It is not possible to reliably estimate the duration and severity of these consequences, as well as their impact the financial position and results of the club for future periods however there is no significant doubt about the club's ability to continue as a going concern.

14. LIMITED BY GUARANTEE

The company has no share capital and is limited by guarantee. Each member, while he/she is a member, or within one year after he/she ceases to be a member, is obliged to contribute up to a maximum of £1 towards the club's general debts on it being wound up.