

REGISTRAR OF COMPANIES

Company No: 272129

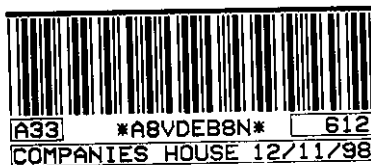
FULFORD HEATH GOLF CLUB LIMITED

REPORT OF THE DIRECTORS

and

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1998



* * *

The Directors present their annual report and the audited Accounts of the company for the period ended 31 March, 1998.

STATEMENT OF THE DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state 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 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.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activities of the company continues to be the provision of Golf and Social facilities.

DIRECTORS

The Directors who served throughout the year are as follows:

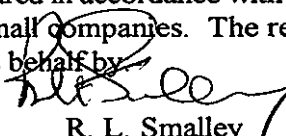
C L Barrett	JW Hughes (resigned 12/12/97)
I Cooper	M Mason
B Drew	JP Nugent (appointed 13/12/97)
SR Hewson	G Pillage
SR Horsley	RL Smalley

AUDITORS

Wallace Crooke & Co, Chartered Accountants, have indicated their willingness to continue in office, and in accordance with S385 Companies Act 1985 a resolution will be proposed regarding their re-appointment, at the Annual General Meeting.

BOARD APPROVAL

The report of the Directors has been prepared in accordance with the special provision of Part VII of the Companies Act 1985 relating to small companies. The report was approved by the board on 28 September 1998 and signed on its behalf by


R. L. Smalley
Chairman

REPORT OF THE AUDITORS TO THE MEMBERS OF

FULFORD HEATH GOLF CLUB LIMITED

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We have audited the Financial Statements on the pages 3 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

Respective Responsibilities of Directors and Auditors

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

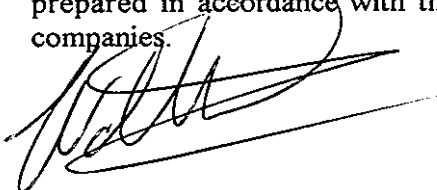
Basis of Opinion

We conducted our audit in accordance with Auditing Standards 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 mis-statement, 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 1998 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



Wallace Crooke & Co
Chartered Accountants
Registered Auditor

32 Lichfield Street
Walsall
West Midlands WS1 1TJ

Date: 28 September 1998

FULFORD HEATH GOLF CLUB LIMITED**PROFIT AND LOSS ACCOUNT****PAGE 3****31 MARCH 1998**

	<u>Notes</u>	<u>1998</u>	<u>1997</u>
		£	£
Turnover - continuing operations	2	444,304	423,821
Cost of Sales	3	(66,188)	(64,888)
Gross Profit		<u>378,116</u>	<u>358,933</u>
Administrative Expenses		<u>(347,621)</u>	<u>(405,334)</u>
Operating Profit/(Loss) - continuing operation	4	30,495	(46,401)
Interest Received		9,846	8,203
Interest Payable and Similar Charges	5	(3,317)	(4,501)
PROFIT/(LOSS) ON THE ORDINARY ACTIVITIES FOR THE FINANCIAL YEAR BEFORE TAXATION		<u>37,024</u>	<u>(42,699)</u>
TAXATION	7	(2,068)	(1,969)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES FOR THE FINANCIAL YEAR AFTER TAXATION	14	<u>£34,956</u>	<u>£(44,668)</u>

There are no recognised gains and losses other than the profit for the Financial year.

The notes on pages 5 to 9 form part of these Financial Statements.

FULFORD HEATH GOLF CLUB LIMITED

BALANCE SHEET

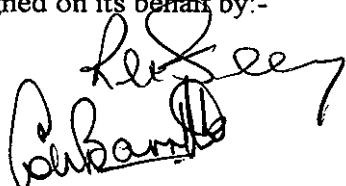
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31 MARCH 1998

	<u>Notes</u>	<u>1998</u>	<u>1997</u>
		£ £	£ £
FIXED ASSETS			
Tangible Fixed Assets	8	201,169	216,194
CURRENT ASSETS			
Stocks	9	20,787	20,560
Debtors	10	4,001	1,875
Cash at Bank and In Hand		<u>78,822</u>	<u>42,121</u>
		103,610	64,556
CREDITORS: Amounts falling due within one year	11	<u>77,064</u>	<u>75,377</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>26,546</u>	<u>(10,821)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		227,715	205,373
CREDITORS: Amounts falling due after more than one year	12	<u>40,417</u>	<u>53,031</u>
NET ASSETS		<u>£187,298</u>	<u>£152,342</u>
CAPITAL AND RESERVES			
Share Capital	13	-	-
Reserves	14	<u>187,298</u>	<u>152,342</u>
		<u>£187,298</u>	<u>£152,342</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies.

The Financial Accounts were approved by the Board of Directors on 28 September 1998 and signed on its behalf by:-



RL Smalley)
CL Barrett)

Directors

The notes on pages 5 to 9 form part of these Financial Statements.

31 MARCH 1998

1 ACCOUNTING POLICIES

The following Accounting Policies have been used consistently in dealing with items which are considered material in relation to the Company's Accounts:-

(a) Accounting Convention

The Accounts are prepared under the historical cost convention.

(b) Depreciation

Depreciation is calculated so as to write off the cost of Tangible Fixed Assets over their estimated useful lives using the reducing balance method at the following annual rates:

Clubhouse and Fittings	10%
Machinery and Equipment	25%
Course Expenditure	20%

(c) Stocks

Stocks of Supplies have been valued at cost on a first in first out basis. The bases of valuation have been consistently applied at 31 March 1998 and 31 March 1997. The Directors are of the opinion that the Net Realisable Value of Stocks is not lower than cost.

(d) Lease and Hire Purchase Commitments

Assets obtained under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated over their useful lives.

Interest charges are allocated to the profit and loss account over the period of the contract and represent a constant proportion of the balance of capital outstanding.

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

2 TURNOVER

Turnover, entirely in the United Kingdom, represents the following goods sold and services provided by the Company during the year, excluding value added tax.

	<u>1998</u>	<u>1997</u>
	£	£
Bar	106,325	99,215
Other as detailed in the Income and Expenditure Account	337,979	324,606
	<u>£444,304</u>	<u>£423,821</u>
	<u> </u>	<u> </u>

31 MARCH 1998**3** COST OF SALES

The cost of sales relate to Bar Purchases.

4 PROFIT ON ORDINARY ACTIVITIES

The Profit on ordinary activities is stated after charging/(crediting) the following:-

	<u>1998</u>	<u>1997</u>
	£	£
Depreciation of Tangible Fixed Assets		
- Owned	27,862	30,008
- Held under Hire Purchase Contracts	16,757	17,515
(Profit)/Loss on Sale of Tangible Fixed Assets	(208)	539
Auditors' Remuneration	1,000	1,000
Operating Leases - Rental of Clubhouse	48,000	48,000
	<u> </u>	<u> </u>

5 INTEREST PAYABLE

	<u>1998</u>	<u>1997</u>
	£	£
Hire Purchase Interest	3,317	4,195
Brewery Loan Interest	-	306
	<u>£3,317</u>	<u>£4,501</u>

6 OPERATING LEASE COMMITMENTS

At 31 March 1998 the Company had annual commitments under non-cancellable Operating Leases as set out below:

	<u>Land and</u>	<u>Other</u>
	<u>Buildings</u>	
Operating Leases which expire within 1 year	-	-
In the second to fifth years	-	£3,666
Over five years	£48,000	-
	<u> </u>	<u> </u>

FULFORD HEATH GOLF CLUB LIMITED

NOTES TO THE ACCOUNTS - continued

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7 TAXATION

Corporation Tax at 21% (1997 = 24%) has been provided for the year as follows:-

	<u>1998</u>	<u>1997</u>
	£	£
Charge on Investment Income	<u>£2,068</u>	<u>£1,969</u>

8 TANGIBLE FIXED ASSETS

	<u>Total</u>	<u>Clubhouse & Fittings</u>	<u>Machinery & Equipment</u>	<u>Course Expenditure</u>
	£	£	£	£
Cost Brought Forward	519,138	206,231	229,365	83,542
Additions	29,786	1,122	26,829	1,835
Sales at Cost	(1,046)	-	(1,046)	-
TOTAL COST	<u>£547,878</u>	<u>£207,353</u>	<u>£255,148</u>	<u>£85,377</u>
Depreciation B/Forward	302,944	110,462	148,063	44,419
Depreciation for Year	44,619	9,690	26,735	8,194
Depreciation on Sales	(854)	-	(854)	-
TOTAL DEPRECIATION	<u>£346,709</u>	<u>£120,152</u>	<u>£173,944</u>	<u>£52,613</u>
CURRENT NET BOOK VALUE	<u>£201,169</u>	<u>£87,201</u>	<u>£81,204</u>	<u>£32,764</u>
OPENING NET BOOK VALUE	<u>£216,194</u>	<u>£95,769</u>	<u>£81,302</u>	<u>£39,123</u>

Included above are the following amounts relating to assets held at the Balance Sheet date under Hire Purchase Contracts.

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>	<u>Depreciation Charge for The Year</u>
Machinery and Equipment	<u>£100,244</u>	<u>£50,479</u>	<u>£50,265</u>	<u>£16,757</u>

9 STOCKS

	<u>1998</u>	<u>1997</u>
	£	£
Bar Supplies	5,913	5,926
Course Consumables	14,874	14,634
	<u>£20,787</u>	<u>£20,560</u>

FULFORD HEATH GOLF CLUB

NOTES TO THE ACCOUNTS - continued

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10 DEBTORS

	<u>1998</u>	<u>1997</u>
Other Debtors and Prepayments	<u>£4,001</u>	<u>£1,875</u>

11 CREDITORS: Amounts falling due within one year

	<u>1998</u>	<u>1997</u>
	£	£
Brewery Loans	3,507	3,507
Trade Creditors	3,707	6,302
Corporation Tax	2,068	1,969
Other Taxation and Social Security	6,921	3,362
Accruals and Deferred Income	4,074	5,300
1933/1941 5% Debenture Stock	141	141
Hire Purchase	25,717	27,333
Other Creditors	11,653	12,032
Amounts due to Other Funds	19,276	15,431
	<u>£77,064</u>	<u>£75,377</u>

12 CREDITORS: Amounts falling due after more than one year

	<u>1998</u>	<u>1997</u>
	£	£
Hire Purchase	12,650	23,235
Brewery Loan	27,767	29,796
	<u>£40,417</u>	<u>£53,031</u>

The Brewery Loan is secured by a sole first charge on the leasehold property.

13 SHARE CAPITAL

Guarantee not exceeding £0.25 per Member.

14 RESERVES

	<u>1998</u>	<u>1997</u>
	£	£
Balance at 1/4/1997	152,342	197,010
Profit/(Loss) for the Year	34,956	(44,668)
	<u>£187,298</u>	<u>£152,342</u>

31 MARCH 1998

15 CAPITAL COMMITMENTS

<u>Authorised & contracted for</u>		<u>Authorised but not contracted for</u>	
<u>1998</u>	<u>1997</u>	<u>1998</u>	<u>1997</u>
<u>£ NIL</u>	<u>£ NIL</u>	<u>£ NIL</u>	<u>£ NIL</u>

16 CONTINGENT LIABILITIES

During the previous year the Company entered into an agreement with Bass Brewers Limited in respect of an advance regarding the refurbishment of the cellar in the sum of £3,017. If the Club fails to meet the required consumption of barrelled beer during the three years ending 6 September 1999, the whole or part of the advance may be repayable to Bass Brewers Limited.

17 POST BALANCE SHEET EVENT

Subsequent to the Balance Sheet date, the Club entered into a new Lease on the Clubhouse, Grounds and Buildings, which will expire on 25 March 2033.

18 YEAR 2000

The Company has recognised the importance of the year 2000 'Millennium Bug', and has initiated an investigation to assess any potential adverse effects of the date change. The investigation will ensure the integrity of all accounting and manufacturing systems, and resources will be allocated to implement appropriate reparations.

These notes form an integral part of the Accounts.