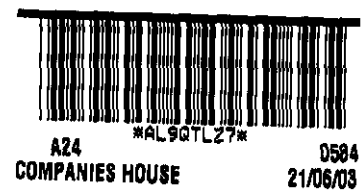


DENTON HOLME WORKING MENS
CONSERVATIVE CLUB COMPANY LIMITED

ACCOUNTS FOR THE YEAR ENDED

31 MARCH, 2003



SAINT & CO.,
Chartered Accountants,
Sterling House, Rosehill, Carlisle

DENTON HOLME WORKING MENS CONSERVATIVE CLUB COMPANY LIMITED

REPORT OF THE COMMITTEE OF MANAGEMENT WITH STATEMENT OF ACCOUNTS
FOR THE YEAR ENDED 31 MARCH, 2003

To be submitted at the Annual General Meeting of Members to be held in the Club on 4 June, 2003 at 7.30 pm

The Directors who constitute the Committee of Management present the forty ninth annual report and statement of accounts for the year ended 31 March, 2003 and to report a profit on ordinary activities before taxation of £962.

The principal activity of the Company is that of a private members club.

The club activities throughout the year have been fully maintained, valuable co-operation being given to the club by the Recreation Committee.

The Directors are of the opinion that the market value of freehold property is in excess of the book value. It is with regret that the Directors have to report the deaths of 19 members during the year.

GERALD FARMER - CHAIRMAN
ROBERT IRVING - SECRETARY

DIRECTORS AND NUMBER OF ATTENDANCES AT DIRECTORS MEETINGS

	Poss.	Act.		Poss.	Act.		Poss.	Act.
N. Ayre	15	14	J. Boyle	15	12	J. Owens	15	15
J. Hedley	13	11	N. Jackson	13	9	E. Bell	13	12
G. Farmer	15	15	D. Jackson	15	14	K. Barnes	13	11
K. Wilson	13	13	J. Thompson	13	5	T. Alexander	15	15

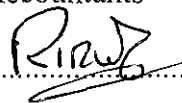
The following Directors retire and are eligible for re-election:-

E. Bell D. Jackson N. Jackson J. Thompson

Bankers: HSBC Plc., English Street, Carlisle
Solicitors: Messrs. Cartmell Shepherd
Auditors: Messrs. Saint & Co., Chartered Accountants

Secretary & Treasurer: ROBERT IRVING

Date: 30 April, 2003



Chairman: GERALD FARMER Vice Chairman: T. ALEXANDER Social Secretary: JAMES BAKER

DENTON HOLME WORKING MENS CONSERVATIVE CLUB COMPANY LIMITED

STATEMENT OF THE RESPONSIBILITIES OF THE COMMITTEE

The Committee are required to prepare accounts for each financial year which give a true and fair view of the state of the company's affairs and of the surplus or deficit for that year. In preparing these accounts the Committee are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Committee 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 accounts 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.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
DENTON HOLME WORKING MENS CONSERVATIVE CLUB COMPANY LIMITED

We have audited the financial statements of Denton Holme Working Mens Conservative Club Company Limited for the year ended 31 March, 2003 which comprise of the Profit and Loss Account, the Balance Sheet, and the related notes. These financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out therein.

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 auditor's 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 the committee of management and auditors.

The committee of management are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

It is our responsibility to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 if, in our opinion, the committee's report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit.

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

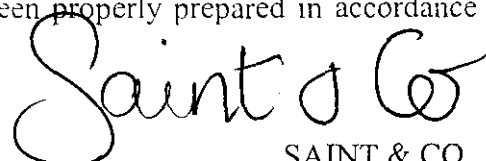
Basis of opinion.

We conducted our audit in accordance with United Kingdom 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 committee of management in the preparation of the financial statements, and of whether the accounting policies are appropriate to the club'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.

Opinion.

In our opinion, the financial statements give a true and fair view of the state of the club's affairs at 31 March, 2003 and of the profit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.


SAINT & CO.,
Chartered Accountants and
Registered Auditors.

Carlisle. 30 April, 2003

DENTON HOLME WORKING MENS CONSERVATIVE CLUB COMPANY LIMITED**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH, 2003**

	2 0 0 3		2 0 0 2	
	£	£	£	£
Bar sales		322,905		302,875
Concert room bar sales		148,005		141,996
LESS: Cost of goods sold	297,075		280,044	
LESS: Rebates receivable	(32,262)		(26,134)	
Brewery loans written off	(4,736)	(260,077)	(6,668)	(247,242)
GROSS PROFIT		210,833		197,629
G.P. % on sales	44.78%		44.42%	
G.P. % on sales excluding rebates and write offs	36.91%		37.05%	
ADD OTHER INCOME:				
Meter receipts		1,490		773
Members subscriptions		4,637		4,288
Visitors entrance fees		1,308		1,411
Telephone receipts		706		909
Federation Brewery – interest		556		688
Commission on cigarette sales		66		78
		219,596		205,776
LESS EXPENSES:				
Wages and national insurance	137,013		133,051	
Stocktakers fees	905		855	
Property rates	12,406		12,158	
Gas and electricity	14,368		14,562	
Insurance	5,499		5,172	
Repairs and renewals	12,972		17,009	
Cleaning	8,177		8,784	
Telephone	1,220		1,252	
Printing, stationery and postage	2,045		1,883	
Newspapers	888		925	
Taxis for staff	2,865		2,467	
Sundry expenses	7,244		6,307	
Bank charges and interest	2,246		2,049	
Audit fee	2,100		2,000	
Draymen and workmen - refreshments and gratuities	520		520	
Other gratuities	1,430		1,257	
Committee gratuities	243	(212,141)	210	(210,461)
CARRIED FORWARD		7,455		(4,685)

DENTON HOLME WORKING MENS CONSERVATIVE CLUB COMPANY LIMITED**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH, 2003****CONTINUED**

	NOTES	2 0 0 3 £	2 0 0 2 £
BROUGHT FORWARD		7,455	(4,685)
ADD: Recreation fund – excess income over expenditure		15,563	7,558
		<u>23,018</u>	<u>2,873</u>
LESS: Depreciation	1b	(22,056)	(23,484)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>962</u>	<u>(20,611)</u>
Taxation	3	69	(69)
		<u>1,031</u>	<u>(20,680)</u>
Retained profits brought forward		355,458	376,138
RETAINED PROFITS CARRIED FORWARD		<u><u>356,489</u></u>	<u><u>355,458</u></u>

DENTON HOLME WORKING MENS CONSERVATIVE CLUB COMPANY LIMITED**BALANCE SHEET AS AT 31 MARCH, 2003**

	NOTES	2 0 0 3		2 0 0 2	
		£	£	£	£
FIXED ASSETS:					
Tangible assets	4		328,471		349,684
Investments	5		9,100		9,100
			<u>337,571</u>		<u>358,784</u>
CURRENT ASSETS:					
Stocks			20,789		17,559
Debtors	6		11,401		12,336
Cash at bank and in hand	7		84,104		50,099
			<u>116,294</u>		<u>79,994</u>
CREDITORS: Amounts falling due within one year	8		(55,800)		(46,447)
NET CURRENT ASSETS			<u>60,494</u>		<u>33,547</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>398,065</u>		<u>392,331</u>
CREDITORS: Amounts falling due after more than one year	9		(41,576)		(36,873)
			<u>356,489</u>		<u>355,458</u>
CAPITAL AND RESERVES:					
Profit and loss account			<u>356,489</u>		<u>355,458</u>

Approved by the Committee of Management and signed on their behalf on 30 April, 2003.

G. FARMER - CHAIRMAN

T. ALEXANDER - VICE CHAIRMAN

[Handwritten signatures]

DENTON HOLME MENS CONSERVATIVE CLUB COMPANY LIMITED**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH, 2003****1. ACCOUNTING POLICIES:****a) Convention.**

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

b) Depreciation.

Depreciation is provided on all tangible fixed assets, other than cups and trophies, at rates calculated to write off the cost, less estimated residual value of each asset over its expected life as follows:-

Freehold property	2% on reducing balance
Billiard tables	20% on reducing balance
Furniture and fittings	25% on reducing balance
Concert Room refurbishments	8.33% on a straight line basis

c) Stocks.

Stocks are valued at the lower of cost or market value.

2. EMPLOYEES:

The average number of employees during the year was made up as follows:-

	2 0 0 3 Number	2 0 0 2 Number
Full time	10	10
Part time	13	13
	<u>23</u>	<u>23</u>

Staff costs during the year amounted to:-

	£	£
Wages and salaries	138,549	133,981
Social security costs	6,024	6,495
	<u>144,573</u>	<u>140,476</u>

3. TAXATION:

UK Corporation tax on investment income at 10% (2001: 10%)

UK Corporation tax over provided in previous year

-	(69)
69	-
<u>=====</u>	<u>=====</u>

DENTON HOLME WORKING MENS CONSERVATIVE CLUB COMPANY LIMITED**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH, 2003****CONTINUED****4. TANGIBLE FIXED ASSETS:**

	Freehold Property £	Concert Room £	Billiard Tables £	Furniture & Fittings £	Cups & Trophies £	Total £
COST:						
As at 1.4.02	356,458	148,050	643	192,268	149	697,568
Additions	-	-	-	843	-	843
As at 31.3.03	<u>356,458</u>	<u>148,050</u>	<u>643</u>	<u>193,111</u>	<u>149</u>	<u>698,411</u>
DEPRECIATION:						
As at 1.4.02	111,777	61,670	643	173,794	-	347,884
Charge for year	4,894	12,333	-	4,829	-	22,056
As at 31.3.03	<u>116,671</u>	<u>74,003</u>	<u>643</u>	<u>178,623</u>	<u>-</u>	<u>369,940</u>
NET BOOK VALUE:						
As at 31.3.03	<u>239,787</u>	<u>74,047</u>	<u>-</u>	<u>14,488</u>	<u>149</u>	<u>328,471</u>
As at 31.3.02	<u>244,681</u>	<u>86,380</u>	<u>-</u>	<u>18,474</u>	<u>149</u>	<u>349,684</u>

5. INVESTMENTS: Northern Federation Brewery Limited

	Shares £	Total £
As at 1.4.02	9,100	9,100
Movement in year	-	-
As at 31.3.03	<u>9,100</u>	<u>9,100</u>

6. DEBTORS:

	2003 £	2002 £
Provision for Brewery rebates receivable	4,745	5,889
Prepayments and accrued income	6,656	6,447
	<u>11,401</u>	<u>12,336</u>

7. CASH AT BANK AND IN HAND:

Bank current account	79,129	46,774
Cash in hand	4,975	3,325
	<u>84,104</u>	<u>50,099</u>

DENTON HOLME WORKING MENS CONSERVATIVE CLUB COMPANY LIMITED**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH, 2003****CONTINUED**

8. CREDITORS: Amounts falling due within one year	2 0 0 3	2 0 0 2
	£	£
Trade creditors	35,113	25,643
Corporation tax	-	69
Other taxes and social security costs	12,233	11,400
Accruals	3,454	3,335
Loans (see 10b)	5,000	6,000
	<u>55,800</u>	<u>46,447</u>
	=====	=====
9. CREDITORS: Amounts falling due after more than one year		
Loans (see 10b)	<u>41,576</u>	<u>36,873</u>
	=====	=====
10. SUMMARY OF LOANS:		
(a) (i) Federation Brewery Limited – to be written off (interest free) on a barrelage basis.	5,467	6,388
(ii) Carlsberg – Tetley Brewing Limited – to be written off (interest free) on a barrelage basis. Repaid in year.	-	988
(iii) Carlsberg – Tetley Brewing Limited – to be written off (interest free) on a barrelage basis.	24,086	-
(iv) Coors Brewers Limited – to be written off (interest free) on a barrelage basis. Repaid in year.	-	16,562
(v) Scottish Courage Limited – to be written off (interest free) on a barrelage basis	17,023	18,935
	<u>46,576</u>	<u>42,873</u>
All the above Loans are unsecured.	=====	=====
(b) Repayable within one year (see 8 above)	5,000	6,000
Repayable after more than one year (see 9 above)	41,576	36,873
	<u>46,576</u>	<u>42,873</u>
	=====	=====

11. MEMBERS LIABILITY:

Every member of the club has undertaken to contribute to the club in the event of the same being wound up while he is a member or within one year after he ceases to be a member, for payments of the debts and liabilities of the club contracted before he ceases to be a member and of the costs, charges and expenses of winding up and for the adjustment of the rights of the contributors and among themselves such amount as may be required not exceeding 25p.