

REGISTERED NUMBER 727607

BUDWORTH SAILING SECTION (PROPERTIES) LIMITED

ACCOUNTS FOR THE YEAR ENDED

30 SEPTEMBER 1997



BUDWORTH SAILING SECTION (PROPERTIES) LIMITED

REPORT OF THE DIRECTORS

The directors submit their report together with the audited accounts of the company for the year ended 30 September 1997.

REVIEW OF THE BUSINESS

The company continued to act as holder of the freehold land and buildings occupied by the Budworth Sailing Club. The company did not trade during the year and therefore no profit and loss account has been prepared.

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company as at the end of the financial year and of the profit or loss of the company for that period. In preparing these accounts 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 maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the accounts comply with the Companies Act. 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.

DIRECTORS AND THEIR INTERESTS

The directors who served during the year, none of whom held any beneficial interest in the company's shares, were as follows:-

E P R Ainsworth
D M Elliott
M J Guess
J A Shaw

M J Guess retires from the board and, being eligible, offers himself for re-election.

AUDITORS

A resolution to re-appoint the auditors, Haslam Tunstall, will be proposed at the Annual General Meeting.

SMALL COMPANY EXEMPTIONS

The report of the directors 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


E P R AINSWORTH
Director

Date: 27 January 1998

**REPORT OF THE AUDITORS TO THE MEMBERS OF
BUDWORTH SAILING SECTION (PROPERTIES) LIMITED**

We have audited the accounts on pages 3 and 4 which have been prepared under the historical cost convention and the accounting policies set out on page 4.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

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

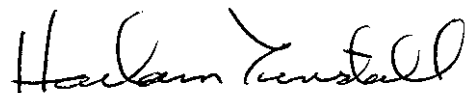
BASIS OF OPINION

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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 accounts 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 accounts.

OPINION

In our opinion the accounts give a true and fair view of the state of the company's affairs at 30 September 1997 and have been properly prepared in accordance with the Companies Act 1985.



HASLAM TUNSTALL

Chartered Accountants
Registered Auditor
14 Bold Street
Warrington

Date: 27 January 1998

BUDWORTH SAILING SECTION (PROPERTIES) LIMITED

BALANCE SHEET

		As at 30 September	
	Notes	1997	1996
TANGIBLE FIXED ASSETS	(3)	36,043	36,043
CREDITORS: Amounts falling due after more than one year	(4)	35,943	35,943
NET ASSETS		<u>£100</u>	<u>£100</u>
CAPITAL AND RESERVES			
Called up share capital	(2)	100	100
		<u>£100</u>	<u>£100</u>

The financial statements have 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

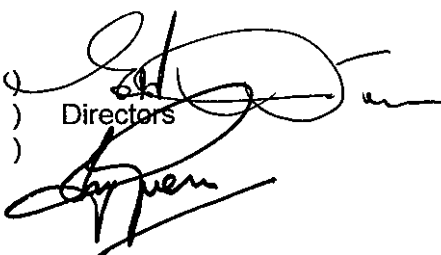
E P R AINSWORTH

) Directors

M J GUESS

)

Date: 27 January 1998



BUDWORTH SAILING SECTION (PROPERTIES) LIMITED

NOTES TO THE ACCOUNTS

For the year ended 30 September 1997

1. ACCOUNTING POLICIES

Basis of accounting

The accounts have been prepared under the historical cost basis of accounting and in accordance with applicable accounting standards except as referred to below.

Depreciation

Freehold land is not depreciated.

No provision has been made for depreciation of the company's clubhouse, equipment and fittings. This policy is not in accordance with Schedule 4 to the Companies Act 1985 and does not comply with the requirements of Statement of Standard Accounting Practice No.12. The directors are of the opinion that, as the Clubhouse, equipment and fittings are regularly maintained, it would be inappropriate to provide for depreciation. The directors are of the opinion that it is impracticable to quantify the depreciation which would otherwise have been charged.

2. SHARE CAPITAL

	Authorised Allotted, called up and fully paid	
	1997	1996
Ordinary shares of £1 each	£100	£100
	<u> </u>	<u> </u>

3. TANGIBLE FIXED ASSETS

	Cost at beginning and end of year
Freehold land	5,832
Clubhouse, equipment and fittings	30,211
	<u> </u>
	£36,043
	<u> </u>

The cost price is shown net of grants totalling £3,500.

4. CREDITORS: Amounts falling due after more than one year

	1997	1996
Budworth Sailing Club Loan Account	£35,943	£35,943
	<u> </u>	<u> </u>

5. TRANSACTIONS WITH DIRECTORS

All of the directors are members of Budworth Sailing Club.

The company leases its property to Budworth Sailing Club rent free and the club also has use of the company's equipment free of charge.