WESTERHEATH LIMITED

FINANCIAL STATEMENTS

30TH JUNE 1998

Registered number: 2090372

GARETH JOHN & COMPANY

CHARTERED ACCOUNTANTS

Tonypandy



WESTERHEATH LIMITED

FINANCIAL STATEMENTS

for the Year ended 30th June 1998

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The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1

WESTERHEATH LIMITED

COMPANY INFORMATION

30th June 1998

Number 2090372

DIRECTORS	P T Bailey D M Davies B Evans N Gallagher C Oldfield
SECRETARY	B Evans
BANKERS	National Westminster Bank Plc Ely Valley Road Talbot Green Pontyclun Mid Glamorgan
ACCOUNTANTS	Gareth John & Company Chartered Accountants The Enterprise Centre Llwynypia Road Tonypandy Mid Glam

WESTERHEATH LIMITED

DIRECTORS' REPORT

30th June 1998

The directors present their report and the financial statements for the Year ended 30th June 1998.

Principal activity

The principal activity of the company continued to be that of the management and operation of a squash club.

Directors

The directors of the company during the Year and their interests in the shares of the company as recorded in the register of directors' interests were as follows

	30th June 1998 Ordinary shares	1st July 1997 Ordinary shares
P T Bailey	2,078	2,078
D M Davies	27,597	27,597
B Evans	875	875
N Gallagher	1,476	1,476
C Oldfield	1,476	1,476

Small company exemptions

Advantage has been taken in the preparation of this report of special exemptions applicable to small companies.

On behalf of the board

B Evans

Secretary

WESTERHEATH LIMITED

ACCOUNTANTS' REPORT

Accountants' report to the directors of Westerheath Limited

In accordance with instructions given to us we have prepared financial statements for the company for the Year ended 30th June 1998 according to the accounting provisions of the Companies Act 1985. The directors of the company have confirmed that the company is totally exempt from the audit requirement under the provisions of subsection 1 of section 249A of the Companies Act 1985, and as a result we have not carried out an audit. The financial statements on pages 4 to 6 are therefore based on the information shown in the accounting records and on the information supplied and explanations given to us by the directors.

Tonypandy

Gareth John & Company
Chartered Accountants

WESTERHEATH LIMITED

PROFIT AND LOSS ACCOUNT

for the Year ended 30th June 1998

	Note	1998 £	1997 £
Turnover		5,414	6,022
Net operating expenses			
Administrative expenses		(7,918)	(7,293)
Net Loss before taxation		(2,504)	(1,271)
Taxation	3	-	-
Net Loss after taxation retained for the Year	9	(2,504)	(1,271)

Movements in reserves are shown in note 9.

None of the company's activities were acquired or discontinued during the above two financial years.

There are no recognised gains and losses in 1998 or 1997 other than the loss for the Year.

WESTERHEATH LIMITED

BALANCE SHEET

at 30th June 1998

	Note	1998 £	1998 £	1997 £	1997 £
Fixed assets					
Tangible assets	4		24,142		25,173
Current assets					
Debtors	5	380		1,145	
Cash at bank and in hand		92		672	
		472		1,817	
Creditors: amounts falling due within one year	6	(2,018)		(1,890)	
NET CURRENT LIABILITIES			(1,546)		(73)
TOTAL ASSETS LESS CURRENT LIABILITIES			22,596		25,100
Capital and reserves					
Called up share capital	8		33,752		33,752
Profit and loss account	9		(11,156)		(8,652)
Total shareholders' funds	7		22,596		25,100

continued .....

WESTERHEATH LIMITED

BALANCE SHEET
(continued)

at 30th June 1998

The directors consider that for the Year ended 30th June 1998 the company was entitled to exemption under subsection 1 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial Year under subsection 2 of section 249B of the Act.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and preparing financial statements 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 its profit or loss for the financial Year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

The directors have taken advantage in the preparation of these financial statements of special exemptions provided by Part I of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

The financial statements on pages 4 to 6 were approved by the board of directors on

Director



WESTERHEATH LIMITED

NOTES ON FINANCIAL STATEMENTS

30th June 1998

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it is entitled to the exemptions available in Section 246 to 247 of the Companies Act 1985 for small companies.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Leasehold land and buildings	The period of the lease
Squash Courts and Equipment	2.5% on cost

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

2 Operating loss

	1998 £	1997 £
Operating loss is stated after charging		
Depreciation of tangible fixed assets (note 4) owned assets	1,031	1,091

3 Taxation

The company has no liability for taxation.

WESTERHEATH LIMITED

NOTES ON FINANCIAL STATEMENTS

30th June 1998

4 Tangible fixed assets

	Fixtures and Fittings £	Land and Buildings £	Total £
Cost or valuation			
1st July 1997 and 30th June 1998	38,594	4,059	42,653
Depreciation			
1st July 1997	16,370	1,110	17,480
Charge for Year	930	-	1,031
30th June 1998	17,300	1,110	18,511
Net book amount			
30th June 1998	21,294	2,848	24,142
1st July 1997	22,224	2,949	25,173

5 Debtors

	1998 £	1997 £
Amounts falling due within one year		
Sundry debtors	380	1,145

6 **Creditors:** amounts falling due within one year

	1998 £	1997 £
Other creditors	2,018	1,890
	2,018	1,890

7 Reconciliation of movements in shareholders' funds

	1998 £	1997 £
Loss for the financial Year representing a decrease in **shareholders' funds**	(2,504)	(1,271)
Opening shareholders' funds	25,100	26,371
Closing shareholders' funds	22,596	25,100

WESTERHEATH LIMITED

NOTES ON FINANCIAL STATEMENTS

30th June 1998

8 Called up share capital

	1998		1997	
	Number of shares	£	Number of shares	£
Authorised, Ordinary Shares of £1 each	50,000	50,000	50,000	50,000
Allotted called up and fully paid	33,752	33,752	33,752	33,752

9 Profit and loss account

	1998 £
1st July 1997	(8,652)
Retained loss for the Year	(2,504)
30th June 1998	(11,156)