

ROYAL SCOTTISH AUTOMOBILE CLUB

(MOTOR SPORT) LIMITED

(Company Limited by Guarantee)

REPORT AND ACCOUNTS

for the year ended 31 December 1998



ROYAL SCOTTISH AUTOMOBILE CLUB (MOTOR SPORT) LIMITED
(Company Limited by Guarantee)

Directors	I B M Lyle (Chairman) J S Cowan R G Davenport I L Dunsmore (resigned 15.12.98) M N C Gascoigne J S McRae J R Quenby
Secretary	J C Lord
Auditors	Geoghegan & Co CA
Company Number	SC078564

Directors' Report

The directors present their report for the year ended 31 December 1998.

Results for the Year

The profit for the year amounted to £2,799.

Review of the Business

The company is involved in the promotion and administration of Motor Sport in Scotland. The directors are satisfied that the company will be in a position to continue to trade during the forthcoming year.

Future Developments

The company will continue the above activities during 1999 with the possible addition of further events.

Statement of 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 and of the profit or loss of the company for that period. In preparing those accounts, the directors are required to:

- ◆ select suitable accounting policies and then apply them consistently;
- ◆ make judgements and estimates that are reasonable and prudent;
- ◆ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- ◆ prepare the accounts 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 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.

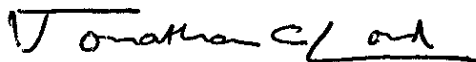
ROYAL SCOTTISH AUTOMOBILE CLUB (MOTOR SPORT) LIMITED
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Directors' Report (Continued)

Auditors

Messrs Geoghegan & Co, CA, continue in office.

BY ORDER OF THE BOARD

A handwritten signature in dark ink, appearing to read "Jonathan C. Lord". The signature is written in a cursive style with a horizontal line underneath the name.

J C LORD
Secretary

GLASGOW
10 August 1999

AUDITORS' REPORT TO THE SHAREHOLDERS OF

ROYAL SCOTTISH AUTOMOBILE CLUB (MOTOR SPORT) LIMITED

We have audited the accounts on pages 4 to 7, which have been prepared under the historical cost convention and the accounting policy, set out on page 6.

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 disclosure 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 as at 31 December 1998 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



GEOGHEGAN & CO

Chartered Accountants and
Registered Auditors

10 August 1999

Geoghegan & Co
Chartered Accountants
6 St Colme Street
EDINBURGH
EH3 6AD

ROYAL SCOTTISH AUTOMOBILE CLUB (MOTOR SPORT) LIMITED
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PROFIT AND LOSS ACCOUNT
for the year ended 31 December 1998

	Notes	1998	1997
Income - continuing operations		177,999	143,455
Administrative expenses		<u>175,817</u>	<u>170,176</u>
Operating profit/(loss)	2	2,182	(26,721)
Interest receivable		<u>768</u>	<u>887</u>
Profit/(loss) for the financial year before taxation		2,950	(25,834)
Taxation for the year	3	<u>151</u>	<u>2,162</u>
Profit/(loss) for the financial year after taxation		<u><u>£2,799</u></u>	<u><u>£(23,672)</u></u>

Statement of Accumulated Profit

Profit/(loss) for the financial year	<u>2,799</u>	<u>(23,672)</u>
<i>Accumulated loss at 31 December 1997</i>		
As previously reported	(13,758)	10,071
Prior year adjustment	<u>-</u>	<u>(157)</u>
As restated	<u>(13,758)</u>	<u>9,914</u>
Accumulated (loss) at 31 December 1998	<u><u>£(10,959)</u></u>	<u><u>£(13,758)</u></u>

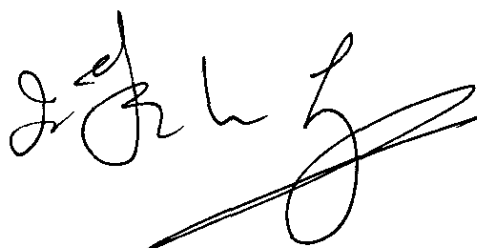
The company has no recognised gains or losses in the years ended 31 December 1997 and 1998 other than the profits for those years and therefore no separate statement of total recognised gains or losses has been presented.

ROYAL SCOTTISH AUTOMOBILE CLUB (MOTOR SPORT) LIMITED
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BALANCE SHEET
as at 31 December 1998

	Notes	1998	1997
Tangible Fixed Assets	4	<u>587</u>	<u>881</u>
Current Assets			
Debtors	5	9,168	6,986
Bank		<u>24,717</u>	<u>4,582</u>
		33,885	11,568
Creditors – Amounts falling due within one year	6	<u>45,431</u>	<u>26,207</u>
Current Assets less Current Liabilities		<u>(11,546)</u>	<u>(14,639)</u>
		(10,959)	(13,758)
Reserves			
Profit and loss account		<u>£(10,959)</u>	<u>£(13,758)</u>

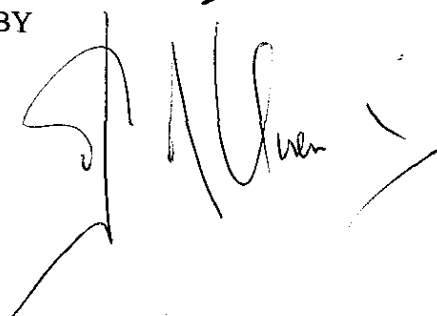
I B M LYLE



Director

10 August 1999

J R QUENBY



Director

ROYAL SCOTTISH AUTOMOBILE CLUB (MOTOR SPORT) LIMITED
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NOTES TO THE ACCOUNTS
at 31 December 1998

1 Accounting Policies

The accounts are prepared under the historical cost convention.

Depreciation is provided on the motor vehicle over four years which is calculated to write off its cost, less estimated residual value evenly over its expected useful life.

2 Operating Profit

	1998	1997
This is stated after charging :-		
Auditors' remuneration	£823	£822
Depreciation	294	294

3 Taxation for Year

Corporation tax is payable at 21% on bank interest received. No corporation tax is payable on the profit for the year as the result of losses brought forward.

4 Tangible Fixed Assets

	Motor Vehicle
Cost at 31 December 1997 and 1998	1,175
Aggregate depreciation:	
At 31 December 1997	294
Charge for year	294
At 31 December 1998	588
Net book value at 31 December 1998	£ 587
do 1997	£ 881

5 Debtors

	1998	1997
Prepayments	7,648	1,168
Other debtors	1,520	3,655
Corporation tax	-	2,162
	£9,168	£6,985

6 Creditors - Amounts due within one year

Entry Fees received in advance	2,950	-
Contribution received in advance	17,300	16,800
Development Fund	10,562	562
Accruals	823	1,857
Corporation tax	151	-
Other creditors	1,861	1,649
Current account - Royal Scottish Automobile Club	11,784	5,339
	£45,431	£26,207

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NOTES TO THE ACCOUNTS
at 31 December 1998 (Cont'd)

7 Contract Hire Liability

The company has a contract hire liability for a period of between two and five years which amounts to £3,855 per annum.

8 Future Trading

The directors are satisfied that the company can continue to trade during the forthcoming year.