

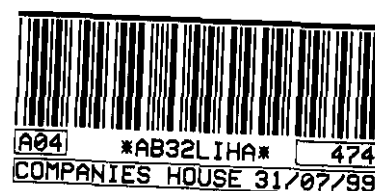


CCL Leisure Limited
and Subsidiary Companies

Financial Statements

Year ended 30 November 1998

Company Registration Number 2227126



CCL Leisure Limited

and Subsidiary Companies

REPORT OF THE DIRECTORS

The directors present their report and the audited accounts for the year ended 30 November 1998.

PRINCIPAL ACTIVITIES

The principal activities of the Group and Company continue to be those of the management of leisure facilities.

REVIEW OF BUSINESS AND FUTURE PROSPECTS

The Group has successfully developed its business bases on the additional capital invested in 1997 and the re-organisation that followed. The facility investments made over the past two years are showing profits and further investments are planned. The Group has reported a retained profit for the period of £654,841 (1997 - loss £58,115) and the directors are confident of further improvements in the results for 1999.

RESULTS AND DIVIDENDS

The results of the Group are set out in detail on Page 4.

The directors do not recommend the payment of a dividend (1997 - £nil).

DIRECTORS AND THEIR INTERESTS

The directors who served during the period and the beneficial and family interests of those serving at the end of the period in the shares of the Company were as follows:

	At 30 November 1998	At 30 November 1997
	£1 "B" Ordinary Shares	£1 "B" Ordinary Shares
R M Bottomley (Managing Director)	15,719	15,719
K R Milsom	9,769	9,769
I E Warren	1,416	1,416
D Rogers	-	-
N Brewster	-	-
Sir R Scott (resigned 22/10/98)	-	-
C Morgan (appointed 22/10/98)	-	-

None of the directors had an interest in the company's £1 "A" ordinary shares at 30 November 1998.

EMPLOYEE INVOLVEMENT AND EMPLOYMENT OF DISABLED PERSONS

The employees of the Group are systematically provided with information on matters which concern them as employees. Employees or their representation are regularly consulted when decisions are taken which are likely to affect their interests. The directors continue to provide information to employees in order to achieve employee awareness of financial and economic factors affecting the Group. The Group maintains a policy of giving fair consideration to applications for employment made by disabled persons having regard to their particular aptitudes and abilities.

YEAR 2000

The Group's business and those of its suppliers use computer systems to various degrees any of which may be affected by the "Year 2000 problem". The directors have assessed the risks to the Group and while it is impossible to guarantee that it will not be damaged by consequent failures they are confident that the assessments, plans and procedures in progress will enable the Group to surmount any problems arising.

AUDITORS

A resolution to re-appoint Creaseys as auditors will be proposed at the forthcoming Annual General Meeting

Approved by the Board of Directors and signed on behalf of the Board on 8th July 1999



K R Milsom, Secretary

CCL Leisure Limited

and Subsidiary Companies

STATEMENT OF 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 affairs of the Company and of the Group as at the end of the financial year and of the profit or loss of the Group for that period. In preparing these 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;
- * state whether applicable accounting standards have been followed;
- * prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group 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 the Group and to enable them to ensure that the financial statements comply with the Companies Act. They are also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

CCL Leisure Limited
and Subsidiary Companies

**AUDITORS' REPORT TO THE MEMBERS OF
CCL LEISURE LIMITED**

We have audited the financial statements on pages 4 to 16 which have been prepared under the accounting policies set out on page 9.

Respective responsibilities of directors and auditors

As described on page 2 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 circumstances of the Company and the Group, 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 affairs of the Company and the Group as at 30 November 1998 and of the profit of the Group for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Creaseys 8 July 1999

Creaseys
Chartered Accountants and Registered Auditors
12 Lonsdale Gardens
Tunbridge Wells
Kent
TN1 1PA

CCL Leisure Limited
and Subsidiary Companies

CONSOLIDATED PROFIT AND LOSS ACCOUNT
for the year ended 30 November 1998

	Note	1998 £	15 months 1997 £
TURNOVER		12,853,557	13,017,570
Cost of sales (including exceptional costs in 1997 re: Cost of closing a loss-making contract - £114,015)		(11,029,383)	(11,759,239)
GROSS PROFIT		<u>1,824,174</u>	<u>1,258,331</u>
Administrative expenses (including exceptional costs in 1997 re: Legal and professional fees for raising additional capital - £46,387)		(1,087,024)	(1,366,270)
OPERATING PROFIT/(LOSS)		<u>737,150</u>	<u>(107,939)</u>
Other interest receivable and similar income	5	31,621	38,478
Interest payable and similar charges	6	(6,009)	(12,183)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	2	<u>762,762</u>	<u>(81,644)</u>
Tax (charge) / credit on profit / (loss) on ordinary activities	7	(107,921)	14,110
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION		<u>654,841</u>	<u>(67,534)</u>
Minority interests		0	9,419
RETAINED PROFIT/(LOSS) FOR THE FINANCIAL YEAR / PERIOD	17	<u>654,841</u>	<u>(58,115)</u>

All results above derive from continuing operations.

There are no recognised gains or losses or movements in shareholders' funds for the current financial year and preceding financial period other than as stated in the profit and loss account.

CCL Leisure Limited
and Subsidiary Companies

CONSOLIDATED BALANCE SHEET

30 November 1998

	Note	1998 £	1998 £	1997 £	1997 £
FIXED ASSETS					
Tangible assets	9		1,710,174		601,560
CURRENT ASSETS					
Stocks	11	184,829		138,209	
Debtors	12	1,733,956		1,342,678	
Cash at bank and in hand		799,645		275,745	
		<u>2,718,430</u>		<u>1,756,632</u>	
CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR					
	13	<u>(2,474,306)</u>		<u>(1,708,460)</u>	
NET CURRENT ASSETS			244,124		48,172
TOTAL ASSETS LESS CURRENT LIABILITIES					
			<u>1,954,298</u>		<u>649,732</u>
PROVISIONS FOR LIABILITIES AND CHARGES					
	15		(52,990)		(9,334)
			<u>1,901,308</u>		<u>640,398</u>
CREDITORS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR					
	14		1,006,067		400,000
CAPITAL AND RESERVES					
CALLED UP EQUITY SHARE CAPITAL	16		56,750		56,750
PROFIT AND LOSS ACCOUNT	17		838,491		183,648
EQUITY SHAREHOLDERS' FUNDS			<u>895,241</u>		<u>240,398</u>
			<u>1,901,308</u>		<u>640,398</u>

These financial statements were approved by the Board of Directors on 8 July 1999

Signed on behalf of the Board of Directors

R M Bottomley

R M Bottomley, Chairman

CCL Leisure Limited

and Subsidiary Companies

COMPANY BALANCE SHEET

30 November 1998

	Note	1998 £	1998 £	1997 £	1997 £
FIXED ASSETS					
Tangible assets	9		1,035,896		491,018
Investments	10		<u>22,700</u>		<u>22,700</u>
			1,058,596		513,718
CURRENT ASSETS					
Stock	11	60,739		19,020	
Debtors	12	1,066,736		696,283	
Cash at bank and in hand		<u>785,928</u>		<u>260,818</u>	
		1,913,403		976,121	
CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR					
	13	<u>(2,084,718)</u>		<u>(1,385,250)</u>	
NET CURRENT (LIABILITIES) / ASSETS			<u>(171,315)</u>		<u>(409,129)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			887,281		104,589
PROVISIONS FOR LIABILITIES AND CHARGES					
	15		(36,990)		(9,334)
TOTAL NET ASSETS			<u>850,291</u>		<u>95,255</u>
CREDITORS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR					
	14		1,000,000		400,000
CAPITAL AND RESERVES					
CALLED UP EQUITY SHARE CAPITAL	16		56,750		56,750
PROFIT AND LOSS ACCOUNT	17		(206,459)		(361,495)
EQUITY SHAREHOLDERS' FUNDS			<u>(149,709)</u>		<u>(304,745)</u>
			<u>850,291</u>		<u>95,255</u>

These financial statements were approved by the Board of Directors on 8th July 1999

Signed on behalf of the Board of Directors



R M Bottomley, Chairman

CCL Leisure Limited
and Subsidiary Companies

CONSOLIDATED CASH FLOW STATEMENT

for the year ended 30 November 1998

	Note	1998 £	1998 £	1997 £	1997 £
Net cash inflow from operating activities	(a)		1,199,269		151,168
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE					
Interest received		31,621		38,478	
Interest paid		<u>(6,009)</u>		<u>(12,183)</u>	
NET CASH INFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			25,612		26,295
TAXATION					
Corporation tax credit / (paid)			-		-
CAPITAL EXPENDITURE					
Purchase of tangible fixed assets		(1,297,720)		(601,860)	
Proceeds from sale of tangible fixed assets		<u>-</u>		<u>5,492</u>	
NET CASH OUTFLOW FROM CAPITAL EXPENDITURE			(1,297,720)		(596,368)
FINANCING					
Capital element of hire purchase contracts		(3,261)		(11,209)	
New finance - hire purchase contracts		-		12,637	
New finance - other unsecured loans		<u>600,000</u>		<u>400,000</u>	
NET CASH INFLOW FROM FINANCING			596,739		401,428
(DECREASE) / INCREASE IN CASH	(b)		<u>523,900</u>		<u>(17,477)</u>

NOTES TO THE CASH FLOW STATEMENT

	1998 £	1997 £
(a) RECONCILIATION OF OPERATING PROFIT/(LOSS) TO NET CASH INFLOW FROM OPERATING ACTIVITIES		
Operating profit/(loss)	737,150	(107,939)
Depreciation	189,107	154,238
Loss on sale of tangible fixed assets	0	3,851
(Increase) in stocks	(46,620)	(33,341)
(Increase) in debtors	(391,278)	(353,741)
Increase in creditors	710,910	488,100
Net cash inflow from operating activities	<u>1,199,269</u>	<u>151,168</u>

The 1997 net cash inflow from operating activities includes exceptional cash outflows of £144,015 relating to the costs of closing a loss-making contract and £46,387 relating to legal and professional fees in respect of raising additional capital.

(b) ANALYSIS OF CHANGES IN NET DEBT

	Cash at bank and in hand £	Hire purchase contracts £	Other Loans £	Total 1998 £	Total 1997 £
Balance At 1 December 1998	275,745	(12,637)	(400,000)	(136,892)	282,013
Cash flow	523,900	3,261	-	527,161	(6,268)
Inception of new loan	-	-	(600,000)	(600,000)	(400,000)
Inception of new hire purchase contracts	-	-	-	0	(12,637)
Balance at 30 November 1998	<u>799,645</u>	<u>(9,376)</u>	<u>(1,000,000)</u>	<u>(209,731)</u>	<u>(136,892)</u>

NOTES TO THE ACCOUNTS

For the year ended 30 November 1998

1 STATEMENT OF ACCOUNTING POLICIES

The financial statements are prepared in accordance with applicable accounting standards. The particular accounting policies adopted are described below.

(a) CONVENTION

The financial statements have been prepared in accordance with the historical cost convention.

(b) BASIS OF CONSOLIDATION

The consolidated financial statements incorporate the financial statements of the Company and of all its subsidiaries since their date of incorporation. All companies within the Group make up their accounts to the same date.

(c) TURNOVER

Turnover is the amount derived from provision of goods and services falling within the Group's ordinary activities after deduction of trade discounts and value added tax and arises wholly in the United Kingdom.

(d) TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is calculated to write down the cost of the tangible fixed assets to their estimated residual value by equal annual instalments over the period of their estimated useful economic lives, which are considered to be:

Plant and machinery	4 years *
Fixtures and fittings	4 years
Motor vehicles	6 years

* Included in plant and machinery since 1997 are contract improvements which are payments made by the Group to improve centre facilities. The items purchased do not become the property of the Group and the expenditure is written off over the remaining life of each management contract or the asset's useful economic life if shorter.

(e) LEASED ASSETS

Fixed assets held under hire purchase contracts are capitalised and depreciated over their expected useful economic lives. The finance charges are allocated equally over the primary period of the lease. The costs of operating leases are charged to the profit and loss account as they accrue.

(f) INVESTMENTS HELD AS FIXED ASSETS

Investments held as fixed assets are stated at cost less provision for any permanent diminution in value.

(g) STOCKS

Stocks are stated at the lower of cost and net realisable value.

(h) PENSIONS

The Company operates a defined contribution pension scheme for all employees upon meeting defined criteria. The pension cost charge represents contributions payable by the Company in respect of the accounting period. All assets of the scheme are held separately from the Company.

(i) DEFERRED TAXATION

Deferred taxation is provided on timing differences, arising from the different treatment of items for accounting and taxation purposes, which are expected to reverse in the future, calculated at the rates at which it is expected that tax will arise.

CCL Leisure Limited

and Subsidiary Companies

NOTES TO THE ACCOUNTS

For the year ended 30 November 1998

2	PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	1998 £	1997 £
	Profit/(loss) on ordinary activities before taxation is arrived at after charging:		
	Depreciation of owned assets	189,107	154,238
	Auditors' remuneration	<u>21,000</u>	<u>24,000</u>

3 **EMPLOYEES** **Employee numbers and costs**

The average number employed by the Group, including directors, within each category of persons was:

	1998 Number	1997 Number
Administrative staff	41	41
Operative staff	587	457
Total staff	<u>628</u>	<u>498</u>

The costs incurred in respect of these employees were:	£	£
Wages and salaries	6,995,394	7,282,470
Social security costs	510,575	513,103
Other pension costs	181,137	198,307
Total staff costs	<u>7,687,106</u>	<u>7,993,880</u>

At 30 November 1998 pension contributions totalling £17,563 (1997- £9,240) were payable and are included in creditors.

CCL Leisure Limited
and Subsidiary Companies

NOTES TO THE ACCOUNTS

For the year ended 30 November 1998

4 DIRECTORS	1998	1997
	£	£
Directors' emoluments:		
Emoluments	205,503	256,117
Pension contributions	30,946	41,821
	<u>236,449</u>	<u>297,938</u>
Highest paid director:		
Emoluments	74,876	98,404
Pension contributions	18,658	12,000
	<u>93,534</u>	<u>110,404</u>
5 OTHER INTEREST RECEIVABLE AND SIMILAR INCOME	1998	1997
	£	£
Bank deposit interest	<u>31,621</u>	<u>38,478</u>
6 INTEREST PAYABLE AND SIMILAR CHARGES	1998	1997
	£	£
Interest on hire purchase contracts	<u>6,009</u>	<u>12,183</u>
7 TAX (CHARGE) / CREDIT ON PROFIT / (LOSS) ON ORDINARY ACTIVITIES	1998	1997
	£	£
Tax for the period comprises:		
Corporation tax at a rate of 31% (1997-33%) of taxable profit	(64,265)	-
Deferred taxation	(43,656)	(9,334)
Adjustment to prior years' deferred tax provision	-	23,444
	<u>(107,921)</u>	<u>14,110</u>

8 PROFIT OF PARENT COMPANY

As permitted by Section 230 of the Companies Act 1985, the profit and loss account of the parent Company is not presented as part of these accounts.

The parent Company's profit for the financial year amounted to £155,036 (1997 - loss £443,405).

CCL Leisure Limited

and Subsidiary Companies

NOTES TO THE ACCOUNTS

For the year ended 30 November 1998

9 TANGIBLE FIXED ASSETS

	Plant & machinery £	Fixtures & fittings £	Motor vehicles £	Total £
(a) Group				
COST				
At 1 December 1997	745,448	342,564	11,024	1,099,036
Additions	1,196,041	95,779	5,900	1,297,720
Disposals	-	-	-	-
At 30 November 1998	<u>1,941,489</u>	<u>438,343</u>	<u>16,924</u>	<u>2,396,756</u>
DEPRECIATION				
At 1 December 1997	266,800	222,727	7,949	497,476
Charge for the period	131,311	56,224	1,572	189,107
Disposals	-	-	-	-
At 30 November 1998	<u>398,111</u>	<u>278,951</u>	<u>9,521</u>	<u>686,583</u>
NET BOOK VALUE				
At 30 November 1998	<u>1,543,378</u>	<u>159,392</u>	<u>7,403</u>	<u>1,710,173</u>
At 30 November 1997	<u>478,648</u>	<u>119,837</u>	<u>3,075</u>	<u>601,560</u>

Included above are assets held under finance leases or hire purchase contracts as follows :-

	Plant & machinery £
Net book values -	
At 30 November 1998	8,427
At 30 November 1997	13,023
Depreciation charge for the period -	
to 30 November 1998	4,596
to 30 November 1997	5,362

	Plant & machinery £	Fixtures & fittings £	Motor vehicles £	Total £
(b) Company				
COST				
At 1 December 1997	452,660	219,724	425	672,809
Additions	601,727	61,876	-	663,603
At 30 November 1998	<u>1,054,387</u>	<u>281,600</u>	<u>425</u>	<u>1,336,412</u>
DEPRECIATION				
At 1 December 1997	49,512	131,907	372	181,791
Charge for the period	77,952	40,720	53	118,725
At 30 November 1998	<u>127,464</u>	<u>172,627</u>	<u>425</u>	<u>300,516</u>
NET BOOK VALUE				
At 30 November 1998	<u>926,923</u>	<u>108,973</u>	<u>0</u>	<u>1,035,896</u>
At 30 November 1997	<u>403,148</u>	<u>87,817</u>	<u>53</u>	<u>491,018</u>

CCL Leisure Limited
and Subsidiary Companies

NOTES TO THE ACCOUNTS

For the year ended 30 November 1998

10 INVESTMENTS HELD AS FIXED ASSETS
Company

	Shares in subsidiary undertakings £	Other investments £	Total £
COST			
At 1 December 1997	22,700	10,000	32,700
Additions	-	-	-
Disposal	-	(10,000)	(10,000)
At 30 November 1998	<u>22,700</u>	<u>0</u>	<u>22,700</u>
PROVISIONS			
At 1 December 1997	-	10,000	10,000
Provided in period	-	-	-
Released on disposal	-	(10,000)	(10,000)
At 30 November 1998	<u>-</u>	<u>-</u>	<u>-</u>
NET BOOK VALUE			
At 30 November 1998	<u>22,700</u>	<u>-</u>	<u>22,700</u>
At 30 November 1997	<u>22,700</u>	<u>-</u>	<u>22,700</u>

The subsidiary companies were:

% of nominal value of issued ordinary shares
held by CCL Leisure Limited
or its nominees.

City Centre Leisure (London) Limited	100%
City Centre Leisure (Weald) Limited	100%
City Centre Leisure (Severn) Limited	100%
City Centre Leisure (Meridian) Limited	100%
Guidelands Consultancy Group Limited	100%

All companies are incorporated in Great Britain and registered in England and Wales. Their principal activity is the management of leisure facilities with the exception of Guidelands Consultancy Group Limited which is dormant.

NOTES TO THE ACCOUNTS

For the year ended 30 November 1998

	Group 1998 £	Group 1997 £	Company 1998 £	Company 1997 £
11 STOCKS				
Goods for resale	184,829	138,209	60,739	19,020

	Group 1998 £	Group 1997 £	Company 1998 £	Company 1997 £
12 DEBTORS				
Trade debtors	1,191,682	1,018,699	717,892	452,876
Prepayments and accrued income	542,274	323,979	348,844	243,407
	<u>1,733,956</u>	<u>1,342,678</u>	<u>1,066,736</u>	<u>696,283</u>

	Group 1998 £	Group 1997 £	Company 1998 £	Company 1997 £
13 CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR				
Obligations under hire purchase contracts	3,309	12,637	-	-
Trade creditors	671,299	479,462	671,299	479,462
Amounts owed to subsidiary undertakings	-	-	491,506	390,977
Taxation and social security	501,602	440,353	419,198	422,214
Other creditors	653,301	350,849	375,762	13,184
Accruals and deferred income	644,793	425,159	126,953	79,413
	<u>2,474,304</u>	<u>1,708,460</u>	<u>2,084,718</u>	<u>1,385,250</u>

14 CREDITORS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group 1998 £	Group 1997 £	Company 1998 £	Company 1997 £
Obligations under hire purchase contracts				
Instalments falling due:				
in the second to fifth years inclusive	6,067	-	-	-
Medium term loan	600,000	-	600,000	-
Unsecured loan from				
Apollo Leisure (UK) Limited	400,000	-	400,000	400,000
	<u>1,006,067</u>	<u>0</u>	<u>1,000,000</u>	<u>400,000</u>

The medium term loan is secured by a fixed and floating charge over the Group's assets.

No interest is payable on the unsecured loan. The whole amount of the loan becomes repayable on the date upon which Apollo Leisure (UK) Limited becomes the beneficial owner of the whole of the issued and allotted share capital of CCL Leisure Limited.

CCL Leisure Limited

and Subsidiary Companies

NOTES TO THE ACCOUNTS

For the year ended 30 November 1998

15 PROVISIONS FOR LIABILITIES AND CHARGES

(a) Group	1998 £	1997 £
Deferred taxation	<u>52,990</u>	<u>9,334</u>
Balance At 1 December 1997	9,334	-
Profit and loss account charge	<u>43,656</u>	<u>9,334</u>
Balance at 30 November 1998	<u>52,990</u>	<u>9,334</u>

The amounts of deferred taxation provided and unprovided in the accounts are as follows:

	Provided 1998 £	Provided 1997 £	Not provided 1998 £	Not provided 1997 £
Capital allowances in excess of depreciation	52,990	9,334	-	-
Other timing differences	-	-	102,000	-
Unrelieved tax losses	-	-	-	-
Total deferred taxation	<u>52,990</u>	<u>9,334</u>	<u>102,000</u>	<u>-</u>

(b) Company	1998 £	1997 £
Balance At 1 December 1997	9,334	-
Profit and loss account charge	<u>27,656</u>	<u>9,334</u>
Balance at 30 November 1998	<u>36,990</u>	<u>9,334</u>

The amounts of deferred taxation provided and unprovided in the accounts are as follows:

	Provided 1998 £	Provided 1997 £	Not provided 1998 £	Not provided 1997 £
Capital allowances in excess of depreciation	36,990	9,334	-	(12,560)
Other timing differences	-	-	57,000	-
Total deferred taxation	<u>36,990</u>	<u>9,334</u>	<u>57,000</u>	<u>(12,560)</u>

16 CALLED UP EQUITY SHARE CAPITAL

	1998 £	1997 £
Authorised 56,750 ordinary shares of £1 each	<u>56,750</u>	<u>56,750</u>
Allotted, called up and fully paid 56,750 ordinary shares of £1 each	<u>56,750</u>	<u>56,750</u>

NOTES TO THE ACCOUNTS

For the year ended 30 November 1998

17 PROFIT AND LOSS ACCOUNT

(a) Group

At 1 December 1997	£	183,648
Retained profit for the period		654,841
At 30 November 1998		<u>838,489</u>

(b) Company

At 1 December 1997		(361,495)
Retained profit for the period		155,036
At 30 November 1998		<u>(206,459)</u>

18 CONTINGENT LIABILITY

With effect from 1 April 1993, the Company assigned to its subsidiary companies the majority of its management contracts. Under the terms of these assignments, the assets and liabilities relating to these contracts were also transferred to the relevant subsidiaries. As the original contractor, the Company has guaranteed the performance of the contracts by its subsidiaries.

19 FINANCIAL COMMITMENTS

At 30 November 1998 there were annual non-cancellable operating leases as follows :-

(a) Group

	Land & buildings		Other	
	1998	1997	1998	1997
	£	£	£	£
Expiry date :				
Between two and five years	-	-	37,194	-
In over five years	43,851	33,912	-	-
	<u>43,851</u>	<u>33,912</u>	<u>37,194</u>	<u>-</u>

(b) Company

	Land & buildings		Other	
	1998	1997	1998	1997
	£	£	£	£
Expiry date :				
Between two and five years	-	-	12,124	-
In over five years	43,851	33,912	-	-
	<u>43,851</u>	<u>33,912</u>	<u>12,124</u>	<u>-</u>

20 RELATED PARTY DISCLOSURES

The ultimate parent Company is Apollo Leisure Group plc. and the immediate parent company is Apollo Leisure (UK) Limited. Both companies are incorporated in Great Britain and their financial statements are available from Companies House, Crown Way, Maindy, Cardiff, CF4 3UZ.

The company has taken advantage of the exemptions in FRS 8 from the disclosure of transactions with entities that are part of the group on the grounds that they are eliminated in the consolidated financial statements of the group. The company is controlled by the shareholder directors of CCL Leisure Limited.