

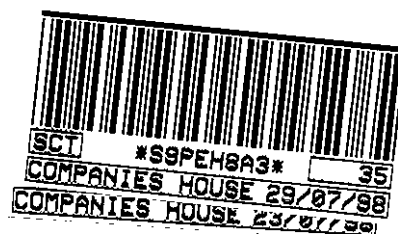
PERTH GOLF RANGE LIMITED

Company No: 159781

FINANCIAL STATEMENTS

- for the year ended -

30 September 1997



MORRIS & YOUNG, CHARTERED ACCOUNTANTS
6 Atholl Crescent,
PERTH., PH1 5JN.

Reference SG/1433/PY

PERTH GOLF RANGE LIMITED

DIRECTORS

Graeme C. Sinclair
George F. Sinclair

SECRETARY

Graeme C. Sinclair

REGISTERED OFFICE

Newhouse Farm
PERTH
PH1 1TF

ACCOUNTANTS

Morris & Young, Chartered Accountants
6 Atholl Crescent,
PERTH.
PH1 5JN.

REGISTERED IN SCOTLAND

Company No. 159781

PERTH GOLF RANGE LIMITED

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PERTH GOLF RANGE LIMITED

REPORT OF THE DIRECTORS

The directors present their report and the financial statements for the year ended 30 September 1997.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The Company runs a golf driving range and provides consultancy services. The business only became fully operational at the end of July 1997.

The directors are pleased with the result for the year but hope for an improvement in the present year being their first fully operational year.

DIVIDEND AND TRANSFER TO RESERVES

The directors do not recommend payment of a dividend.

It is proposed that the retained profit of £2,996 is transferred to reserves.

FIXED ASSETS

The movements in fixed assets during the year are set out in note 4 to the financial statements.

DIRECTORS AND THEIR INTERESTS

The directors who served during the year and their interests in the company were as stated below.

		<u>Number of shares</u>	
		<u>1997</u>	<u>1996</u>
<u>Class of share</u>			
Graeme C. Sinclair	Ordinary 'A' shares	9,999	9,999
George F. Sinclair	Ordinary 'A' shares	1	1

There were no rights to subscribe for shares exercised or granted during the year.

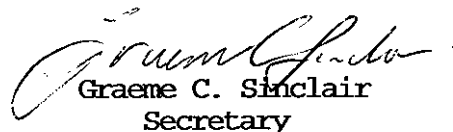
CLOSE COMPANY

The company is a close company as defined by the Income and Corporation Taxes Act 1988.

The directors have prepared this report in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

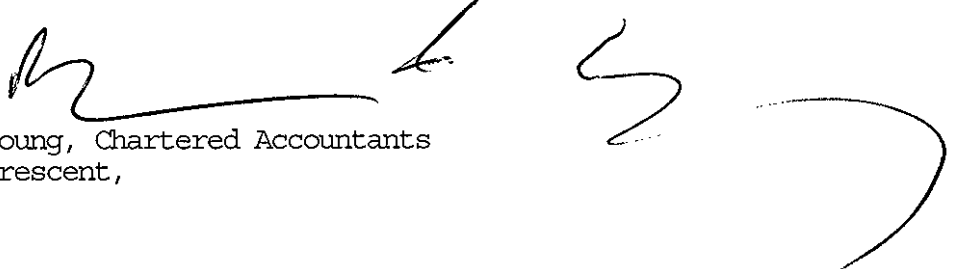
By Order of the Board

Date:- 8 July 1997


Graeme C. Sinclair
Secretary

ACCOUNTANTS' REPORT ON THE UNAUDITED ACCOUNTS TO
THE DIRECTORS OF PERTH GOLF RANGE LIMITED

As described on the page 5 you are responsible for the preparation of the accounts for the year ended 30 September 1997, set out on pages 3 to 11 and you consider that the company is exempt from an audit and a report under section 249A(2) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



Morris & Young, Chartered Accountants
6 Atholl Crescent,
PERTH.
PH1 5JN.

Date 10 July 1997

PERTH GOLF RANGE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 September 1997

	Notes	1997 £	1996 £
TURNOVER		38,434	-
Cost of sales		(21,623)	-
GROSS PROFIT		16,811	-
Administrative expenses		(23,446)	(12,600)
		(6,635)	(12,600)
Other operating income		10,116	1,133
OPERATING PROFIT	2	3,481	(11,467)
Interest receivable		-	3
Interest payable	3	(485)	(3)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		2,996	(11,467)
Tax on profit on ordinary activities		-	-
PROFIT FOR THE FINANCIAL YEAR	9	£ 2,996	£ (11,467)

There were no gains or losses in the year other than the amounts shown in the profit & loss account.

All of the amounts shown in the profit and loss account relate to continuing operations.

The notes on pages 6 to 11 form part of these financial statements.

PERTH GOLF RANGE LIMITED

BALANCE SHEET AT 30 September 1997

	Notes	£	1997 £	£	1996 £
FIXED ASSETS					
Tangible assets	4		210,124		4,463
CURRENT ASSETS					
Stocks	5	16,616		-	
Debtors	6	4,491		1	
Cash at bank and in hand		-		940	
			21,107		941
CREDITORS: Amounts falling due within one year	7	(229,702)		(6,871)	
NET CURRENT LIABILITIES			(208,595)		(5,930)
			£ 1,529		£ (1,467)
SHAREHOLDERS' FUNDS					
Called up share capital	8		10,000		10,000
Profit and loss account	9		(8,471)		(11,467)
			£ 1,529		£ (1,467)

The notes on pages 6 to 11 form part of these financial statements.

continued..

PERTH GOLF RANGE LIMITED

BALANCE SHEET AT 30 September 1997 (Continued)



For the year ended 30 September 1997 the company was entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985. No notice has been deposited with the company under section 249B(2) of that Act requiring an audit to be carried out.

The directors acknowledge their responsibility for :

- a) ensuring the company keeps accounting records in accordance with section 221 of the Companies Act 1985; and
- b) preparing financial statements which give a true and fair view of the state of affairs of the company as at 30 September 1997 and of its profit/loss for the year in accordance with the requirements of section 226 of the Companies Act 1985 and which otherwise comply with the accounting requirements of that Act relating to accounts so far as they are applicable to the company.

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved
by the board on 8 July 1997 and
signed on its behalf by

 Graeme C Sinclair - Director
 George F Sinclair - Director

The notes on pages 6 to 11 form part of these financial statements.

PERTH GOLF RANGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 September 1997

1. ACCOUNTING POLICIES

1.1 BASIS OF ACCOUNTING

The financial statements are prepared under the historical cost convention and are in accordance with applicable accounting standards.

1.2 TURNOVER

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

1.3 DEPRECIATION

Depreciation is provided using the following rates and bases to reduce by annual instalments the cost of the tangible assets over their estimated useful lives:-

Tractors	20%	Reducing balance
Plant and machinery	20%	Reducing balance
Furniture, fixtures and equipment	20%	Reducing balance

No depreciation is provided on freehold buildings as it is the company's policy to maintain these so as to extend their useful lives. The depreciation rate for Tractors has been changed from 25% Reducing Balance to 20% Reducing Balance. The depreciation rate for Plant & Machinery has also been changed from 15% Reducing Balance to 20% Reducing Balance. If the same depreciation rates had been used the profit and shareholders funds would have increased by £359 to £3,355 and £1,886 respectively. The depreciation rates have been changed as the directors feel that it brings the assets to a more accurate value.

1.4 STOCK

Stock is valued at the lower of cost and estimated net realisable value.

1.5 DEFERRED TAXATION

Deferred taxation is provided where there is a reasonable probability of the amount becoming payable in the foreseeable future.

PERTH GOLF RANGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 September 1997

2.	OPERATING PROFIT	1997	1996
		£	£
	The operating profit is stated after charging:-		
	Depreciation	5,048	987
	Accountants fees	900	500
	Hire of equipment	106	-
		<u> </u>	<u> </u>
3.	INTEREST PAYABLE	1997	1996
		£	£
	Bank interest payable	485	3
		<u> </u>	<u> </u>
		£ 485	£ 3
		<u> </u>	<u> </u>

PERTH GOLF RANGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 September 1997

4. TANGIBLE FIXED ASSETS

<u>Cost</u>	Beginning of year £	Additions £	Disposals £	End of year £
Properties:				
Freehold	-	189,935	-	189,935
Tractors	1,700	1,200	(1,100)	1,800
Plant and machinery	3,750	5,646	-	9,396
Furniture, fixtures and equipment	-	14,753	-	14,753
	<u>5,450</u>	<u>211,534</u>	<u>(1,100)</u>	<u>215,884</u>
 <u>Depreciation</u>	 Beginning of year £	 Charge for year £	 On disposals £	 End of year £
Properties:				
Freehold	-	-	-	-
Tractors	425	330	(275)	480
Plant and machinery	562	1,767	-	2,329
Furniture, fixtures and equipment	-	2,951	-	2,951
	<u>987</u>	<u>5,048</u>	<u>(275)</u>	<u>5,760</u>
 <u>Total net book values</u>	 £ 4,463			 £ 210,124

5. STOCKS

	1997 £	1996 £
Goods for resale	16,616	-
	<u>£ 16,616</u>	<u>£ -</u>

PERTH GOLF RANGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 September 1997

6.	DEBTORS	1997 £	1996 £
	Trade debtors	3,538	-
	Loans to directors	1	1
	Other debtors	952	-
		<u>£ 4,491</u>	<u>£ 1</u>

7.	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	1997 £	1996 £
	Bank loans and overdrafts	149,820	-
	Trade creditors	40,775	-
	Taxes and social security costs	-	1,159
	Directors' current accounts	37,057	5,212
	Accruals and deferred income	2,050	500
		<u>£ 229,702</u>	<u>£ 6,871</u>

8.	SHARE CAPITAL	1997 £	1996 £
	<u>Authorised</u>		
	10,000 Ordinary 'A' shares of £1 each	10,000	10,000
	10,000 Ordinary 'B' shares of £1 each	10,000	10,000
		<u>£ 20,000</u>	<u>£ 20,000</u>
	<u>Allotted, called up and fully paid</u>		
	10,000 Ordinary 'A' shares of £1 each	10,000	10,000
		<u>£ 10,000</u>	<u>£ 10,000</u>

PERTH GOLF RANGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 September 1997

9. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	Share Capital £	Profit & Loss Account £	Total Shareholders Funds £
Balance at 15 October 1995	10,000	-	10,000
Loss for the period	-	(11,467)	(11,467)
Balance at 30 September 1996	10,000	(11,467)	(1,467)
Profit for the year	-	2,996	2,996
Balance at 30 September 1997	10,000	(8,471)	1,529

10. RELATED PARTY TRANSACTIONS

Included in debtors due within one year is a balance due from Graeme Sinclair, a firm Graeme Sinclair, a director, is the sole proprietor of. During the year Perth Golf Range Limited paid £1,020 for Accountancy fees on behalf of Graeme Sinclair and also repaid them £1,072 for items paid by Graeme Sinclair. Graeme Sinclair paid £3,845 for building work on behalf of Perth Golf Range Limited. These transactions have been entered into a loan account with the balance being due by Graeme Sinclair at the year end being £6,506. There is no interest to be charged on this loan and it is repayable on demand. Included in creditors due within one year is a directors loan account with Graeme Sinclair. During the year Graeme Sinclair has given loans to the company of £180,169 and has had £150,000 repaid to him. Also during the year Perth Golf Range Limited has paid on behalf of Graeme Sinclair for private items £76. These transactions have been entered into a loan account with the balance being due to Graeme Sinclair at the year end being £43,563. There is no interest to be charged on this loan and it is repayable on demand. Also during the year Perth Golf Range Limited received £9,600 for consultancy services provided to Noahs Ark Limited, a company George Sinclair, a director is also a director of.

No provision has been made against any of the debts due from the related parties identified nor have any amounts been written off in respect of debts due to or from related parties during the year.

PERTH GOLF RANGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 September 1997

11. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is Graeme Sinclair.