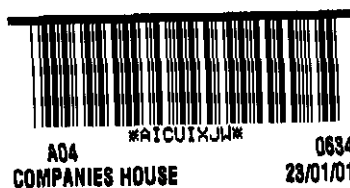


MELBOURNE LIBERAL CLUB
AND
PUBLIC HALL COMPANY LIMITED
COMPANY NO. 28269

ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED
30TH JUNE 2000



HARRISON, SEDGWICK, KULTARAN SINGH & CO
CHARTERED ACCOUNTANTS
4TH FLOOR, SITWELL HOUSE
SITWELL STREET
DERBY
DE1 2JT

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED

ANNUAL REPORT AND ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 2000

COMPANY NO. 28269

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MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED

REPORT OF THE DIRECTORS

The Directors present their annual report with the accounts of the Company for the year ended 30th June 2000.

PRINCIPAL ACTIVITY

The principal activity of the Company continued to be the provision of Club and Hall facilities.

DIRECTORS

The Directors in office in the year and their beneficial interest in the issued ordinary share capital were as follows:-

	Ordinary Shares of 50p each	
	30.6.00	30.6.99
E. Mason	24	24
R. Robey	24	24
G. W. Parsons	24	24
M. Brown	24	24
J. A. Dando	5	5
G. W. Smith	5	5

Mr M. Brown retires by rotation and offers himself for re-election.

DIRECTORS' RESPONSIBILITIES

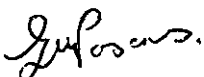
Company law requires the Directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the Company as at the end of the financial year and of the profit or loss of the Company for that period. In preparing those accounts, the Directors are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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 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 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.

The above report has been prepared in accordance with special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the Board of Directors



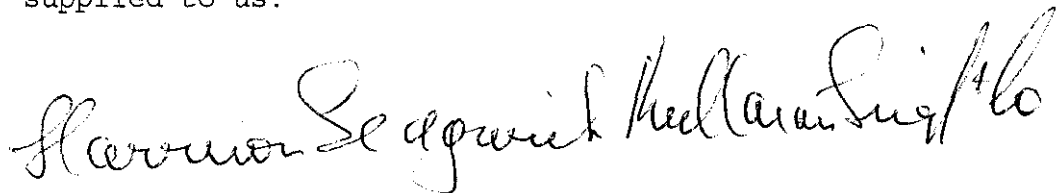
G. W. Parsons
Secretary

Approved by the Board 14th November 2000

REPORT OF THE ACCOUNTANTS TO THE DIRECTORS OF
MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED

As described on the Balance Sheet you are responsible for the preparation of the financial statements for the year ended 30 June 2000 set out on pages 3 to 11 and you consider that the Company is exempt from an audit in accordance with Section 249A of the Companies Act 1985.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



HARRISON, SEDGWICK, KULTARAN SINGH & CO
Chartered Accountants

4TH FLOOR, SITWELL HOUSE
SITWELL STREET
DERBY, DE1 2JT

14TH NOVEMBER 2000

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH JUNE 2000

	<u>Notes</u>	<u>2000</u>	<u>1999</u>
Turnover	2	199,660	191,783
Change in Stock		1,181	(195)
		<u>200,841</u>	<u>191,588</u>
Beer, Wines and Spirits	103,090	99,706	
Minerals, Crisps and Sundries	6,752	6,783	
Cigars, etc.	1,418	1,219	
		<u>111,260</u>	<u>107,708</u>
		<u>89,581</u>	<u>83,880</u>
Staff costs:	3		
Steward's Salary	16,614	15,533	
Other Wages	28,813	27,239	
Secretary's Remuneration	3,746	3,850	
Directors' Remuneration	193	196	
Social Security Costs	1,910	2,061	
Depreciation	1	3,106	2,962
Other operating charges:			
Rates and Insurance	7,617	7,635	
Heating and Lighting	2,580	3,056	
Steward's Motor Expenses	221	224	
Repairs and Renewals	5,448	3,651	
Refreshments and Entertainment	10,030	10,500	
Hire of Plant and Equipment	120	120	
Postage, Stationery, Telephone, etc	278	707	
Gaming Licences	3,642	3,129	
Advertising	14	14	
Bank Charges	267	326	
Legal and Professional Charges	300	250	
Accountancy Charges	2,665	2,715	
Cleaning and Sundry Expenses	3,120	2,925	
(Profit) on Disposal of Fixed Assets	(461)	(832)	
		<u>90,223</u>	<u>86,261</u>
OPERATING (LOSS)		(642)	(2,381)
Interest Received	5	670	835
Income from Unit Trusts		505	656
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		533	(890)
Tax on profit/(loss) on ordinary activities		(171)	(131)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION			
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		362	(1,021)
Dividends	7	(1,121)	(1,121)
Other Reserves		150	-
(LOSS) FOR THE YEAR		(609)	(2,142)
Retained Profit Brought Forward		22,249	24,391
RETAINED PROFIT CARRIED FORWARD		<u>£ 21,640</u>	<u>£ 22,249</u>

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITEDPROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30TH JUNE 2000

CONTINUING OPERATIONS

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

TOTAL RECOGNISED GAINS AND LOSSES

The Company has no recognised gains or losses other than the loss for the two financial years ended 30th June 2000.

NOTE OF HISTORICAL COST PROFITS AND LOSSES

The difference between the result as disclosed in the profit and loss account and the result on an unmodified historical cost basis is not material. The only adjustment would be for the £770 difference between £905 depreciation on the revalued amount of Freehold Land and Buildings and £135 depreciation on the historical cost basis.

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITEDBALANCE SHEETAS AT 30TH JUNE 2000

	<u>Notes</u>	<u>2000</u>	<u>1999</u>
FIXED ASSETS			
Tangible Assets	8	46,911	45,652
CURRENT ASSETS			
Stocks		5,463	4,281
Debtors:			
Trade Debtors		775	2,009
Prepayments and Accrued Income	9	4,128	4,547
Investments	10	39,008	41,736
Cash at Bank and in Hand		13,108	19,918
		<u>62,482</u>	<u>72,491</u>
CREDITORS: amounts falling due within one year			
Trade Creditors		8,460	7,817
Other Creditors Including			
Taxation and Social Security	11	35,666	44,237
Accruals		2,225	2,362
Proposed Dividend		1,121	1,121
Unclaimed Dividends		468	394
		<u>47,940</u>	<u>55,931</u>
NET CURRENT ASSETS		<u>14,542</u>	<u>16,560</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£ 61,453</u>	<u>£ 62,212</u>
CAPITAL AND RESERVES			
Called up Share Capital	13	1,384	1,384
Revaluation Reserve	8	38,429	38,429
Other Reserves		-	150
Profit and Loss Account		21,640	22,249
SHAREHOLDERS' FUNDS (equity interests)		<u>£ 61,453</u>	<u>£ 62,212</u>

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITEDBALANCE SHEETAS AT 30TH JUNE 2000

The Company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ending 30 June 2000.

No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

The Directors acknowledge their responsibilities for:

- (a) ensuring that the Company keeps accounting records which comply 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 the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the Company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Signed on Behalf of
the Board of Directors

M Brown *M Brown*
Director

Approved by the Board: 14th November 2000

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED

NOTES TO ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2000

1. ACCOUNTING POLICIES

Basis of Accounting

The accounts have been prepared under the historical cost convention, modified by the revaluation of freehold land and buildings. The principal accounting policies which the Directors have adopted are set out below.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:-

Freehold Land and Buildings	2% Straight line basis
Gaming Machines	30% Reducing balance basis
Fixtures and Fittings	10% Reducing balance basis

Depreciation is charged for the whole year of acquisition, but none is charged for the year of disposal. No provision is made for the replacement cost of fixed assets.

Stock

Stock has been valued at the lower of cost and net realisable value.

Deferred Taxation

Deferred taxation is provided under the liability method in respect of all material timing differences between the profits as computed for taxation purposes and the profits as stated in the financial statements, to the extent that it is probable that a liability or asset will crystallise. The rate of tax used is that which is expected to be applied when the liability or asset is expected to crystallise.

Operating Leases

Rentals under operating leases are charged to the profit and loss account as they fall due.

Cash Flow Statement

The Company has taken advantage of the exemption provided by Financial Reporting Standard No. 1 from producing a cash flow statement on the grounds that it is a small company.

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITEDNOTES TO ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 20002. TURNOVER

Turnover is the amount, stated net of value added tax, derived from the provision of goods and services falling within the Company's ordinary activities, and is made up as follows:-

	<u>2000</u>	<u>1999</u>
Bar Sales	173,676	172,130
Gaming Machine Receipts	15,640	9,320
Members' Subscriptions	523	546
Hall Lettings	2,004	1,617
Snooker Receipts	963	994
Cigarette Machine Commissions	268	281
Net Income from Raffles	1,053	1,475
Bass Discount	5,533	5,420
	<u>£199,660</u>	<u>£191,783</u>

Bar trading showed a gross profit percentage on sales of 36.62% (1999 37.31%) as follows:-

Sales	173,676	172,130
Less: Cost of Sales	110,079	107,903
Gross Profit	<u>£ 63,597</u>	<u>£ 64,227</u>

Net income from gaming machines was as follows:-

Receipts	15,640	9,320
Less: Licences	3,642	3,129
	<u>£11,998</u>	<u>£ 6,191</u>

3. STAFF COSTS

Remuneration - Paid to Directors	20,553	19,579
- Paid to Others	28,813	27,239
Social Security Costs	1,910	2,061
	<u>£ 51,276</u>	<u>£ 48,879</u>

The average number of employees who worked more than sixteen hours per week during the year was as follows:-

Management and Office	2	2
Cleaners and Bar Staff	3	3

4. DIRECTORS' EMOLUMENTS Included
in Staff Costs

In Respect of Services as Directors	193	196
In Respect of Services as Steward	16,614	15,533
In Respect of Services as Secretary	3,746	3,850
	<u>£ 20,553</u>	<u>£ 19,579</u>

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITEDNOTES TO ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2000

5. <u>INTEREST RECEIVED</u>	2000	1999		
Bank Accounts	544	721		
Building Society Account	126	113		
Interest on Tax Repaid	-	1		
	<u>£ 670</u>	<u>£ 835</u>		
6. <u>TAX ON PROFIT ON ORDINARY ACTIVITIES</u>				
Based on the Profit/Profit for the Year				
Corporation Tax a(Loss)/ 20%	-	-		
Tax attributable to Franked Investment Income	171	131		
	<u>£ 171</u>	<u>£ 131</u>		
7. <u>DIVIDENDS</u>				
Proposed	<u>£ 1,121</u>	<u>£ 1,121</u>		
8. <u>TANGIBLE FIXED ASSETS</u>				
	<u>Freehold Land and Buildings</u>	<u>Gaming Machines</u>	<u>Fixtures & Fittings</u>	<u>Total</u>
COST OR VALUATION				
At 1.7.99	45,216	2,527	36,995	84,738
Additions	-	-	4,415	4,415
(Disposals)	-	-	(750)	(750)
At 30.6.00	<u>45,216</u>	<u>2,527</u>	<u>40,660</u>	<u>88,403</u>
DEPRECIATION				
At 1.7.99	15,225	1,532	22,329	39,086
(Disposals)	-	-	(700)	(700)
Charge for the year	905	298	1,903	3,106
At 30.6.00	<u>16,130</u>	<u>1,830</u>	<u>23,532</u>	<u>41,492</u>
NET BOOK VALUE				
At 30.6.00	<u>£ 29,086</u>	<u>£ 697</u>	<u>£ 17,128</u>	<u>£ 46,911</u>
At 30.6.99	<u>£ 29,991</u>	<u>£ 995</u>	<u>£ 14,666</u>	<u>£ 45,652</u>

The Company's freehold property was valued by Maynard & Co. on 23 January 1984. In their opinion the open market value for the existing use at that time was £40,000 as compared with the original cost of £1,571. The valuation has been incorporated in the balance sheet and the surplus of £38,429 over original cost is included in the revaluation reserve. Depreciation each year is based on the amount of the revaluation. Any potential deferred tax on the revaluation has not been quantified as the amount would not be significant and the property is retained for use in the business and the likelihood of any material liability arising is remote.

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED

NOTES TO ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2000

8. TANGIBLE FIXED ASSETS (continued)

In view of the insignificant amount involved, no attempt has been made to exclude the value of the land from the value of land and buildings in arriving at the depreciation charge. On an historical cost basis, land and buildings would have been included as follows:-

	<u>2000</u>	<u>1999</u>
Cost	6,786	6,786
Accumulated Depreciation	2,189	2,054
Net Book Value	<u>£ 4,597</u>	<u>£ 4,732</u>

9. PREPAYMENTS AND DEFERRED INCOME

Payments in Advance	3,801	4,053
Shadow Advance Corporation Tax	327	494
	<u>£ 4,128</u>	<u>£ 4,547</u>

10. INVESTMENTS

Derbyshire Building Society	966	4,033
Unit Trusts - Listed	38,042	37,703
	<u>£ 39,008</u>	<u>£ 41,736</u>
The Market Value of the Unit Trusts at 30th June 2000	<u>£ 81,335</u>	<u>£ 71,448</u>

If the Unit Trusts investments were realised at their market value the liability to taxation on the capital gain would amount to approximately £ 9,000.

11. OTHER CREDITORS INCLUDING
TAXATION AND SOCIAL SECURITY

PAYE and National Insurance	883	846
Value Added Tax	1,684	4,152
Other Creditors	2,839	5,278
Bass Write-Off Loan	30,260	33,961
	<u>£ 35,666</u>	<u>£ 44,237</u>

MELBOURNE LIBERAL CLUB AND PUBLIC HALL COMPANY LIMITED

NOTES TO ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2000

12. DEFERRED TAXATION

As there is no likelihood of any liability arising for the foreseeable future no provision has been made. The amount of unprovided deferred tax is as follows:-

	<u>2000</u>	<u>1999</u>
Accelerated Capital Allowances	2,223	1,947
Losses	(4,758)	(4,317)
	<u>Nil</u>	<u>Nil</u>

13. CALLED UP SHARE CAPITAL

Authorised:

4,000 ordinary shares of 50p each	£ 2,000	£ 2,000
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Allotted, issued and fully paid:

2,768 ordinary shares of 50p each	£ 1,384	£ 1,384
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14. CAPITAL COMMITMENTS

Contracted, but not provided for
in the accounts

Nil	Nil
-----	-----

15. MEMBERSHIP

Men Under 65	404	412
Men Over 65	59	65
Women Under 60	272	268
Women Over 60	73	76
	<u>808</u>	<u>821</u>

16. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

(Loss)/Profit for the financial year after taxation	362	(1,021)
Dividends	(1,121)	(1,121)
	<u>(759)</u>	<u>(2,142)</u>
Opening Shareholders' Funds	62,212	64,354
Closing Shareholders' Funds (attributable to equity interests)	<u>£ 61,453</u>	<u>£ 62,212</u>