

AUDITORS' REPORT TO THE DIRECTORS OF
DENBIGH CONSERVATIVE CLUBHOUSE COMPANY LIMITED
UNDER PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the full statutory accounts of the company for the year ended 31 December 1995, prepared under section 226 of the Companies Act 1985 as modified by the exemptions provided by Part 1 of Schedule 8.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on Page 2 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

BASIS OF OPINION

We have carried out procedures we considered necessary to confirm, by reference to the full statutory accounts that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those accounts. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full statutory accounts.

OPINION

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31 December 1995, and the abbreviated accounts on pages 2 to 4 have been properly prepared in accordance with that Schedule.

OTHER INFORMATION

On 25 March 1996 we reported, as auditors of Denbigh Conservative Clubhouse Company Limited to the shareholders on the full statutory accounts for the year ended 31 December 1995, and our audit report under section 235 of the Companies Act 1985 was as follows:

We have audited the accounts on pages 3 to 6 which have been prepared in accordance with the accounting policies set out on page 3.

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 disclosures 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 1995 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

SAGE & COMPANY *Saper*
CHARTERED ACCOUNTANTS
REGISTERED AUDITORS
25 MARCH 1996

54 KINMEL STREET
RHYL
CLWYD
LL18 1AR



DENBIGH CONSERVATIVE CLUBHOUSE COMPANY LIMITED
ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 1995

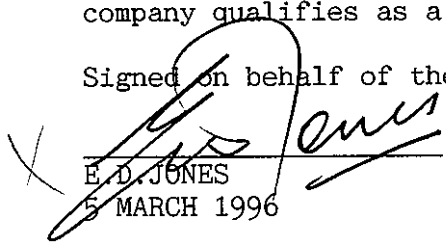
Company Number 31407

	1995 £	1994 £
FIXED ASSETS		
Tangible assets	52,693	52,693
Investments	11,580	11,580
	-----	-----
	64,273	64,273
	-----	-----
CURRENT ASSETS		
Cash at bank and in hand	939	3,070
	-----	-----
	939	3,070
CREDITORS : Amounts falling due within one year	594	3,625
	-----	-----
NET CURRENT ASSETS/(LIABILITIES)	345	(555)
	-----	-----
TOTAL ASSETS LESS CURRENT LIABILITIES	64,618	63,718
	-----	-----
NET ASSETS	64,618	63,718
	-----	-----
CAPITAL AND RESERVES		
Share capital	2,498	2,498
Capital reserve	25,000	25,000
Profit and loss account	37,120	36,220
	-----	-----
SHAREHOLDERS' FUNDS	64,618	63,718
	-----	-----

The directors have taken advantage of special exemptions conferred by Part 1 Schedule 8 to the Companies Act 1985 applicable to small companies in the preparation of the accounts and have done so on the grounds that, in their opinion, the company qualifies as a small company.

In the preparation of the company's annual accounts, the directors have taken advantage of special exemptions applicable to small companies provided by Part I of schedule 8 and have done so on the grounds that, in their opinion, the company qualifies as a small company.

Signed on behalf of the board of directors


E.D. JONES

5 MARCH 1996

Secretary

DENBIGH CONSERVATIVE CLUB LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 1995

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

CASH FLOW

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash Flow Statements".

TANGIBLE FIXED ASSETS

Fixed assets are stated in the balance sheet at cost or valuation. The valuation was carried out over ten years ago by the directors.

No depreciation is provided on freehold properties as it is the company's practice to maintain these assets in a continued state of sound repair and to make improvements thereto from time to time. Accordingly the directors consider that the lives of these assets and residual values are such that their depreciation is insignificant.

INVESTMENTS

Investments are stated at cost, but are written down to their realisable value if there has been a permanent diminution in their value. Income on investments is included in the accounts when amounts are received.

DENBIGH CONSERVATIVE CLUB LIMITED

ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 1995

NOTES TO THE ACCOUNTS

TANGIBLE FIXED ASSETS

Cost	Brought Forward £	Additions £	Disposals £	Carried Forward £
Freehold land & buildings	52,693	-	-	52,693
	<u>52,693</u>	<u>-</u>	<u>-</u>	<u>52,693</u>

Net book values	1994 £			1995 £
Freehold land & buildings	52,693			52,693
	<u>52,693</u>			<u>52,693</u>

INVESTMENTS

	1995 £	1994 £
Quoted securities, at cost	11,580	11,580
	<u>11,580</u>	<u>11,580</u>

The directors have not obtained a formal valuation of the quoted securities but are not aware of any substantial difference between the cost price and the market valuation as at 31 December 1995

CALLED UP SHARE CAPITAL

Authorised 3,500 ordinary shares of £1 each	3,500	3,500
Allotted, issued and fully paid shares of £1 each	<u>2,498</u>	<u>2,498</u>