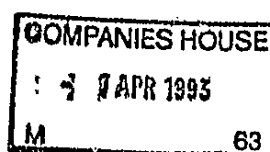


CASTLE LEISURE LIMITED

ANNUAL REPORT

52 WEEKS ENDED 27 DECEMBER 1992

Registered Number 118558



PANNELL
KERR
FORSTER
CHARTERED ACCOUNTANTS

CASTLE LEISURE LIMITED

ANNUAL REPORT

52 WEEKS ENDED 27 DECEMBER 1992

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DIRECTORS' REPORT

The directors submit their annual report, together with the consolidated financial statements of the company and its subsidiary undertaking for the 52 weeks ended 27 December 1992.

1 RESULTS AND DIVIDENDS

The group's profit for the period after taxation and minority interests was £419,695.

Preference dividends of £150 were paid during the period.

An interim ordinary dividend of £34,051 was paid on 27 December 1992. The directors recommend that a final dividend of £38,445 be paid for the period on 1 July 1993. £347,049 has been transferred to reserves.

2 REVIEW OF THE BUSINESS

The group's principal activities for the period under review were bingo club operation and ice cream manufacturing and retailing.

Satisfactory profit progress was made in the core bingo division, particularly given the substantial development costs of the new build site at Morriston, Swansea.

In the current period, the directors anticipate further improvements.

3 DIRECTORS

The directors at the end of the period and their interests in the shares of the company were as follows:

	Ordinary shares of £1 each		Preference shares of £10 each each
	At 27 December 1992	At 29 December 1991	At 27 December 1992 and 29 December 1991
David Hunter Andrews	23,609	23,609	-
Edward Andrews	10,238	10,238	-
Mrs Mary Hunter Yapp	16,527	16,527	84
John Francis Andrews	50,505	50,505	42
Jeffrey Charles Harris	2,000	-	-
Francis Keith Edwards	10,545	7,545	-

At 27 December 1992, Jeffrey Charles Harris, had options over 15,000 of the ordinary shares of £1 each in Castle Leisure Limited.

4 FIXED ASSETS

Changes in fixed assets are shown in Note 13 to the financial statements.

DIRECTORS' REPORT

5 CHARITABLE DONATIONS

During the period the company made charitable donations of £1,261.

6 POST BALANCE EVENT

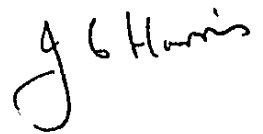
At an extraordinary general meeting held on 21 December 1992, the shareholders approved the demerger of the ice cream division with effect from 31 December 1992.

7 AUDITORS

The auditors Pannell Kerr Forster, Chartered Accountants, have signified their willingness to continue in office. A resolution to reappoint them will be proposed at the annual general meeting.

BY ORDER OF THE BOARD

J CHARRIS



29 March 1993

Director

AUDITORS' REPORT TO THE MEMBERS OF
CASTLE LEISURE LIMITED

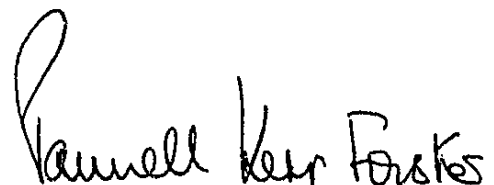
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We have audited the financial statements on pages 4 to 19 in accordance with Auditing Standards.

In our opinion the financial statements give a true and fair view of the state of affairs of the company and the group at 27 December 1992 and cash flows of the group for the 52 weeks then ended and have been properly prepared in accordance with the Companies Act 1985.

Cardiff

31 March 1993



PANNELL KERR FORSTER

Chartered Accountants
Registered Auditor

CASTLE LEISURE LIMITED

4

GROUP PROFIT AND LOSS ACCOUNT

52 WEEKS ENDED 27 DECEMBER 1992

	Notes	1992 £	1991 £
TURNOVER	2	3,741,660	3,394,580
COST OF SALES		<u>(607,355)</u>	<u>(633,042)</u>
GROSS PROFIT		3,134,305	2,761,538
ADMINISTRATIVE EXPENSES		<u>(2,474,262)</u>	<u>(2,188,550)</u>
OTHER OPERATING INCOME	3	<u>127,885</u>	<u>79,528</u>
OPERATING PROFIT		787,928	652,516
INTEREST RECEIVABLE		2,124	11,021
INTEREST PAYABLE AND SIMILAR CHARGES	4	<u>(147,280)</u>	<u>(94,869)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE EXCEPTIONAL ITEMS AND TAXATION	5	642,772	568,668
EXCEPTIONAL ITEMS	6	<u>(17,159)</u>	<u>(113,622)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		625,613	455,046
TAX ON PROFIT ON ORDINARY ACTIVITIES	9	<u>(203,048)</u>	<u>(141,343)</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		422,565	313,703
MINORITY INTERESTS		<u>(2,870)</u>	<u>(6,709)</u>
PROFIT FOR THE FINANCIAL PERIOD		419,695	306,994
DIVIDENDS	10	<u>(72,646)</u>	<u>(58,926)</u>
RETAINED PROFIT FOR THE PERIOD TRANSFERRED TO RESERVES	11	<u>347,049</u>	<u>248,068</u>

Movements on reserves are set out in Note 22.

CASTLE LEISURE LIMITED

5

GROUP BALANCE SHEET

27 DECEMBER 1992

	Notes	1992 £	1991 £
FIXED ASSETS			
Intangible assets	12	-	17,159
Tangible assets	13	<u>6,750,499</u>	<u>6,029,573</u>
		<u>6,750,499</u>	<u>6,046,732</u>
CURRENT ASSETS			
Stock	15	35,056	31,078
Debtors	16	110,721	120,690
Cash at bank and in hand		<u>39,368</u>	<u>36,884</u>
		185,145	188,652
CREDITORS			
Amounts falling due within one year	17	<u>(2,141,994)</u>	<u>(1,183,832)</u>
NET CURRENT LIABILITIES			
		<u>(1,956,849)</u>	<u>(995,180)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>4,793,650</u>	<u>5,051,552</u>
CREDITORS			
Amounts falling due after more than one year	17	<u>(330,821)</u>	<u>(923,852)</u>
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred taxation	18	<u>(45,689)</u>	<u>(57,062)</u>
DEFERRED INCOME			
	19	<u>(22,080)</u>	<u>(27,680)</u>
MINORITY INTERESTS			
		<u>(33,162)</u>	<u>(15,309)</u>
		<u>(431,752)</u>	<u>(1,023,903)</u>
CAPITAL AND RESERVES			
		<u>4,361,898</u>	<u>4,027,649</u>
Called up share capital	21	222,186	220,186
Share premium account	22	74,750	68,750
Revaluation reserve	22	2,298,755	2,298,755
Investment revaluation reserve	22	272,656	269,656
Capital redemption reserve	22	13,564	13,564
Profit and loss account	22	<u>1,479,987</u>	<u>1,156,738</u>
		<u>4,361,898</u>	<u>4,027,649</u>

Approved by the board on 29 March 1993

D H ANDREWS

J C HARRIS




Directors

CASTLE LEISURE LIMITED
COMPANY BALANCE SHEET
27 DECEMBER 1992

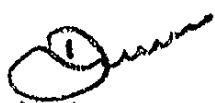
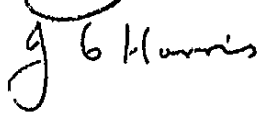
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	Notes	1992 £	1991 £
FIXED ASSETS			
Tangible assets	13	6,411,696	5,679,245
Investments	14	85,183	85,183
		<u>6,496,879</u>	<u>5,764,428</u>
CURRENT ASSETS			
Stock	15	24,400	20,155
Debtors	16	105,574	112,168
Cash at bank and in hand		37,440	35,766
		<u>167,414</u>	<u>168,089</u>
CREDITORS			
Amounts falling due within one year	17	(2,076,211)	(1,127,442)
NET CURRENT LIABILITIES			
		<u>(1,908,797)</u>	<u>(959,353)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>4,588,082</u>	<u>4,805,075</u>
CREDITORS			
Amounts falling due after more than one year	17	(330,821)	(854,088)
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred taxation	18	(43,288)	(51,651)
DEFERRED INCOME			
	19	(22,080)	(27,680)
		<u>(396,189)</u>	<u>(933,419)</u>
CAPITAL AND RESERVES			
		<u>4,191,893</u>	<u>3,871,656</u>
Called up share capital	21	222,186	220,186
Share premium account	22	74,750	68,750
Revaluation reserve	22	2,207,237	2,207,237
Investment revaluation reserve	22	272,656	269,656
Capital redemption reserve	22	13,564	13,564
Profit and loss account	22	1,401,500	1,092,263
		<u>4,191,893</u>	<u>3,871,656</u>

Approved by the board on 29 March 1993

D H ANDREWS

J C HARRIS

Directors

CASTLE LEISURE LIMITED

7

GROUP CASH FLOW STATEMENT

52 WEEKS ENDED 27 DECEMBER 1992

	£	1992 £	1991 £
NET CASH INFLOW FROM OPERATING ACTIVITIES (Note 23)		861,386	<u>774,477</u>
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE:			
Interest received	2,124		11,021
Interest paid	(142,789)		(92,257)
Dividends paid	<u>(64,677)</u>		<u>(54,572)</u>
NET CASH OUTFLOW FROM RETURNS ON INVESTMENT AND SERVICING OF FINANCE		(205,342)	<u>(135,808)</u>
CORPORATION TAX PAID		(47,349)	<u>(154,941)</u>
INVESTING ACTIVITIES			
Payments to acquire tangible fixed assets	(1,001,302)		(1,270,538)
Receipts from sales of tangible fixed assets	23,330		22,215
Grants received	<u>39,858</u>		<u>40,142</u>
NET CASH OUTFLOW FROM INVESTING ACTIVITIES		(938,114)	<u>(1,208,181)</u>
NET CASH OUTFLOW BEFORE FINANCING		(329,419)	<u>(724,453)</u>
FINANCING			
Issue of ordinary shares	8,000		-
Purchase of own shares	-		(45,439)
New secured loan	503,049		425,749
Increase in minority interest arising out of issue in share capital in the subsidiary undertaking	14,983		-
Repayment of amounts borrowed	<u>(122,193)</u>		<u>-</u>
NET CASH INFLOW FROM FINANCING (Note 24)		403,839	<u>380,310</u>
INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (Note 25)		<u>74,420</u>	<u>(344,143)</u>

NOTES TO THE FINANCIAL STATEMENTS

52 WEEKS ENDED 27 DECEMBER 1992

1 ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material to the group's affairs.

a) Accounting convention

The financial statements set out on pages 4 to 19 are prepared under the historical cost convention as modified by the revaluation of all properties.

b) Basis of consolidation

The group financial statements consolidate the financial statements of Castle Leisure Limited and its subsidiary undertaking Cadwalader (Ice Cream) Limited for the 52 weeks ended 27 December 1992.

No profit and loss account is presented for Castle Leisure Limited as provided by Section 230 of the Companies Act 1985.

c) Turnover

Turnover represents admission fees, participation fees, gaming machine takings, the sale of food and drink and ice cream and, where applicable, is net of bingo taxes and value added tax.

d) Intangible fixed assets

Purchased goodwill has been fully amortised during the year and has been included in the financial statements as an exceptional item.

e) Tangible fixed assets and depreciation

Tangible fixed assets, other than freehold property, are depreciated on a straight line basis over their estimated useful lives as follows:

Bingo club plant, fixtures, fittings and equipment	10% - 33%
Refrigerators and ice cream shop equipment, fixtures and fittings	12½%
Motor vehicles	25%

Investment properties are included at open market value. They are revalued annually in accordance with Statement of Standard Accounting Practice No 19 and the aggregate surplus or deficit is transferred to a revaluation reserve. No depreciation is provided in respect of freehold investment properties. The directors consider that this accounting policy results in the financial statements giving a true and fair view. Depreciation is only one of the many factors reflected in the annual valuation and the amount which might otherwise have been shown cannot be separately identified or quantified.

Other freehold properties are stated at 1991 valuation. No depreciation is provided as the amount is not considered to be material and it is company policy to maintain properties to modern standards. In all other respects the group complies with Statement of Standard Accounting Practice No 12 relating to depreciation.

Expenditure on short leasehold properties is written off on a straight line basis over the term of the lease.

NOTES TO THE FINANCIAL STATEMENTS

52 WEEKS ENDED 27 DECEMBER 1992

1 ACCOUNTING POLICIES (continued)

f) Investments

Shares in subsidiary undertaking are stated at cost.

g) Stock

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

Cost comprises the direct cost of production and the attributable proportion of all overheads appropriate to location and condition. Net realisable value is the estimated selling price reduced by all costs of completion, marketing, selling and distribution.

h) Deferred taxation

Provision is made for deferred taxation on:

- i) timing differences, using the liability method to the extent that it is probable that a liability will become payable in the foreseeable future.
- ii) the potential gain which would arise if the investment properties were sold at the valuation included in the financial statements.

i) Grants

Capital grants are credited to deferred grants and amortised in the profit and loss account over the estimated lives of the qualifying assets. Revenue grants are credited in the profit and loss account in the period in which the relevant expenditure is incurred.

j) Operating leases

Rentals under operating leases are charged to the profit and loss account on a straight line basis over the term of the lease.

k) Pensions

The company operates a number of defined contribution pension schemes. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the schemes.

NOTES TO THE FINANCIAL STATEMENTS

52 WEEKS ENDED 27 DECEMBER 1992

2 TURNOVER AND PROFITS

The analysis of turnover and profits on ordinary activities before taxation is stated below.

	Group	
	1992	1991
	£	£
Turnover		
Bingo clubs	3,326,594	2,946,672
Ice cream shops	415,066	447,908
	<u>3,741,660</u>	<u>3,394,580</u>
Profit on ordinary activities before taxation		
Bingo clubs	590,213	398,856
Ice cream shops	35,400	56,190
	<u>625,613</u>	<u>455,046</u>
3 OTHER OPERATING INCOME	£	£
Rent receivable	<u>127,885</u>	<u>79,528</u>
4 INTEREST PAYABLE AND SIMILAR CHARGES	£	£
On bank loans, overdrafts and other loans wholly repayable within five years	100,061	19,610
On other loans	<u>47,219</u>	<u>75,259</u>
	<u>147,280</u>	<u>94,869</u>
5 PROFIT ON ORDINARY ACTIVITIES BEFORE EXCEPTIONAL ITEMS AND TAXATION		
The profit on ordinary activities before taxation is stated after charging/(crediting):	£	£
Directors' emoluments (note 8)	239,745	195,987
Auditors' remuneration	11,600	8,200
Depreciation of tangible fixed assets (note 13)	258,794	199,571
(Profit)/loss on disposal of tangible fixed assets	(1,748)	10,090
Operating lease rentals - land and buildings	15,500	14,750
- plant and machinery	<u>7,133</u>	<u>7,587</u>
Director's fees include an amount of £7,056 paid to a third party for making available the services of Mr F K Edwards.		
6 EXCEPTIONAL ITEMS	1992	1991
	£	£
Goodwill written off in subsidiary undertaking	17,159	-
Repairs to Pontypridd club	-	113,622
	<u>17,159</u>	<u>113,622</u>

NOTES TO THE FINANCIAL STATEMENTS

52 WEEKS ENDED 27 DECEMBER 1992

7 STAFF PARTICULARS

		Group	
		1992	1991
		Number	Number
Average weekly number of persons employed in the period (including executive directors)			
Bingo clubs	- full time	42	38
	- part time	132	140
Ice cream shops	- full time	10	10
	- part time	14	14
Administration		14	14
		<u>212</u>	<u>216</u>

Aggregate amounts paid in respect of:

	£	£
Wages, salaries, fees and commissions	1,265,649	1,143,041
Social security costs	101,083	79,786
Other pension costs	39,306	18,743
	<u>1,406,038</u>	<u>1,241,570</u>

8 DIRECTORS' EMOLUMENTS

		Directors of parent company	
		£	£
Directors' emoluments:			
Fees			
Salaries and commissions		28,650	27,662
Other emoluments including pension contributions		180,450	144,555
		<u>22,375</u>	<u>19,770</u>
		<u>231,745</u>	<u>191,987</u>
Pension to former director		<u>8,000</u>	<u>4,000</u>
Emoluments excluding pension contributions:			
Chairman		52,567	44,716
Highest paid director		<u>83,102</u>	<u>65,412</u>

Ranges of all directors' emoluments:

	Number	Number
£10,001 - £15,000	-	1
£15,001 - £20,000	1	2
£20,001 - £25,000	2	1
£25,001 - £30,000	1	-
£40,001 - £45,000	-	1
£50,001 - £55,000	1	-
£65,001 - £70,000	-	1
£80,001 - £85,000	1	-
	<u>1</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS

52 WEEKS ENDED 27 DECEMBER 1992

9 TAX ON PROFIT ON ORDINARY ACTIVITIES	Group	
	1992 £	1991 £
Corporation tax at 33% (1991 - 33.25%)	208,600	109,000
at 25% (1991 - 27.25%)	21,525	19,000
Deferred taxation	(5,716)	13,058
Adjustment in respect of previous periods	(21,361)	285
	<u>203,048</u>	<u>141,343</u>

10 DIVIDENDS	Company	
	£	£
Interim - paid 27 December 1992		
15.5p per ordinary share (1991 - 13p paid 29 December 1991 and 12p paid 1 April 1992)	34,051	54,422
Final - proposed 17.5p per ordinary share (1991 - 2p)	38,445	4,354
Preference dividend paid - 6%	150	150
	<u>72,646</u>	<u>58,926</u>

11 PROFIT ATTRIBUTABLE TO MEMBERS OF THE PARENT COMPANY

The profit after tax dealt with in the financial statements of the parent company was £405,683 (1991 - £274,239).

Retained profit for the year	£	£
Profit of the company after tax	405,683	274,239
Dividends	<u>72,646</u>	<u>58,926</u>
Retained by the company	333,037	215,313
Group's share of profit - retained by subsidiary	<u>14,012</u>	<u>32,755</u>
	<u>347,049</u>	<u>248,068</u>

12 FIXED ASSETS - INTANGIBLE

Cost

At 30 December 1991 and 27 December 1992	<u>38,128</u>
------------------------------------------	---------------

Amortisation

At 30 December 1991	20,969
Charge for period	<u>17,159</u>

At 27 December 1992	<u>38,128</u>
---------------------	---------------

Net book value

At 27 December 1992	<u>-</u>
At 29 December 1991	<u>17,159</u>

NOTES TO THE FINANCIAL STATEMENTS

52 WEEKS ENDED 27 DECEMBER 1992

13 FIXED ASSETS - TANGIBLE

GROUP

	<u>Freehold property</u>		Short leasehold property	Plant, equipment and vehicles	Total
<u>Cost/valuation</u>	Trading £	Investment £	£	£	£
At 30 December 1991	4,742,600	422,500	78,925	1,446,030	6,690,055
Additions	775,659	-	-	225,643	1,001,302
Disposals	-	(8,500)	-	(130,830)	(139,330)
At 27 December 1992	5,518,259	414,000	78,925	1,540,843	7,552,027
<u>Depreciation</u>					
At 30 December 1991	-	-	16,212	644,270	660,482
Provided	-	-	4,324	254,470	258,794
Disposals	-	-	-	(117,748)	(117,748)
At 27 December 1992	-	-	20,536	780,992	801,528
<u>Net book value</u>					
At 27 December 1992	5,518,259	414,000	58,389	759,851	6,750,499
At 29 December 1991	4,742,600	422,500	62,713	801,760	6,029,573
<u>COMPANY</u>					
<u>At Cost/valuation</u>					
At 30 December 1991	4,531,600	422,500	-	1,226,574	6,180,674
Additions	775,659	-	-	201,657	977,316
Disposals	-	(8,500)	-	(130,830)	(139,330)
At 27 December 1992	5,307,259	414,000	-	1,297,401	7,018,660
<u>Depreciation</u>					
At 30 December 1991	-	-	-	501,429	501,429
Provided	-	-	-	223,283	223,283
Disposals	-	-	-	(117,748)	(117,748)
At 27 December 1992	-	-	-	606,964	606,964
<u>Net book value</u>					
At 27 December 1992	5,307,259	414,000	-	690,437	6,411,696
At 29 December 1991	4,531,600	422,500	-	725,145	5,679,245

On a historical cost basis group trading properties would be valued at a cost of £3,219,504 (1991 - £2,443,845) and £103,344 (1991 - £111,844) for freehold investment properties.

NOTES TO THE FINANCIAL STATEMENTS

52 WEEKS ENDED 27 DECEMBER 1992

14 INVESTMENTS	1992 £	1991 £
<u>Company</u>		
Shares in subsidiary undertaking	85,183	10,266
Loan to subsidiary undertaking	-	74,917
	<u>85,183</u>	<u>85,183</u>

On 5 November 1992, the company subscribed for a further 74,917 £1 ordinary shares on Cadwalader (Ice Cream) Limited, at par.

Castle Leisure Limited holds 83% of the issued share capital of Cadwalader (Ice Cream) Limited. Its financial statements for the 52 weeks ended 27 December 1992 are consolidated in the group financial statements.

15 STOCKS	Group		Company	
	1992 £	1991 £	1992 £	1991 £
Goods for resale	<u>35,056</u>	<u>31,078</u>	<u>24,400</u>	<u>20,155</u>
16 DEBTORS	£	£	£	£
Trade debtors	1,457	4,564	-	-
Other debtors	15,024	40,034	14,559	39,934
Prepayments and accrued income	94,240	76,092	91,015	72,234
	<u>110,721</u>	<u>120,690</u>	<u>105,574</u>	<u>112,168</u>

NOTES TO THE FINANCIAL STATEMENTS

52 WEEKS ENDED 27 DECEMBER 1992

17 CREDITORS

	Group		Company	
	1992	1991	1992	1991
	£	£	£	£
Amounts falling due within one year:				
Bank loans and overdraft	1,251,514	349,563	1,232,601	334,831
Trade creditors	125,918	273,441	123,276	271,325
Corporation tax	285,646	131,774	264,121	112,774
Taxation and social security	76,465	106,588	70,975	98,398
Proposed dividend	38,445	30,476	38,445	30,476
Other	175,598	177,235	175,598	176,891
Accruals	188,408	114,755	171,195	102,747
	<u>2,141,994</u>	<u>1,183,832</u>	<u>2,076,211</u>	<u>1,127,442</u>
Amounts falling due after more than one year:				
Director's loan	-	14,983	-	-
Bank loans	330,821	908,869	330,821	854,088
	<u>330,821</u>	<u>923,852</u>	<u>330,821</u>	<u>854,088</u>
Amounts repayable by instalments some of which fall due after five years:				
Bank loans and overdrafts				
- total amount	1,582,335	1,258,432	1,563,422	1,188,919
- instalments due after five years	90,594	468,641	90,594	464,088
	<u>1,582,335</u>	<u>1,258,432</u>	<u>1,563,422</u>	<u>1,188,919</u>
Analysis of loan repayments				
Bank loans and overdrafts				
Within one year or on demand	1,251,514	349,563	1,232,601	334,831
Between two and five years	240,227	440,228	240,227	390,000
After five years	90,594	468,641	90,594	464,088
Whitbread and Company Plc loan				
Within one year	-	1,263	-	1,263
Director's loan	-	14,983	-	-
	<u>1,582,335</u>	<u>1,274,678</u>	<u>1,563,442</u>	<u>1,190,182</u>
Less amounts falling due within one year	<u>1,251,514</u>	<u>350,826</u>	<u>1,232,601</u>	<u>336,094</u>
	<u>330,821</u>	<u>923,852</u>	<u>330,821</u>	<u>854,088</u>

- a) The bank loans and overdrafts are secured by a first fixed charge on certain freehold property of the company. The bank loans bear interest at a rate of 2% and 1.5% above the bank's base rate.
- b) Other creditors due within one year include:
- a loan from the S. Andrews Estate in which certain directors have a substantial interest. The loan amounting to £75,000 is unsecured, repayable on demand and bore interest at 11% per annum during the period under review
 - a loan of £100,000 from Mr J F Andrews, a director, which is unsecured, repayable on demand and bore interest at 0.5% per annum during the period under review.

NOTES TO THE FINANCIAL STATEMENTS

52 WEEKS ENDED 27 DECEMBER 1992

18 PROVISION FOR LIABILITIES AND CHARGES - DEFERRED TAXATION

	Group £	Company £
At 30 December 1991	67,220	61,809
Credited in profit and loss account	(5,716)	(2,706)
Transfer from revaluation reserve	(3,000)	(3,000)
At 27 December 1992	<u>58,504</u>	<u>56,103</u>

	Group		Company	
	1992 £	1991 £	1992 £	1991 £
Accelerated capital allowances	27,001	19,002	24,600	13,593
Other timing differences	(6,497)	7,218	(6,497)	7,216
Surplus on revaluation of investment properties	<u>38,000</u>	<u>41,000</u>	<u>38,000</u>	<u>41,000</u>
	58,504	67,220	56,103	61,809
Unrelieved Advance Corporation Tax	<u>(12,815)</u>	<u>(10,158)</u>	<u>(12,815)</u>	<u>(10,158)</u>
	<u>45,689</u>	<u>57,062</u>	<u>43,288</u>	<u>51,651</u>

The provision for deferred taxation on the potential gain which would arise if the freehold trading properties were sold at the valuation in the financial statements is approximately £526,000. (1991 - £548,000).

19 DEFERRED INCOME

	Group and company £
At 30 December 1991	27,680
Credited in profit and loss account	<u>(5,600)</u>
At 27 December 1992	<u>22,080</u>

20 OPERATING LEASES

	Group		Company	
	1992 £	1991 £	1992 £	1991 £
Payments committed under operating leases for land and buildings during the next year where commitment expires:				
After five years	<u>15,500</u>	<u>15,500</u>	<u>-</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS

52 WEEKS ENDED 27 DECEMBER 1992

21 CALLED UP SHARE CAPITAL

	Ordinary shares of £1 each £	6% cumulative preference shares of £10 each paid £
Authorised	990,000	10,000
Allotted, called up and fully paid		
At 30 December 1991	217,686	2,500
Shares issued	2,000	-
At 27 December 1992	219,686	2,500

On 1 July 1992, the company issued a further 2,000 ordinary shares of £1 each for £8,000.

At 27 December 1992, share options were exercisable over 15,000 of the ordinary shares of £1 each. The option is exercisable by 2002 at a price of £4 per share.

22 RESERVES

Group	Share premium £	Revaluation reserve £	Investment revaluation reserve £	Capital redemption reserve £	Profit and loss account £
At 30 December 1991					
As previously reported	68,750	2,298,755	269,656	13,564	1,156,738
Prior year adjustment	-	-	-	-	(23,800)
Now restated	68,750	2,298,755	269,656	13,564	1,132,938
Profit for the year	-	-	-	-	347,049
Arising from shares issued	6,000	-	-	-	-
Deferred taxation	-	-	3,000	-	-
At 27 December 1992	74,750	2,298,755	272,656	13,564	1,479,987
Company					
At 30 December 1991					
As previously reported	68,750	2,207,237	269,656	13,564	1,092,263
Prior year adjustment	-	-	-	-	(23,800)
Now restated	68,750	2,207,237	269,656	13,564	1,068,463
Profit for the year	-	-	-	-	333,037
Arising from shares issued	6,000	-	-	-	-
Deferred taxation	-	-	3,000	-	-
At 27 December 1992	74,750	2,207,237	272,656	13,564	1,401,500

The prior year adjustment for the group and company relates to the late settlement of architects fees on a number of Castle Leisure Limited's properties covering the period from 1980 to 1989.

NOTES TO THE FINANCIAL STATEMENTS

52 WEEKS ENDED 27 DECEMBER 1992

23 RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES	1992 £	1991 £
Operating profit	787,928	652,516
Depreciation	258,794	199,571
Profit/(loss) on disposal of tangible fixed assets	(1,748)	10,090
Amortisation of goodwill	-	3,811
Deferred credit - grant	(5,600)	(52,320)
Exceptional repairs - Pontypridd	-	(113,622)
Increase/(decrease) in stocks	(3,978)	1,247
Increase/(decrease) in debtors	(29,989)	60
Decrease/(increase) in creditors	(144,021)	73,124
	<u>861,386</u>	<u>774,477</u>

24 ANALYSIS OF CHANGES IN FINANCING DURING THE YEAR	Share capital 1992 £	Minority interest & loans 1992 £	Share capital 1991 £	Loans 1991 £
At 30 December 1991	288,936	988,554	302,500	547,822
Cash inflows from financing	8,000	395,839	(13,564)	425,749
At 27 December 1992	<u>296,936</u>	<u>1,384,393</u>	<u>288,936</u>	<u>973,571</u>

25 CHANGES IN CASH AND CASH EQUIVALENTS DURING THE YEAR	1992			1991
	Cash £	Overdraft £	Net £	£
At 30 December 1991	36,884	(299,844)	(262,960)	81,183
Net cash inflow/(outflow)	2,484	71,936	74,420	(344,143)
At 27 December 1992	<u>39,368</u>	<u>(227,908)</u>	<u>(188,540)</u>	<u>(262,960)</u>

26 CAPITAL COMMITMENTS	Group		Company	
	1992 £	1991 £	1992 £	1991 £
Amounts contracted but not provided for in these accounts	748,000	-	748,000	-
Amounts authorised but not contracted for	543,500	-	450,000	-
	<u>1,291,500</u>	<u>-</u>	<u>1,198,000</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS

52 WEEKS ENDED 27 DECEMBER 1992

27 PENSION COMMITMENTS

The group operates a number of defined contribution pension schemes for its directors and certain employees. The assets of the schemes are held separately from those of the group in independently administered funds.

28 POST BALANCE SHEET EVENT

At an extraordinary general meeting held on 21 December 1992, the shareholders approved the demerger of the ice cream division with effect from 31 December 1992.