

**THE A & S LEISURE GROUP LIMITED**

**GROUP FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30TH SEPTEMBER 2016**



**WEST AND FOSTER LIMITED**

**CHARTERED ACCOUNTANTS AND STATUTORY AUDITOR**

**THE A & S LEISURE GROUP LIMITED**

**COMPANY INFORMATION**

**YEAR ENDED 30TH SEPTEMBER 2016**

<b>REGISTERED NUMBER</b>	00939109
<b>DIRECTORS</b>	D. E. D. Allen M. Allen Miss L. Clark
<b>SECRETARY</b>	A. R. Miles
<b>REGISTERED OFFICE</b>	15 Livesey Street Sheffield South Yorkshire S6 2BL
<b>AUDITORS</b>	West and Foster Limited Chartered Accountants & Statutory Auditor 2 Broomgrove Road Sheffield South Yorkshire S10 2LR
<b>BANKERS</b>	Lloyds plc 14 Church Street Sheffield South Yorkshire S1 1HP

**THE A & S LEISURE GROUP LIMITED**

**GROUP FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30TH SEPTEMBER 2016**

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# THE A & S LEISURE GROUP LIMITED

## GROUP STRATEGIC REPORT

The directors present their strategic report of the group for the year ended 30th September 2016.

### BUSINESS REVIEW AND KEY PERFORMANCE INDICATORS

Group turnover for the year was marginally improved from last year at £29,400,177 (2015 - £27,311,618), with an operating profit of £3,462,642 (2015 - £2,964,245). Administrative costs were broadly similar in 2016 compared to 2015. Profit before tax was £3,584,602 (2015 - £3,119,122). Both the company and the Group have substantial net assets of approximately £33 million and £39 million respectively. The Group's current assets/current liabilities ratio at the year end was 3.70 (2015 - 3.76).

Whilst the directors are confident that an acceptable profit will be achieved in 2017, current uncertainties in the UK economy will put further pressure on business results. The current state of the economy with high levels of personal debt, lower wage settlements and increasing inflation and prices will result in customers having less disposable income available for leisure activities. However the Group has strong cash reserves to act as a cushion against any deterioration in the trading position, and efforts continue to reduce costs wherever possible.

### PRINCIPAL RISKS AND UNCERTAINTIES

The Company and its subsidiaries are subject to the normal risks of running commercial businesses. However, there are a number of more specific risks relating to the different activities of the Group companies.

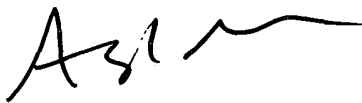
The Company and its main subsidiary Sheffield Sports Stadium Limited, as operators in the leisure industry, are subject to various risks, which include:-

- Breach of regulatory rules regarding licences.
- Failure to adhere to gambling regulations and/or internal controls.
- The effect of additional gambling legislation and an increase in the casino population/other forms of betting and gambling.

The directors of the Company and its subsidiaries seek to minimise the foregoing risks, where possible, by a system of internal controls and monitoring, complete with the use of independent advisers where appropriate.

### APPROVAL

This report was approved by the Board on 10<sup>th</sup> May 2017 and signed on its behalf by:



**A.R. MILES**

**Secretary**

**15 Livesey Street, Sheffield S6 2BL**

## THE A & S LEISURE GROUP LIMITED

### GROUP DIRECTORS REPORT

The directors present their report and the audited financial statements of the company and the group for the year ended 30th September 2016.

#### ACTIVITY, RESULTS AND DIVIDEND

The group companies and their activities during the year were as follows:

The A & S Leisure Group Limited	- the operation of casinos
Sheffield Sports Stadium Limited	- the operation of a greyhound racing track and sports stadium 100% owned by The A & S Leisure Group Limited or its nominees
Harveys (Leisure) Limited	- a dormant company 100% owned by The A & S Leisure Group Limited
Napoleons Racing Limited	- a dormant company 100% owned by The A & S Leisure Group Limited
Napoleons Leisure Group Limited	- a dormant company 100% owned by The A & S Leisure Group Limited
The Players Club UK Limited	- a dormant company 100% owned by The A & S Leisure Group Limited

The companies are all incorporated in the United Kingdom.

The consolidated income statement is set out on page 6. Both the level of business and the year end financial position are satisfactory given the general state of the UK economy. An interim dividend of £1.00 per share was paid in September 2016.

#### DIRECTORS

The directors of the company during the year were as follows:

D. E. D. Allen  
M. Allen  
Miss L. Clark

#### EMPLOYEE INVOLVEMENT

The group recognises the importance of keeping employees informed of the progress of the business and involving them in the group's performance. Regular contact between the directors and individual employees ensure that there is an understanding of the purpose of the business and the commercial realities which determine its success. In recruiting, training, career development and promotion, no distinction is made between disabled and able-bodied persons, provided the disability does not make the particular employment impractical.

**THE A & S LEISURE GROUP LIMITED**  
**REPORT OF THE DIRECTORS (CONTINUED)**

**FINANCIAL INSTRUMENTS**

Financial risk management

The group uses various financial instruments such as cash, trade debtors and trade creditors that arise directly out of its operations. The main purpose of these financial instruments is for the operations of the group. The group's activities expose it to a variety of risks including market risks and regulatory risks.

**Market Risk**

The group manages its market risk by utilising its resources to ensure that it responds quickly to changes in customer requirements and/or demands, as well as re-investing in improvements in its services and facilities.

**Regulatory Risk**

The group's activities are subject to standards and government regulations. The group ensures that its operations are sufficiently covered and that it has the necessary approvals and permits for its operations.

**DIRECTORS' STATEMENT**

The directors jointly and severally confirm that:-

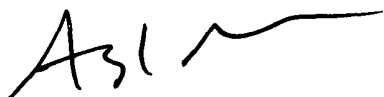
- a) so far as they are aware, there is no relevant audit information of which the group's auditors are unaware.
- b) each director has taken all the steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the group's auditors are aware of that information.
- c) the information given in the directors' report is consistent with the financial statements.

**AUDITOR**

West and Foster Limited are deemed to be re appointed under section 487(2) of the Companies Act 2006.

**APPROVAL**

This report was approved by the Board on 10<sup>th</sup> May 2017 and signed on its behalf by:



**A.R. MILES**

**Secretary**

**15 Livesey Street, Sheffield S6 2BL**

**THE A & S LEISURE GROUP LIMITED**  
**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Strategic Report, Directors' Report and the financial statements in accordance with applicable laws and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for the 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;
- prepare financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE A & S LEISURE GROUP LIMITED

We have audited the financial statements of The A&S Leisure Group Limited for the year ended 30th September 2016 which comprise the Consolidated Income Statement, the Consolidated and Parent Company Statement of Financial Position, the Consolidated Statement of Changes in Equity, the Consolidated Statement of Cash Flows, the Consolidated Statement of Total Recognised Gains and Losses and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

As explained more fully in the Directors' Responsibilities Statement (set out on page 4), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

### SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Strategic Report and the Directors Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:-

- give a true and fair view of the state of the group's and the parent company's affairs as at 30th September 2016 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

### MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

*West and Foster*

**THE A & S LEISURE GROUP LIMITED**

**CONSOLIDATED INCOME STATEMENT  
FOR THE YEAR ENDED 30TH SEPTEMBER 2016**

		<b>Total 2016</b>	<b>Total 2015</b>
	<b>Note</b>	<b>£</b>	<b>£</b>
<b>GROUP TURNOVER</b>	3&4(a/b)	<b>29,400,177</b>	27,311,618
Group cost of sales		<b>(19,676,607)</b>	(18,611,690)
<b>GROUP GROSS PROFIT</b>		<b>9,723,570</b>	8,699,928
Group administrative expenses		<b>(6,660,371)</b>	(6,076,565)
Group other operating income	5	<b>399,443</b>	340,882
<b>GROUP OPERATING PROFIT</b>	6	<b>3,462,642</b>	2,964,245
Interest receivable and similar income	10	<b>122,933</b>	154,931
Interest payable and similar charges	11	<b>(973)</b>	(54)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>3,584,602</b>	3,119,122
Tax on profit on ordinary activities	12	<b>(773,664)</b>	(648,215)
<b>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</b>		<b>£2,810,938</b>	£2,470,907

**Continuing Operations**

All of the activities of the group in the above two financial periods are derived from continuing operations.

The notes on pages 12 to 29 form part of these financial statements.

**THE A & S LEISURE GROUP LIMITED**

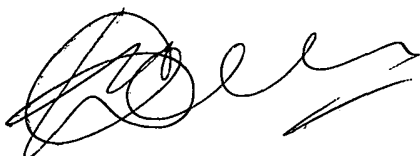
**CONSOLIDATED STATEMENT OF TOTAL INCOME AND RETAINED EARNINGS  
FOR THE YEAR ENDED 30TH SEPTEMBER 2016**

	2016 £	2015 £
Profit for the financial year and total comprehensive income	<b>2,810,938</b>	2,470,907
Dividends paid and payable	<b>(1,000,000)</b>	(1,000,000)
	<hr/>	<hr/>
	<b>£1,810,938</b>	£1,470,907
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**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**30TH SEPTEMBER 2016**

	Note	2016 £	2015 £
<b>FIXED ASSETS</b>			
Intangible assets	14	7,801,704	7,941,214
Tangible assets			
- Investment properties	15a	2,100,000	2,100,000
- Other	15b	18,217,254	18,145,112
		<u>28,118,958</u>	<u>28,186,326</u>
<b>CURRENT ASSETS</b>			
Stocks		119,166	117,242
Debtors – due within one year	17	799,430	1,522,993
– due after more than one year	17	1,764,706	1,111,112
Cash at bank and in hand		13,097,655	10,573,024
		<u>15,780,957</u>	<u>13,324,371</u>
<b>CREDITORS</b>			
Amounts falling due within one year	18	(4,264,595)	(3,545,417)
		<u>11,516,362</u>	<u>9,778,954</u>
<b>NET CURRENT ASSETS</b>			
		<u>39,635,320</u>	<u>37,965,280</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
<b>CREDITORS</b>			
Amounts falling due after more than one year	18	(292,236)	(402,134)
<b>PROVISIONS FOR LIABILITIES</b>			
	19	(377,000)	(408,000)
		<u>£38,966,084</u>	<u>£37,155,146</u>
<b>NET ASSETS</b>			
<b>CAPITAL AND RESERVES</b>			
Called up share capital	22	1,000,000	1,000,000
Revaluation reserves	23	6,138,257	6,277,767
Profit and loss account		31,827,827	29,877,379
		<u>£38,966,084</u>	<u>£37,155,146</u>
<b>EQUITY SHAREHOLDERS' FUNDS</b>			

The financial statements on pages 6 to 29 were approved and authorised for issue by the Board of Directors on 10<sup>th</sup> May 2017 and are signed on its behalf by:



**D. E. D. ALLEN** - Chairman

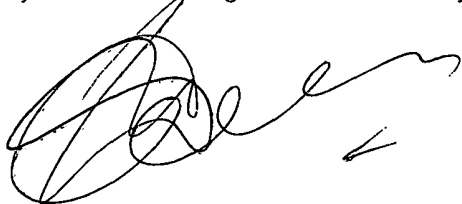
The notes on pages 12 to 29 form part of these financial statements.

## THE A &amp; S LEISURE GROUP LIMITED

COMPANY STATEMENT OF FINANCIAL POSITION  
30TH SEPTEMBER 2016

	Note	£	2016 £	£	2015 £
<b>FIXED ASSETS</b>					
Intangible assets	14		6,835,988		6,975,498
Tangible assets					
– Investment properties	15a		2,100,000		2,100,000
– Other	15b		13,251,446		13,011,635
Investments in subsidiary companies	20		1,217,255		1,217,255
			<hr/>		<hr/>
			23,404,689		23,304,388
<b>CURRENT ASSETS</b>					
Stocks		72,630		68,911	
Debtors - due within one year	17	398,794		644,736	
- due after more than one year	17	1,764,706		1,111,112	
Cash at bank and in hand		12,935,589		10,547,270	
		<hr/>		<hr/>	
			15,171,719	12,372,029	
<b>CREDITORS</b>					
Amounts falling due within one year	18	(4,841,184)		(3,563,458)	
		<hr/>		<hr/>	
<b>NET CURRENT ASSETS</b>			10,330,535		8,808,571
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<hr/>		<hr/>
			33,735,224		32,112,959
<b>PROVISIONS FOR LIABILITIES</b>	19		(37,000)		(58,000)
			<hr/>		<hr/>
<b>NET ASSETS</b>			£33,698,224		£32,054,959
<b>CAPITAL AND RESERVES</b>					
Called up share capital	22		1,000,000		1,000,000
Revaluation reserves	23		3,192,950		3,332,460
Profit and loss account			29,505,274		27,722,499
			<hr/>		<hr/>
<b>EQUITY SHAREHOLDERS' FUNDS</b>			£33,698,224		£32,054,959
			<hr/>		<hr/>

The financial statements on pages 6 to 29 were approved and authorised for issue by the Board of Directors on 10<sup>th</sup> May 2017 and are signed on its behalf by:



D. E. D. ALLEN - Chairman

The notes on pages 12 to 29 form part of these financial statements.

## THE A &amp; S LEISURE GROUP LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30TH SEPTEMBER 2016

	Called up Share capital £	Revaluation reserve £	Profit and loss account £	Total £
<b>At 1st October 2014</b>	1,000,000	6,277,767	28,406,472	35,684,239
Profit for the year			2,470,907	2,470,907
<b>Total comprehensive income for the year</b>	-	-	2,470,907	2,470,907
Dividends paid and payable	-	-	(1,000,000)	(1,000,000)
<b>Total investments by and distributions to owners</b>	-	-	(1,000,000)	(1,000,000)
<b>At 30th September 2015</b>	1,000,000	6,277,767	29,877,379	37,155,146
Profit for the year			2,810,938	2,810,938
Other comprehensive income for the year: Reclassification from revaluation reserve to profit and loss account	-	(139,510)	139,510	-
<b>Total comprehensive income for the year</b>	-	(139,510)	2,950,448	2,810,938
Dividends paid and payable	-	-	(1,000,000)	(1,000,000)
<b>Total investments by and distributions to owners</b>	-	-	(1,000,000)	(1,000,000)
<b>At 30th September 2016</b>	1,000,000	6,138,257	31,827,827	38,966,084

The notes on pages 12 to 29 form part of these financial statements.

## THE A &amp; S LEISURE GROUP LIMITED

CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30TH SEPTEMBER 2016

	2016 £	2015 £
<b>Cash flows from operating activities</b>		
Profit for the financial year	2,810,938	2,435,907
Adjustments for:		
Depreciation of tangible assets	1,168,845	1,284,506
Amortisation of intangible assets	139,510	-
Other interest receivable and similar income	(122,933)	(154,931)
Interest payable and similar charges	973	54
Gains on disposal of tangible assets	(19,322)	(108,147)
Tax on profit on ordinary activities	773,664	683,215
Grant amortisation	(109,898)	(111,848)
Changes in:		
Stocks	(1,924)	(11,933)
Trade and other debtors	237,731	(90,292)
Trade and other creditors	556,192	89,270
Cash generated from operations	5,433,776	4,015,801
Interest paid	(973)	(54)
Interest received	122,933	154,931
Tax paid	(436,461)	(737,941)
Net cash from operating activities	5,119,275	3,432,737
<b>Cash flows from investing activities</b>		
Purchase of tangible assets	(1,257,185)	(993,014)
Proceeds from sale of tangible assets	35,520	108,150
Acquisition of subsidiaries	-	(965,716)
Grants received	-	28,140
Net cash used in investing activities	(1,221,665)	(1,822,440)
<b>Cash flows from financing activities</b>		
Loan to CFC 2001 Limited	(516,666)	-
Proceeds from loans from participating interests	137,231	111,815
Dividends paid	(1,000,000)	(1,000,000)
Net cash used in financing activities	(1,379,435)	(888,185)
Net increase in cash and cash equivalents	2,518,175	722,112
Cash and cash equivalents at beginning of year	10,550,384	9,828,272
Cash and cash equivalents at end of year	13,068,559	10,550,384

The notes on pages 12 to 29 form part of these financial statements.

## THE A & S LEISURE GROUP LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 2016

#### 1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 15 Livesey Street, Sheffield, South Yorkshire, S6 2BL.

#### 2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

#### 3. Accounting policies

##### Basis of preparation

The financial statements are prepared to a date which corresponds to the end of the last trading week in an accounting period. In relation to the current accounting period this date was 2nd October 2016 (2015 - 27th September 2015).

##### Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 October 2014. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 26.

##### Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome.

##### Revenue recognition

Turnover represents casino gross gaming yield, being the aggregate of all gaming gains and losses for the year, and all other net sales to customers, excluding value added tax.

Revenue from the rendering of services is measured by reference to the stage of completion of the service transaction at the end of the reporting period provided that the outcome can be reliably estimated. When the outcome cannot be reliably estimated, revenue is recognised only to the extent that expenses recognised are recoverable.

##### Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

## THE A & S LEISURE GROUP LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 2016

#### 3. Accounting policies *(continued)*

##### **Income tax *(continued)***

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

##### **Operating leases**

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Lease income is recognised in profit or loss on a straight line basis over the lease term. The aggregate cost of lease incentives are recognised as a reduction to income over the lease term on a straight-line basis. Costs, including depreciation, incurred in earning the lease income are recognised as an expense. Any initial direct costs incurred in negotiating and arranging the operating lease are added to the carrying amount of the lease and recognised as an expense over the lease term on the same basis as the lease income.

##### **Intangible assets**

The freehold and leasehold properties from which the company conducts its operations have previously been carried at open market value on an existing use and fully operational basis, including the benefit of licences.

The 2015 financial statements reflected the valuation of the licences as a separate asset, and as such included the licences as an intangible asset. The prior year's financial statements were restated to reflect this adjustment as well.

The directors review the valuation of intangible assets each year and if in their opinion, there is any permanent diminution in value, it is charged to the revaluation reserve or the profit and loss account as appropriate.

In prior years no amortization was provided on casino gaming licences, unless the trend in maintainable casino profit indicated that such value had reduced. With effect from the year ended 30th September 2016 the directors have introduced a policy to write down the value of the licences over a period of 50 years.

##### **Amortisation**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Casino licences - Over 50 years straight line basis.

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

##### **Tangible assets**

All fixed assets are initially recorded at cost.

## THE A & S LEISURE GROUP LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 2016

#### 3. Accounting policies *(continued)*

##### Property and licences

The freehold and leasehold properties from which the company conducts its operations were previously carried at open market value on an existing use and fully operational basis, including the benefit of licences.

As permitted by the transitional provisions of FRS15 "Tangible Fixed Assets" the company elected not to adopt a policy of revaluation of tangible fixed assets in the future. However it will retain the carrying value of property and licences, previously revalued, and will not update that valuation.

The directors review fixed assets including properties and licences each year and if, in their opinion, there is any permanent diminution in value, it is charged to the revaluation reserve or the profit and loss account as appropriate.

##### Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold properties	-	Over the remaining estimated useful life.
Short leasehold properties	-	Over the life of the lease
Fixtures, fittings and equipment	-	5% to 25% straight line basis.
Motor vehicles	-	25% straight line basis.

The depreciable element of costs or valuations attributable to freehold property and leasehold property with a potential life of more than 50 years is depreciated over the remaining estimated useful life, being estimated at 50 years from 30th September 1998 or date of first use, if later.

The depreciable element of costs or valuations attributable to leasehold property with a lease of 50 years or less is depreciated over the remaining length of the lease.

A full year's depreciation is charged in the year of purchase but no depreciation is charged in the year of sale.

##### Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

Listed investments are measured at fair value with changes in fair value being recognised in profit or loss.

##### Investments in associates

Investments in associates accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in associates accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value recognised in other comprehensive income/profit or loss. Where it is impracticable to measure fair value reliably without undue cost or effort, the cost model will be adopted.

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the associate arising before or after the date of acquisition.

## THE A & S LEISURE GROUP LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 2016

#### 3. Accounting policies *(continued)*

##### **Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

##### **Stocks**

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

##### **Provisions**

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

## THE A &amp; S LEISURE GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH SEPTEMBER 2016

## 4. TURNOVER, COST OF SALES, GROSS PROFIT AND NET OPERATING EXPENSES

## a) By continuing/discontinued operations

	Discontinued £	Continuing £	2016 Total £	2015 Continuing £
Turnover	-	29,400,177	29,400,177	27,311,618
Cost of Sales	-	(19,701,165)	(19,701,165)	(18,611,690)
Net operating expenses				
Administrative Expenses	-	(6,635,813)	(6,635,813)	(6,076,565)
Other Operating Income	-	399,443	399,443	340,882
	-	(6,236,370)	(6,236,370)	(5,735,683)
Operating Profit	£ -	£3,462,642	£3,462,642	£2,964,245

Turnover relates to all sales revenue attributable to the principal activities of the group including casino gross gaming yield.

THE A & S LEISURE GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH SEPTEMBER 2016

4. TURNOVER, COST OF SALES, GROSS PROFIT AND NET OPERATING EXPENSES (CONTINUED)

b) By class of business

	Casino Operations	Sports Stadium	Other	2016 Total	Casino Operations	Sports Stadium	Other	2015 Total
	£	£	£	£	£	£	£	£
Turnover	22,951,579	6,448,598	-	29,400,177	21,037,369	6,274,249	-	27,311,318
Cost of sales	(15,523,979)	(4,152,628)	-	(19,676,607)	(14,531,906)	(4,079,784)	-	(18,611,690)
<b>Net operating expenses</b>								
Administrative expenses	(5,182,798)	(1,536,073)	-	(6,718,871)	(4,764,187)	(1,312,378)	-	(6,076,565)
Other operating income	-	-	457,943	457,943	-	-	340,882	340,882
	(5,182,798)	(1,536,073)	457,943	(6,260,928)	(4,764,187)	(1,312,378)	340,882	(5,735,683)
<b>OPERATING PROFIT</b>	<b>£2,244,802</b>	<b>£759,897</b>	<b>£457,943</b>	<b>£3,462,642</b>	<b>£1,741,276</b>	<b>£882,087</b>	<b>£340,882</b>	<b>£2,964,245</b>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH SEPTEMBER 2016**

<b>5. OTHER OPERATING INCOME</b>	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Rental income	241,783	187,644
Other operating income	47,762	41,390
Grant amortisation	109,898	111,848
	<hr/>	<hr/>
	<b>399,443</b>	<b>340,882</b>
	<hr/>	<hr/>
<b>6. OPERATING PROFIT</b>	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Operating profit is stated after charging/(crediting):		
Amortisation of intangible assets	139,510	-
Depreciation of tangible assets	1,168,845	1,284,506
Gains on disposal of tangible assets	(19,322)	(108,147)
Operating lease rentals	1,010,929	791,673
Auditors' remuneration: for audit	34,250	34,250
for non-audit services	38,447	38,657
	<hr/>	<hr/>
<b>7. STAFF COSTS</b>	<b>2016</b>	<b>2015</b>
<b>Staff numbers</b>	<b>Number</b>	<b>Number</b>
The average number of persons engaged by the group was:		
Operations	645	657
Administration	20	17
Directors	5	5
	<hr/>	<hr/>
	<b>670</b>	<b>679</b>
	<hr/>	<hr/>
<b>Employee costs</b>	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Wages and salaries including directors' remuneration	11,012,095	10,291,093
Social security costs	815,144	741,655
Pension costs	52,278	47,030
Termination costs	-	-
	<hr/>	<hr/>
	<b>£11,879,517</b>	<b>£11,079,778</b>
	<hr/>	<hr/>
<b>8. DIRECTORS' EMOLUMENTS</b>		
Aggregate emoluments (including benefits in kind) for management services	£563,839	£570,849
	<hr/>	<hr/>
Highest paid director	£253,402	£256,124
	<hr/>	<hr/>
<b>9. PENSION CONTRIBUTIONS</b>		

The company and its subsidiaries have commenced pension schemes for their employees during the previous year. Contributions are disclosed in note 7 above.

## THE A &amp; S LEISURE GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH SEPTEMBER 2016

<b>10. INTEREST RECEIVABLE</b>		<b>2016</b>	<b>2015</b>
		<b>£</b>	<b>£</b>
Bank interest receivable		73,420	80,206
Interest from CFC 2001 Ltd (see note 17)		46,791	74,167
Other interest receivable		2,722	558
		<u>£122,933</u>	<u>£154,931</u>
<b>11. INTEREST PAYABLE</b>			
Interest payable on bank loans and overdrafts wholly repayable within five years		-	-
Other interest payable		973	54
		<u>£973</u>	<u>£54</u>
<b>12. TAX ON PROFIT ON ORDINARY ACTIVITIES</b>			
	<b>2016</b>	<b>2015</b>	
	<b>£</b>	<b>£</b>	<b>£</b>
<b>(a) Analysis of charge in period</b>			
<i>Group current tax:</i>			
UK Corporation tax on profit of the year – Group profit at 20.0% (2015 – 20.5%)	824,400	715,000	
Adjustment in respect of previous years	(19,736)	(102,803)	
	<u>804,664</u>	<u>612,197</u>	
<i>Total current tax (note 12(b))</i>			
<i>Deferred tax:</i>			
Origination and reversal of timing differences	31,000	36,018	
	<u>31,000</u>	<u>36,018</u>	
<i>Total deferred tax (note 19)</i>			
	<u>£773,664</u>	<u>£648,215</u>	
<i>Tax on profit on ordinary activities</i>			
	<u>£773,664</u>	<u>£648,215</u>	
<b>(b) Factors affecting tax charge for period</b>			
The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The differences are explained below:			
	<b>2016</b>	<b>2015</b>	
	<b>£</b>	<b>£</b>	
Profit on ordinary activities before tax	3,584,602	3,119,122	
Profit on ordinary activities multiplied by standard rate of tax in the UK of 20% (2015 : 20.5%)	716,920	639,420	
<i>Effects of:</i>			
Expenses not deductible for tax purposes	38,040	42,602	
Capital allowances for the year less than depreciation	69,440	33,065	
Adjustments to tax charge in respect of previous years	(19,736)	(102,803)	
Rounding	-	(87)	
	<u>£804,664</u>	<u>£612,197</u>	
<i>Current tax charge for the period (note 12 (a))</i>			
	<u>£804,664</u>	<u>£612,197</u>	

## THE A &amp; S LEISURE GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH SEPTEMBER 2016

## 13. PROFIT FOR THE FINANCIAL YEAR

As permitted by Section 408 of the Companies Act 2006, the profit and loss account of the Company is not presented as part of these financial statements.

The consolidated profit for the financial year of £2,810,938 (2015 : £2,435,907) includes a profit of £2,043,265 (2015 : £1,596,143) which is dealt with in the financial statements of the company.

## 14. INTANGIBLE ASSETS – LICENCES

	Group £	Company £
<b>COST OR VALUATION</b>		
At 1st October 2015	7,941,214	6,975,498
Additions in the year	-	-
	<hr/>	<hr/>
At 30th September 2016	7,941,214	6,975,498
	<hr/>	<hr/>
<b>AMORTISATION</b>		
At 1st October 2015	-	-
Charge for the year	139,510	139,510
	<hr/>	<hr/>
<b>At 30th September 2016</b>	139,510	139,510
	<hr/>	<hr/>
<b>NET BOOK VALUE</b>		
<b>At 30th September 2016</b>	<b>£7,801,704</b>	<b>£6,835,988</b>
	<hr/>	<hr/>
At 30th September 2015	£7,941,214	£6,975,498
	<hr/>	<hr/>

Total cost or valuation for the group at 30th September 2016 amounting to £7,941,214 includes £6,800,412 at 1997 valuation, and £1,140,802 of subsequent cost. For the company, the totals include £6,800,412 at 1997 valuation and £175,086 of subsequent cost.

## 15a. TANGIBLE FIXED ASSETS – INVESTMENT PROPERTIES

	Group £	Company £
<b>VALUATION</b>		
At 1st October 2015 and 30th September 2016	<b>£2,100,000</b>	<b>£2,100,000</b>
	<hr/>	<hr/>

The company's freehold property at Bingley Street, Leeds is regarded as an investment property. Accordingly under the terms of SSAP19 the property has been valued by the directors at £2,100,000 and disclosed in the financial statements at this amount. The directors consider this value to be a fair estimate of market value at 30th September 2016.

On a purely historical cost basis the analysis of tangible fixed assets – investment properties would be as follows:-

	Group £	Company £
Cost	3,911,250	3,911,250
Accumulated depreciation	(469,350)	(469,350)
	<hr/>	<hr/>
<b>NET BOOK VALUE</b>	<b>£3,441,900</b>	<b>£3,441,900</b>
	<hr/>	<hr/>

The value of land included within freehold land and buildings is not separately identifiable.

THE A & S LEISURE GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH SEPTEMBER 2016

15b. TANGIBLE FIXED ASSETS - OTHER

	Group			Company		
	Fixtures, Equipment and			Fixtures, Equipment and		
	Properties	Vehicles	Total	Properties	Vehicles	Total
	£	£	£	£	£	£
<b>COST OR VALUATION</b>						
At 1st October 2015	20,352,549	11,508,576	31,861,125	14,695,278	8,771,060	23,466,338
Additions	-	1,257,185	1,257,185	-	1,126,800	1,126,800
Disposals	-	18,074	18,074	-	18,074	18,074
<b>At 30th September 2016</b>	<b>20,352,549</b>	<b>12,783,835</b>	<b>33,136,384</b>	<b>14,695,278</b>	<b>9,915,934</b>	<b>24,611,212</b>
<b>DEPRECIATION</b>						
At 1st October 2015	4,994,770	8,721,243	13,716,013	3,546,438	6,908,265	10,454,703
Charge for year	399,434	769,411	1,168,845	279,071	591,720	870,791
Disposals	-	34,272	34,272	-	34,272	34,272
<b>At 30th September 2016</b>	<b>5,394,204</b>	<b>9,524,926</b>	<b>14,919,130</b>	<b>3,825,509</b>	<b>7,534,257</b>	<b>11,359,766</b>
<b>NET BOOK VALUE</b>						
<b>At 30th September 2016</b>	<b>£14,958,345</b>	<b>£3,258,909</b>	<b>£18,217,254</b>	<b>£10,869,769</b>	<b>£2,381,677</b>	<b>£13,251,446</b>
At 30th September 2015	£15,357,779	£2,787,333	£18,145,112	£11,148,840	£1,862,795	£13,011,635

Total cost or valuation at 30th September 2016 amounting to £33,136,384 for the Group and £ 24,611,212 for the Company includes £9,743,714 for the Group and £5,927,115 for the Company at 1997 valuation and £23,392,670 for the Group and £18,684,097 for the Company at subsequent cost.

THE A & S LEISURE GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH SEPTEMBER 2016

15b. TANGIBLE FIXED ASSETS - HISTORICAL COST

On a purely historical cost basis the analysis of tangible fixed assets would be as follows :-

	Group			Company	
	Freehold Property £	Long Leasehold Property £	Fixtures, Equipment and Vehicles £	Freehold Property £	Fixtures, Equipment and Vehicles £
Cost	9,385,690	2,790,090	12,177,799	9,385,690	9,298,411
Accumulated depreciation	(3,825,509)	(723,020)	(9,497,460)	(3,825,509)	(7,534,257)
<b>NET BOOK VALUE</b>	<b>£5,560,181</b>	<b>£2,067,070</b>	<b>£2,680,339</b>	<b>£5,560,181</b>	<b>£1,764,154</b>

# THE A & S LEISURE GROUP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 2016

### 15b. TANGIBLE FIXED ASSETS (CONTINUED)

#### Properties

Properties include freehold and leasehold premises:-

	Group		Company	
	Freehold £	Long Leasehold £	Freehold £	Long Leasehold £
<b>COST OR VALUATION</b>				
At 30th September 2015/2016	14,695,278	5,657,271	14,695,278	-
Accumulated depreciation	(3,825,509)	(1,568,695)	(3,825,509)	-
<b>NET BOOK VALUE</b>				
At 30th September 2016	<b>£10,869,769</b>	<b>£4,088,576</b>	<b>£10,869,769</b>	<b>£ -</b>

The value of land included within freehold properties is not separately identifiable.

### VALUATION OF TANGIBLE FIXED ASSETS

Four casino properties of the company together with their licences, fixtures and fittings, were valued on 28th September 1997 by the directors. The leasehold property, licences, fixtures and fittings of the subsidiary, Sheffield Sports Stadium Limited were also valued on 28th September 1997. The directors' valuations of the assets of each branch and subsidiary were on the basis of existing use on a going concern basis having regard to the branch or subsidiary's trading potential as a single entity. For this reason it was considered appropriate to combine the property and licence elements of the valuations until 2015 when they were divided as between intangible and tangible assets. The values placed on fixtures and fittings equalled the net book values at the date of valuation.

Following a review of the valuation, the amounts at which these assets are stated do not, in the opinion of the directors, exceed their market values at 30th September 2016.

### 16. CAPITAL COMMITMENTS

Capital expenditure authorised by the directors but not provided in the accounts amounted to:-

	2016		2015	
	Group £	Company £	Group £	Company £
Capital commitments	Nil	Nil	Nil	Nil

## THE A &amp; S LEISURE GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH SEPTEMBER 2016

## 17. DEBTORS :

## Amounts falling due within one year

	2016		2015	
	Group £	Company £	Group £	Company £
Trade debtors	354,322	2,970	514,286	347
Corporation tax	-	-	348,904	23,904
Other debtors	294,273	293,490	507,453	507,393
Prepayments and accrued income	150,835	102,334	152,350	113,092
	<u>£799,430</u>	<u>£398,794</u>	<u>£1,522,993</u>	<u>£644,736</u>

## Amounts falling due after more than one year

Due from CFC 2001 Limited	<u>£1,764,706</u>	<u>£1,764,706</u>	<u>£1,111,112</u>	<u>£1,111,112</u>
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During 2010 the company advanced £2,000,000 to CFC 2001 Limited, a company which operates the business interests of Chesterfield Football Club. During the summer of 2016, this loan was renegotiated, and having reduced the value following repayments of capital over the years, was then the subject of a further advance to return the capital value outstanding to £2,000,000.

Mr D E D Allen, the Chairman and majority shareholder of The A&S Leisure Group Limited, is also the majority shareholder of CFC 2001 Limited and was a director until his resignation in Spring 2017.

## 18. CREDITORS :

## Amounts falling due within one year

	2016		2015	
	Group £	Company £	Group £	Company £
Bank overdraft, secured (Note 21)	28,496	-	22,040	-
Trade creditors	1,233,033	704,542	814,785	478,570
Due to group companies	-	1,583,966	-	1,083,966
Corporation tax	384,400	305,000	365,101	-
Other taxation and social security	1,073,690	914,459	858,507	858,507
Other creditors	719,960	719,960	653,232	653,232
Accruals and deferred income	825,016	613,257	831,752	489,183
	<u>£4,264,595</u>	<u>£4,841,184</u>	<u>£3,545,417</u>	<u>£3,563,458</u>

Included in other creditors is £629,600 due to Napoleons Leisure Limited, a company which is controlled by some of the directors of The A&S Leisure Group Limited. The corresponding figure for 2015 was £492,369.

Accruals and deferred income includes deferred income of £109,898 (2015 - £109,898) which relates to grant income receivable.

## THE A &amp; S LEISURE GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH SEPTEMBER 201618. CREDITORS - continued  
Amounts falling due after more than one year

	2016		2015	
	Group £	Company £	Group £	Company £
Deferred income	<b>£292,236</b>	<b>£ -</b>	<b>£402,134</b>	<b>£ -</b>

The entirety of this figure relates to deferred income in respect of grants received. Deferred grant income is credited to the profit and loss account over the estimated useful lives of the assets to which the grants relate.

Included in the deferred income creditor is £27,586 (2015 - £54,196) which relates to deferred grant income falling due after more than 5 years.

## 19. DEFERRED TAXATION

	2016		2015	
	Group £	Company £	Group £	Company £
Accelerated capital allowances	<b>10,000</b>	<b>10,000</b>	(17,000)	(17,000)
Potential liability arising on revaluation of fixed assets	<b>367,000</b>	<b>27,000</b>	<b>425,000</b>	<b>75,000</b>
	<b>377,000</b>	<b>37,000</b>	<b>408,000</b>	<b>58,000</b>
At start of year	<b>408,000</b>	<b>58,000</b>	371,982	6,982
Deferred tax movement in the profit and loss account for the year (note 12(a))	<b>(31,000)</b>	<b>(21,000)</b>	(36,018)	(51,018)
At end of year	<b>£377,000</b>	<b>£37,000</b>	<b>£408,000</b>	<b>£58,000</b>

Full provision has been made for the potential liability in respect of the gains on assets even though there is no intention to dispose of the assets as required by the new Financial Reporting Standard.

# THE A & S LEISURE GROUP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 2016

### 20. INVESTMENTS - SUBSIDIARY COMPANIES

	Class of Shares	Percentage Shareholding	2016 £	2015 £
<b>COST</b>				
Sheffield Sports Stadium Limited Incorporated in the United Kingdom, this company operates a greyhound and speedway racing track and sports stadium	Ordinary	100%	251,435	251,435
Harveys (Leisure) Limited Incorporated in the United Kingdom, this is a dormant company	Ordinary	100%	100	100
Napoleons Racing Limited Incorporated in the United Kingdom, this is a dormant company	Ordinary	100%	2	2
Napoleons Leisure Group Limited Incorporated in the United Kingdom, this is a dormant company	Ordinary	100%	2	2
The Players Club UK Limited Incorporated in the United Kingdom, this is a dormant company	Ordinary	100%	965,716	965,716
			<hr/>	<hr/>
			<b>£1,217,255</b>	<b>£1,217,255</b>
<b>PROVISION</b>				
At start of year			-	-
Charge for the year			-	-
Disposal during the year			-	-
			<hr/>	<hr/>
At end of year			£ -	£ -
			<hr/>	<hr/>
Net book value			<b>£1,217,255</b>	<b>£1,217,255</b>
			<hr/>	<hr/>

### 21. BANK BORROWINGS

The combined group bank overdraft is secured by an unlimited debenture over the assets of the group. The Company is guaranteeing the individual bank overdrafts of Napoleons Leisure Limited and Sheffield Sports Stadium Limited. These guarantees are secured by an unlimited debenture on the Company's assets. At the balance sheet date the amount due in respect of these overdrafts was £28,496 (2015 - £22,040).

## THE A &amp; S LEISURE GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH SEPTEMBER 2016

## 22. CALLED UP SHARE CAPITAL

	2016 £	2015 £
Ordinary shares of £1 each		
Allotted, issued, called up and fully paid	<u>£1,000,000</u>	<u>£1,000,000</u>

## 23. REVALUATION RESERVES

	2016		2015	
	Group £	Company £	Group £	Company £
Balance at 1st October 2015	6,277,767	3,332,460	6,277,767	3,332,460
Transfer between reserves in the year	(139,510)	(139,510)	-	-
	<u>£6,138,257</u>	<u>£3,192,950</u>	<u>£6,277,767</u>	<u>£3,332,460</u>
Being				
Revaluation reserves	7,714,832	4,769,525	7,854,342	4,909,035
Investment property revaluation reserves	(1,576,575)	(1,576,575)	(1,576,575)	(1,576,575)
	<u>£6,138,257</u>	<u>£3,192,950</u>	<u>£6,277,767</u>	<u>£3,332,460</u>

The negative balance on the investment property revaluation reserve arises on the revaluation of the Bingley Street, Leeds, investment property (see note 15a). The directors consider that the reduction in value is temporary and therefore have incorporated it within the revaluation reserve.

## 24. COMMITMENTS UNDER OPERATING LEASES

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2016		2015	
	Group £	Company £	Group £	Company £
Not later than 1 year	28,354	-	32,959	-
Later than 1 year and not later than 5 years	630,778	630,778	508,348	508,348
Later than 5 years	74,000	-	74,000	-
	<u>£733,132</u>	<u>£630,778</u>	<u>£615,307</u>	<u>£508,348</u>

## 25. CONTROLLING PARTY

The controlling party is Mr D. E. D. Allen by virtue of his majority shareholding in the company.

## 26. PRIOR YEAR ADJUSTMENT

The financial statements for 2015 were amended to reflect the re-classification of the casino licences as intangible fixed assets. This re-classification did not affect the overall asset values, but simply the split of the two parts which were previously treated as one.

THE A & S LEISURE GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH SEPTEMBER 2016

27 TRANSITION TO FRS 102

These are the first consolidated financial statements that comply with FRS 102. The company and the group transitioned to FRS 102 on 1st October 2014.

Reconciliation of equity

	01 October 2014			30 September 2015		
	As previously stated £	Effect of FRS102 transition £	as restated £	As previously stated £	Effect of FRS102 transition £	as restated £
Fixed assets	27,512,105	-	27,512,105	28,186,326	-	28,186,326
Current assets	12,303,260	-	12,303,260	13,341,371	(17,000)	13,324,371
Creditors: amounts falling due within one year	(3,182,182)	-	(3,182,182)	(3,545,417)	-	(3,545,417)
Net current assets	9,121,078	-	9,121,078	9,795,954	(17,000)	9,778,954
Total assets less						
Current liabilities	36,633,183	-	36,633,183	37,982,280	(17,000)	37,965,280
Creditors	(488,944)	-	(488,944)	(402,134)	-	(402,134)
Provisions	-	(460,000)	(460,000)	-	(408,000)	(408,000)
Net assets	36,144,239	(460,000)	35,684,239	37,580,146	(425,000)	37,155,146
Capital and reserves	36,144,239	(460,000)	35,684,239	37,580,146	(425,000)	37,155,146

Reconciliation of profit or loss for the year

The transition to the new Financial Reporting Standard has resulted in the recognition of the deferred taxation liability as a liability, where previously this was simply referred to in a note to the financial statements. The detail of the liability at each year end is set out above.

## THE A &amp; S LEISURE GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH SEPTEMBER 2016

## 27. TRANSITION TO FRS 102 - continued

Year ended 30 September 2015			
	As previously Stated	Effect of FRS102 transition	As restated
	£	£	£
Turnover	27,311,618	-	27,311,618
Cost of sales	(18,611,690)	-	(18,611,690)
	<hr/>	<hr/>	<hr/>
Gross profit	8,699,928	-	8,699,928
Administrative expenses	(6,076,565)	-	(6,076,565)
Other operating income	340,882	-	340,882
	<hr/>	<hr/>	<hr/>
Operating profit	2,964,245	-	2,964,245
Other interest receivable and similar income	154,931	-	154,931
Other interest payable and similar expenditure	(54)	-	(54)
Tax on profit on ordinary activities	(683,215)	35,000	(648,215)
	<hr/>	<hr/>	<hr/>
Profit for the financial year	£2,435,907	£35,000	£2,470,907
	<hr/>	<hr/>	<hr/>