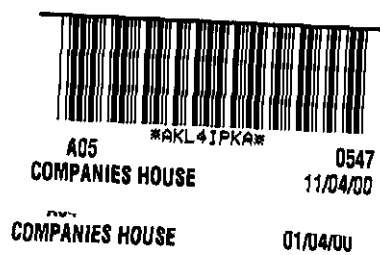


HOGARTH LEISURE LTD
ABBREVIATED ACCOUNTS
FOR THE YEAR TO
31st MARCH 1999



Randall & Company
Chartered Accountants

HOGARTH LEISURE LTD

a member of the Hogarth Group Ltd

Company Number: 1403318 (England & Wales)

Registered Office:

The Hogarth Group
Airedale Avenue
CHISWICK
London W4 2NW

Directors:

Mr Colin WHITE FRICS.

Mr Patrick WHITE MA(Cantab)

Mr Hugh BARTON - resigned 31st January 2000

Company Secretary:

Mr Patrick WHITE MA(Cantab)

Auditors:

Randall & Company
Chartered Accountants &
Registered Auditors
21 Clarence Road
Kew Gardens
Surrey TW9 3NL

HOGARTH LEISURE LTD

AUDITORS' REPORT TO THE DIRECTORS OF HOGARTH LEISURE LTD.

UNDER PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 4 to 6, together with the full statutory accounts of the company for the year to 31st March 1999, prepared under section 226 of the Companies Act 1985 as modified by the exemptions provided by Part 1 of Schedule 8.

Respective responsibility of Directors and Auditors.

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 of 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 4 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

Basis of Opinion

We have carried out the 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 purposes of our 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, 247 and 249 of the Companies Act to the exemptions conferred by Section A of Part 111 of Schedule 8 to that Act, in respect of the year to 31st March 1999, and the abbreviated accounts have been properly prepared in accordance with that Schedule.

Other information

On 29th March 2000 we reported as auditors of Hogarth Leisure Ltd to the shareholders on the full statutory accounts for the year to 31st March 1999 and our audit report is shown on page 3.

Randall & Company
Chartered Accountants &
Registered Auditors
21 Clarence Road
Surrey TW9 3NL

signed:

Randall & Company

dated:

29th March 2000

HOGARTH LEISURE LTD.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors have:

selected suitable accounting policies and then applied them consistently;

made judgments and estimates that are reasonable and prudent;

stated whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;

prepared the financial statements on the going concern basis.

The directors are responsible for keeping proper 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 1985, as amended. 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.

REPORT OF THE AUDITORS TO THE MEMBERS OF HOGARTH LEISURE LTD
ON THE FULL STATUTORY ACCOUNTS

We have audited the financial statements of pages 4 to 8 which have been prepared in accordance with the accounting policies set out on page 6.

Respective Responsibilities of Directors & Auditors

As described on page 2, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit on those statements 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 financial statements. It also includes an assessment of the significant estimates and judgments made by directors in the preparation of the financial statements, and of whether the accounting policies are appropriate 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 financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the company on 31st March 1999 and the profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985, as amended, applicable to small companies.

Randall & Company
Chartered Accountants &
Registered Auditors
21 Clarence Road
Kew Gardens
Surrey TW9 3NL

signed:

Randall & Company

dated:

29th March 2000

HOGARTH LEISURE LTD

ABBREVIATED BALANCE SHEET ON 31st MARCH 1999

Previous
Year

FIXED ASSETS	Note	£	£
Tangible assets	3.	42,921	43,169
		<hr/>	<hr/>
INVESTMENTS - loan to Group company		80,000	100,000
		<hr/>	<hr/>
CURRENT ASSETS			
Debtors		922,140	664,911
Cash at Bank		13,040	10,591
		<hr/>	<hr/>
		935,180	675,502
deduct:			
CREDITORS due within a year		975,543	767,150
		<hr/>	<hr/>
EXCESS OF CURRENT LIABILITIES OVER ASSETS		-40,363	-91,648
		<hr/>	<hr/>
TOTAL ASSETS LESS LIABILITIES		82,558	51,521
		<hr/>	<hr/>
represented by:			
CAPITAL & RESERVES			
Called up Share Capital	4.	100	100
Profit & Loss account		82,458	51,421
		<hr/>	<hr/>
SHAREHOLDERS FUNDS		82,558	51,521
		<hr/>	<hr/>

The directors have taken advantage of the exemptions conferred by Part 111 of Schedule 8 of the Companies Act 1985 on the grounds that, in their opinion, the company qualifies as a small company.

In preparing the company's annual accounts advantage has been taken of the exemptions applicable to small companies provided by Part 1 of Schedule 8 of the Companies Act 1985, as amended, on the grounds that, in their opinion, the company qualifies as a small company.

The accounts on pages 4 to 6 were approved by the Board of Directors on 28th March 2000 and signed on its behalf by Mr Colin White.

Colin White

HOGARTH LEISURE LTD

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31st MARCH 1999

1. ACCOUNTING POLICIES

These accounts have been prepared under the historical cost convention and in accordance with the Companies Act 1985, as applicable to small companies and with applicable accounting policies.

- a. Turnover, which is wholly within the UK, consists of the value of goods and services provided in the year, excluding VAT.
- b. Depreciation is provided at rates estimated to write off the value of fixed assets over their useful lives.

The rates used are as follows:

Office Equipment 25%
Motor Vehicles 25%

- c. The accounts do not include a Cash Flow statement because the company, as a small reporting entity, is exempt under Financial Reporting Standard 1 "Cash Flow Statements".

2. ULTIMATE PARENT UNDERTAKING

On 1st April 1997, the whole of the company's share capital was transferred to The Hogarth Group Ltd as part of a scheme of reorganisation. Consequently from that date, the Hogarth Group Ltd became the company's ultimate parent company.

3. DIRECTORS' INTERESTS

Mr Colin White and Mr Patrick White are interested in the provision of certain goods and services to other Group companies and in interest free loans made to and by other Group companies by reason of their shareholding in the Group's ultimate parent company. In the year to 31st March 1999 some £627,000 of goods and services were invoiced.

In addition the following salaries were paid to 2 directors:

	£	
Salaries	86,000	86,000
Pension contributions	8,330	8,245
Employers NIC	8,600	8,600
	<hr/> 102,930	<hr/> 102,845

The pension contributions are in respect of a money purchase scheme for one director.

HOGARTH LEISURE LTD

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31st MARCH 1999

3. FIXED ASSETS	Motor Equipment Car		Total
At cost:	£	£	£
Cost at 1st April 1998	18,500	71,363	89,863
Additions in year	20,000	7,380	27,380
Disposals	-18,500	0	-18,500
Balance at 31st March 1999	<u>20,000</u>	<u>78,743</u>	<u>98,743</u>
Depreciation:			
Balance at 1st April 1998	8,094	38,600	46,694
Charge for year	5,000	12,222	17,222
Disposals	-8,094	0	-8,094
Balance at 31st March 1999	<u>5,000</u>	<u>50,822</u>	<u>55,822</u>
Net book value at 31st March 1999	<u>15,000</u>	<u>27,921</u>	<u>42,921</u>
Net book value at 31st March 1998	<u>10,406</u>	<u>32,763</u>	<u>43,169</u>

4. SHARE CAPITAL

Previous
Year

The Authorised Share Capital is 100 shares of £1.00.

Allotted issued and fully paid	100	100
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