

C A HEAL & SONS (AMUSEMENTS) LIMITED

ABBREVIATED FINANCIAL STATEMENTS

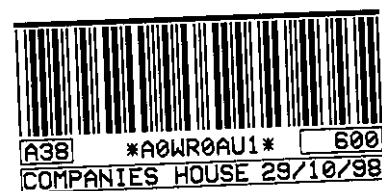
31 DECEMBER 1997

Registered number: 3019965

MAXWELLS

CHARTERED ACCOUNTANTS

Bridgwater



C A HEAL & SONS (AMUSEMENTS) LIMITED

Auditors' report to
C A Heal & Sons (Amusements) Limited
under section 247B of the Companies Act 1985

We have examined the abbreviated financial statements set out on pages 2 to 5, together with the financial statements of the company for the year ended 31 December 1997 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

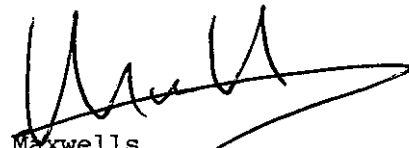
Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. 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 financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 5 are properly prepared in accordance with those provisions.

Bridgwater


Maxwells
Registered Auditors
Chartered Accountants

28/10/98

C A HEAL & SONS (AMUSEMENTS) LIMITED

ABBREVIATED BALANCE SHEET

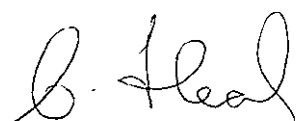
at 31 December 1997

		1997		1996	
	Note	£	£	£	£
Fixed assets					
Intangible assets	2	64,500		90,300	
Tangible assets	2	351,023		343,548	
		<u>415,523</u>		<u>433,848</u>	
Current assets					
Stocks		350		525	
Debtors		9,806		8,922	
Cash at bank and in hand		93,405		19,351	
		<u>103,561</u>		<u>28,798</u>	
Creditors: amounts falling due within one year	3	(349,352)		(346,959)	
		<u></u>		<u></u>	
Net current liabilities		(245,791)		(318,161)	
Total assets less current liabilities		169,732		115,687	
Creditors: amounts falling due after more than one year	3	(61,901)		(74,215)	
		<u>107,831</u>		<u>41,472</u>	
Capital and reserves					
Called up share capital	4	1,000		1,000	
Profit and loss account		106,831		40,472	
Total shareholders' funds		<u>107,831</u>		<u>41,472</u>	

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 5 were approved by the board of directors on 27/10/97 and signed on its behalf by:

C A A Heal
Director



C A HEAL & SONS (AMUSEMENTS) LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 December 1997

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Freehold land	is not depreciated
Freehold buildings	2% straight line basis
Leasehold land and buildings	10 years on a straight line basis
Kiosk	11 years on a straight line basis
Motor vehicles	25% reducing balance basis
Amusement machines	4 years on a straight line basis
Goodwill	5 years on a straight line basis

Leases and hire purchase contracts

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonably constant charge on the outstanding liability.

Rentals paid under operating leases are charged to income as incurred.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

C A HEAL & SONS (AMUSEMENTS) LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 December 1997

2 Fixed assets

Cost	Intangible fixed assets £	Tangible fixed assets £	Total £
1 January 1997	129,000	433,630	562,630
Additions	-	112,165	112,165
Disposals	-	(7,175)	(7,175)
31 December 1997	129,000	538,620	667,620
Depreciation			
1 January 1997	38,700	90,082	128,782
Charge for year	25,800	98,340	124,140
Disposals	-	(825)	(825)
31 December 1997	64,500	187,597	252,097
Net book amount			
31 December 1997	64,500	351,023	415,523
1 January 1997	90,300	343,548	433,848

3 Creditors

1997	1996
£	£

Creditors include the following amounts:

Amounts falling due
after more than five years:

Bank loans	-	14,587
Secured creditors		
Small company secured creditors	80,685	89,122

Bank loans and overdrafts are secured by a charge over 63-64 West Street, Brighton and a £210,000 guarantee from A J and C A A Heal.

Finance leases and hire purchase contracts are secured by a charge over the specific financed assets.

C A HEAL & SONS (AMUSEMENTS) LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 December 1997

4 Called up share capital

	1997		1996	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	100,000	100,000	100,000	100,000
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Allotted called up and fully paid				
Ordinary shares of £1 each	1,000	1,000	1,000	1,000
	<u> </u>	<u> </u>	<u> </u>	<u> </u>