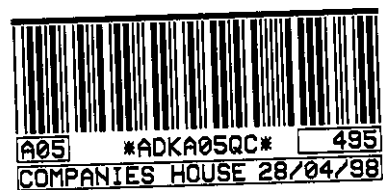


211776-

SAND MOOR GOLF CLUB LIMITED

31ST DECEMBER 1997



Company Number 00211776 (in England and Wales)

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires 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 directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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. They are also responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS REPORT TO THE MEMBERS OF THE COMPANY

We have audited the financial statements on pages 2 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 1 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 judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

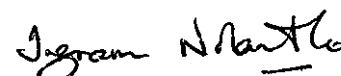
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity 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 the company's affairs as at 31st December 1997, and of its Loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act, 1985.

St. Michael's House,
281, Meanwood Road,
LEEDS, LS7 2JA.

11th February 1998



INGRAM, NOLAN & CO.,
Registered Auditor,
Chartered Accountants.

SAND MOOR GOLF CLUB LIMITEDPROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER 1997

	Notes	£	1997 £	1996 £
<u>INCOME</u>	14			
Fees and Subscriptions		308,522		293,819
House Committee		4,101		4,793
Other Income		18,520		27,002
			331,143	325,614
<u>EXPENDITURE</u>	15			
Green Committee		136,265		132,167
House Committee		64,509		51,983
General Expenses		106,329		96,838
Depreciation of Fixed Assets		26,249		10,878
			333,352	291,866
<u>(LOSS)/PROFIT BEFORE EXCEPTIONAL ITEM AND INTEREST</u>			(2,209)	33,748
<u>EXCEPTIONAL ITEM</u>	11		6,293	-
			(8,502)	33,748
<u>INTEREST PAYABLE</u>	2		2,793	-
<u>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</u>			(11,295)	33,748
<u>TAXATION</u>	4		(324)	2,103
<u>(LOSS)/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</u>			(10,971)	31,645
<u>TRANSFER TO CAPITAL RESERVE - CURRENT AND FUTURE PROJECTS</u>			-	30,000
<u>(DEFICIT)/SURPLUS FOR THE YEAR AFTER TRANSFERS TO CAPITAL RESERVES</u>			(10,971)	1,645
<u>BALANCE BROUGHT FORWARD AT 31ST DECEMBER 1996</u>			35,528	33,883
<u>BALANCE CARRIED FORWARD AT 31ST DECEMBER 1997</u>			24,557	35,528

There are no gains or losses recognised in these financial statements other than through the Profit and Loss Account.

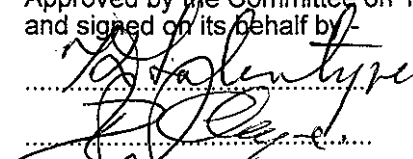
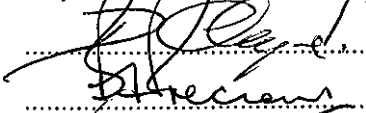
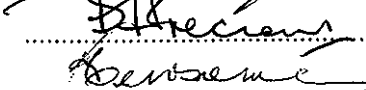
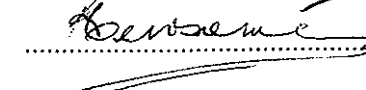
None of the company's activities were acquired or discontinued during the year.

The Notes form part of these financial statements.

SAND MOOR GOLF CLUB LIMITEDBALANCE SHEET AT 31ST DECEMBER 1997

	Notes	£	1997 £	1996 £
<u>FIXED ASSETS</u>				
Tangible Assets	5		572,812	233,600
Clubhouse Extension - Stage Payments	13		-	57,286
			572,812	290,886
<u>CURRENT ASSETS</u>				
Stock		10,222		10,203
Debtors and Prepaid Expenses		7,215		8,204
Bank and Cash Balances		27,079		260,939
Building Society Account		650		650
Corporation Tax Repayable		260		-
		45,426		279,996
<u>CREDITORS - Amounts Falling Due Within One Year</u>				
Bank Overdraft		64,601		-
Creditors and Accrued Expenses		39,976		22,591
Tax and Social Security Creditors		9,946		12,906
Corporation Tax Due 01.10.98		-		2,100
Subscriptions in Advance	6	44,577		44,246
		159,100		81,843
<u>NET CURRENT (LIABILITIES)/ASSETS</u>			(113,674)	198,153
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>			459,138	489,039
<u>CREDITORS - Amounts Falling Due After More than One Year</u>				
Subscriptions in Advance	6	128,210		147,640
Members' Loans	7	38,100		37,600
			(166,310)	(185,240)
			292,828	303,799
<u>CAPITAL AND RESERVES</u>				
Called Up Share Capital	9		168	168
Capital Reserve	8		248,663	221,475
Capital Reserve - Current and Future Projects	8		18,790	45,978
Charity Trophy Fund			650	650
Profit and Loss Account			24,557	35,528
Members' Funds	10		292,828	303,799

Approved by the Committee on 10th February 1998
and signed on its behalf by-

	T.D. TALINTYRE	(Director)
	D.J. ORANGE	(Director)
	B.F. PRECIOUS	(Secretary)
	K. NEWSOME	(Treasurer)

The Notes form part of these Financial Statements.

SAND MOOR GOLF CLUB LIMITEDCASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 1997

	Notes	1997		1996	
		£	£	£	£
Net Cash Inflow from Operating Activities	1		29,413		25,072
Returns on Investments and Servicing of Finance	2		407		4,342
Taxation			(2,036)		(2,203)
Capital Expenditure	2		<u>(308,175)</u>		<u>(61,758)</u>
			(280,391)		(34,547)
Financing	2		<u>(18,070)</u>		<u>207,750</u>
(Decrease)/Increase in Cash in the Year			<u>(298,461)</u>		<u>173,203</u>
<hr/>					
Reconciliation of Net Cash Flow to Movement in Net Funds to Net Debt	3				
(Decrease)/Increase in Cash in the Year		(298,461)		173,203	
Cash Outflow/(Inflow) from Decrease in Debt Financing		<u>18,070</u>		<u>(207,750)</u>	
Change in Net Debt Resulting from Cash Flows			<u>(280,391)</u>		<u>(34,547)</u>
Movement in Net Debt in the Year			(280,391)		(34,547)
Net Funds at 1st January 1997			<u>53,839</u>		<u>88,386</u>
Net Debt at 31st December 1997			<u>(226,552)</u>		<u>53,839</u>

The Notes form part of these Financial Statements.

SAND MOOR GOLF CLUB LIMITEDNOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 1997

1. RECONCILIATION OF OPERATING (LOSS)/PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	<u>1997</u> £	<u>1996</u> £
Operating (Loss)/Profit	(11,702)	29,406
Depreciation Charges	26,249	10,878
Increase in Stocks	(19)	(2,618)
Decrease/(Increase) in Debtors	989	(3,154)
Increase/(Decrease) in Creditors	13,896	(9,440)
Net Cash Inflow from Operating Activities	<u>29,413</u>	<u>25,072</u>

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	<u>1997</u> £	<u>1996</u> £
Returns on Investments and Servicing of Finance		
Interest Received	3,200	4,342
Interest Paid	(2,793)	-
Net Cash Inflow for Returns on Investments and Servicing of Finance	<u>407</u>	<u>4,342</u>
Capital Expenditure		
Purchase of Tangible Fixed Assets	(308,175)	(61,758)
Net Cash Outflow for Capital Expenditure	<u>(308,175)</u>	<u>(61,758)</u>
Financing		
Term Subscriptions	4,300	170,150
Members' Loans	500	37,600
	4,800	207,750
Utilisation of Term Subscriptions	(22,870)	-
Net Cash (Outflow)/Inflow from Financing	<u>(18,070)</u>	<u>207,750</u>

The Notes form part of these Financial Statements.

SAND MOOR GOLF CLUB LIMITEDNOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 1997

3. ANALYSIS OF CHANGES FROM NET FUNDS TO NET DEBT

	At 01.01.97	Cash Flow	Other Non-Cash Changes	At 31.12.97
<u>Net Cash</u>	£	£	£	£
Building Society Deposit	650	-	-	650
Cash at Bank and In Hand	260,939	(233,860)	-	27,079
Bank Overdraft	-	(64,601)	-	(64,601)
	<u>261,589</u>	<u>(298,461)</u>	<u>-</u>	<u>(36,872)</u>
Debt Due after One Year	(185,240)	(4,800)	23,730	(166,310)
Debt Due within One Year	(22,510)	22,878	(23,730)	(23,370)
	<u>(207,750)</u>	<u>18,070</u>	<u>-</u>	<u>(189,680)</u>
Total	<u>53,839</u>	<u>(280,391)</u>	<u>-</u>	<u>(226,552)</u>

Analysed in Balance Sheet

Building Society Deposit	650	650
Cash at Bank and In Hand	260,939	27,079
Bank Overdraft	-	(64,601)
Loans - Due More than One Year	(37,600)	(38,100)
Term Subscriptions	(147,640)	(128,210)
Term Subscriptions Due within One Year	(22,510)	(23,370)
	<u>53,839</u>	<u>(226,552)</u>

The Notes form part of these Financial Statements.

SAND MOOR GOLF CLUB LIMITEDNOTES TO THE ACCOUNTS AT 31ST DECEMBER 19971. ACCOUNTING POLICIESa) Accounting Convention

The accounts are prepared under the Historical Cost Convention.

b) Stocks

Stocks are valued at cost.

c) Depreciation

Depreciation is calculated so that the cost of assets is reduced to residual value on completion of their working lives, or earlier, as follows:-

Course Alterations	- Equal instalments over two years
Tractors	- Equal instalments over four years
Machinery and Implements	- Equal instalments over two years
Furniture, Fittings and Equipment	- Equal instalments over five years
Land and Buildings	- Nil (see below)

The land and buildings are maintained to a high standard and depreciation is not provided on the property as, in the directors opinion, the residual value is equal to the carrying value shown in the accounts. This accounting treatment is not in accordance with SSAP 12. The directors are of the opinion that to comply with the standard would not show a true and fair view of the company's financial position. However, having particular regard to the alienable nature of the land and buildings, a policy has been adopted whereby current expenditure is covered by transfers from revenue reserves to capital reserves over ten years.

d) Pensions

The company operates a defined contribution pension scheme.
Contributions payable for the year are charged in the profit and loss account.

2. INTEREST

Represents interest on bank overdraft facilities used in the year.

3. EMPLOYEES

The average number of employees during the year was as follows:-

	<u>1997</u> No.	<u>1996</u> No.
Administration	2	2
Greenkeepers	5	5
House	4	4
	<u>11</u>	<u>11</u>

Staff Costs during the year amounted to:

	<u>£</u>	<u>£</u>
Wages and Salaries	134,843	124,780
Social Security Costs	10,743	10,321
Other Pension Costs	6,322	6,079
	<u>151,908</u>	<u>141,180</u>

4. TAXATION

U.K. Current Year Taxation -

	<u>1997</u> £	<u>1996</u> £
Corporation Tax Repayable @ 24.25%	(260)	-
Corporation Tax @ 21.75% (1996 - 24.25%)	-	2,100
Income Tax on Interest Received	-	18
	<u>(260)</u>	<u>2,118</u>
Prior Year - U.K. Corporation Tax	(64)	(15)
	<u>(324)</u>	<u>2,103</u>

SAND MOOR GOLF CLUB LIMITEDNOTES TO THE ACCOUNTS AT 31ST DECEMBER 1997 (continued)5. TANGIBLE FIXED ASSETS

	<u>Total</u>	<u>Land and</u>	<u>Course</u>		<u>Machinery</u>	<u>Furniture</u>
<u>Cost -</u>	<u>£</u>	<u>Buildings</u>	<u>Alterations</u>	<u>Tractors</u>	<u>and</u>	<u>Fittings</u>
		<u>£</u>	<u>£</u>	<u>£</u>	<u>Implements</u>	<u>and</u>
					<u>£</u>	<u>Equipment</u>
						<u>£</u>
At 31.12.96	488,783	221,009	6,050	27,344	135,672	98,708
Additions	365,461	271,884	-	-	13,430	80,147
At 31.12.97	854,244	492,893	6,050	27,344	149,102	178,855
<u>Depreciation -</u>						
At 31.12.96	255,183	-	6,050	19,900	133,436	95,797
Charge for the Year	26,249	-	-	3,722	8,951	13,576
At 31.12.97	281,432	-	6,050	23,622	142,387	109,373
<u>Net Book Value -</u>						
At 31.12.97	572,812	492,893	-	3,722	6,715	69,482
At 31.12.96	233,600	221,009	-	7,444	2,236	2,911

6. SUBSCRIPTIONS IN ADVANCE

	<u>1997</u>	<u>1996</u>
	<u>£</u>	<u>£</u>
Ordinary Subscriptions for 1998	21,207	21,736
Term Subscriptions for Building Fund	151,580	170,150
	<u>172,787</u>	<u>191,886</u>
Subscriptions Due:-		
Between one and two years	23,370	22,510
Between two and five years	58,760	67,530
Over five years	46,080	57,600
Amount falling due after more than one year	128,210	147,640
Amount falling due within one year	44,577	44,246
	<u>172,787</u>	<u>191,886</u>

7. MEMBERS' LOANS

Members' Loans are interest free and are repayable upon demand with effect from 1st January 1999 and those not so repaid will be reduced over the following five years at an amount yet to be determined.

8. RESERVES

	<u>Capital Reserve -</u>	<u>Capital</u>
	<u>Current and Future</u>	<u>Reserve</u>
	<u>Projects</u>	
	<u>£</u>	<u>£</u>
Balance at 1st January 1997	45,978	221,475
Land and Buildings - Extension Transfer	(27,188)	27,188
Balance at 31st December 1997	<u>18,790</u>	<u>248,663</u>

SAND MOOR GOLF CLUB LIMITEDNOTES TO THE ACCOUNTS AT 31ST DECEMBER 1997 (continued)9. CALLED UP SHARE CAPITAL

	<u>Authorised</u> £	<u>Allotted, Issued and Fully Paid</u> £
The Share Capital of the Company throughout 1997 comprised -		
Ordinary Shares of £1 each	<u>2,000</u>	<u>168</u>

10. RECONCILIATION OF MOVEMENT IN MEMBERS' FUNDS

	<u>1997</u> £	<u>1996</u> £
(Loss)/Profit on ordinary activities after taxation being movement for the year	(10,971)	31,645
Members' Funds at 1st January 1997	<u>303,799</u>	<u>272,154</u>
Members' Funds at 31st December 1997	<u>292,828</u>	<u>303,799</u>

11. EXCEPTIONAL ITEM

This represents a negotiated sum to enable the Club to amend its existing contract with the caterers.

12. PENSION COMMITMENTS

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund.

13. CAPITAL COMMITMENTS

At 31st December 1997 there were the following capital commitments authorised by the Finance Committee:

	<u>1997</u> £	<u>1996</u> £
Not contracted for and not provided for in these accounts	<u>17,627</u>	<u>31,000</u>
Contracted for - Clubhouse extension/improvements excluding irrecoverable VAT	-	327,000
<u>Less</u> stage payments made	<u>-</u>	<u>57,286</u>
	-	269,714
Equipment on twelve month hire purchase entered into on 1st January 1997	<u>-</u>	<u>12,630</u>
Not provided for in these accounts	<u>-</u>	<u>282,344</u>

SAND MOOR GOLF CLUB LIMITEDNOTES TO THE ACCOUNTS AT 31ST DECEMBER 1997 (continued)14. DETAILS OF INCOME

	£	1997 £	1996 £
<u>FEES AND SUBSCRIPTIONS</u>			
<u>Entrance Fees</u>			
Gentlemen	13,054		13,290
Ladies	2,708		2,876
		15,762	16,166
<u>Subscriptions</u>			
Gentlemen	169,188		160,145
Ladies	35,295		33,247
Juniors	6,819		6,008
Country	1,767		1,643
Non-Playing Members	1,554		1,543
	214,623		202,586
Temporary Members	75,549		72,515
		290,172	275,101
		2,588	2,552
<u>Locker Fees</u>			
<u>HOUSE COMMITTEE</u>			
<u>Bar</u>			
Receipts	107,418		96,376
Less Cost of Goods	62,045		55,116
	45,373		41,260
Less Bar Service	33,670		31,376
	11,703		9,884
<u>Contract Catering</u>			
Receipts	15,080		15,680
Less Cost of Goods	7,551		5,719
	7,529		9,961
Less Catering Staff Wages	13,606		13,102
Management Fee	1,525		1,950
	15,131		15,052
	(7,602)		(5,091)
<u>GAMING MACHINES - Net Income</u>			
		4,101	4,793
		12,820	18,226
<u>OTHER INCOME</u>			
Billiards and Cards	340		880
Garage Rents	1,072		1,118
Other Rents and Fees	1,088		2,436
		2,500	4,434
<u>BUILDING SOCIETY INTEREST RECEIVED</u>			
		10	14
<u>BANK INTEREST RECEIVED</u>			
		3,190	4,328
		331,143	325,614

SAND MOOR GOLF CLUB LIMITEDNOTES TO THE ACCOUNTS AT 31ST DECEMBER 1997 (continued)15. DETAILS OF EXPENDITURE

	£	1997 £	1996 £
<u>GREEN COMMITTEE</u>			
Wages and National Insurance	71,976		67,964
Professional's Retainer and Commission	19,831		16,964
Course Maintenance	31,176		36,172
Equipment Repairs and Maintenance	10,557		8,902
Fuel and Power	2,725		2,165
		136,265	132,167
<u>HOUSE COMMITTEE</u>			
Lighting and Heating	13,606		13,710
Repairs, Renewals and Maintenance	23,429		13,409
Laundry and Cleaning	26,679		24,009
Stocktaking Fees	795		855
		64,509	51,983
<u>GENERAL EXPENSES</u>			
Rent and Rates	22,564		18,408
Insurance	7,493		6,608
Staff Pension Scheme	6,322		6,079
Printing, Stationery and Postage	7,176		5,606
Telephone Charges (Less Receipts)	1,095		787
Administration, Salaries and Expenses	24,126		22,030
Legal and Professional Fees	1,361		1,031
Audit Fee	3,500		3,000
Subscriptions and Donations	3,008		2,926
Bank Charges	3,033		1,346
Security Costs	4,568		4,330
Sundries	8,435		6,862
Team and Match Expenses Less Recoveries	3,783		3,732
Computer Repairs and Software Maintenance	249		476
	96,713		83,221
Unrecoverable V.A.T.	9,616		13,617
		106,329	96,838
<u>DEPRECIATION OF FIXED ASSETS</u>			
		26,249	10,878
		<u>333,352</u>	<u>291,866</u>

THE SAND MOOR GOLF CLUB LTD.

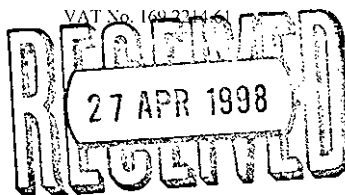
ALWOODLEY, LEEDS 17

Registered in England No. 211776

Secretary:

B. F. PRECIOUS

Tel. Leeds (0113) 268 5180



Registered Office:

CLUB HOUSE,
ALWOODLEY LANE,
LEEDS LS17 7DJ

Seventy Second Annual Report

(including the Report of the Directors as required by the Companies Act 1985)

CHAIRMAN'S REPORT

The Annual Statement of Accounts and Balance Sheet as at 31 December 1997 are presented herewith.

It has been a difficult year for the Club on the financial front and it is extremely disappointing to be showing a loss on the year of nearly £11,000 whereas we had budgeted for a modest profit.

The turn round in our fortunes is largely, but not exclusively, due to a significant loss on the catering front. As stated in my report last year, the prediction was that, in a full year, the Contract Catering would produce a profit for the Club. It was expected that in the early months of the year, with a combination of the alterations and winter, a loss would accrue and, indeed, some £7,600 was lost in this period. It was anticipated, however, that profits in the remainder of the year would more than correct this deficit. In the event, a dispute arose between the Club and Fine Dining QC with respect to accounts presented by Fine Dining. Having sought legal advice on the matter a negotiated settlement has been reached. This involves the Club in a further £6,300 of cost with the caterers becoming franchisees under a new agreement. That any money has been lost on catering is a matter of dismay, but I can assure members that a large amount of work has been put in to achieve the least expensive deal possible.

Further factors affecting the outcome are that income was somewhat down on expectations and that some unforecast essential expenditure was incurred. I would mention that the Gaming Machine receipts are down some £5,000 and back to the 1995 level, Temporary Members fees are only at £75,000 whereas we had hoped for slightly in excess of £80,000 and, on the other side, essential roof repairs, independent of the alterations, costing £7,000.

Finally, I would like to record my thanks to all the Officers and Committee Members for their support and work throughout the year and to all our staff for the sterling work they do on our behalf.

T D TALINTYRE

CHAIRMAN OF THE GENERAL COMMITTEE

SAND MOOR GOLF CLUB LIMITED

ALWOODLEY LANE, LEEDS LS17 7DJ

TELEPHONES:

Secretary 0113 268 5180 Professional 0113 268 3925 Club Section 0113 268 1685 Caterers 0113 269 2718

REPORT AND STATEMENT OF ACCOUNTS

For the year ended 31st December 1997

NOTICE IS HEREBY GIVEN that the Seventy Second ANNUAL GENERAL MEETING of members of the Sand Moor Golf Club Ltd., will be held at the Club House, Alwoodley Lane, Leeds, on Friday, the 20th March 1998, at 7.30 p.m.

A copy of the Annual Accounts and Report for the year ended 31st December 1997 is annexed.

A member entitled to attend and vote at the meeting may appoint one or more proxies to attend and, on a poll, to vote instead of him/her.

A proxy need not be a member. The instrument appointing a proxy must reach the Secretary not less than forty-eight hours before the time fixed for the meeting.

AGENDA

1. To read the Notice convening the Meeting.
2. To confirm the minutes of the last Annual Meeting.
3. To receive the Chairman's and Captain's Reports.
4. To receive the Auditor's Report and Accounts for the year ended 31st December 1997.
5. To appoint and elect officers and five members of the Committee.
6. To appoint Ingram Nolan & Co. as Auditors.
7. To transact any other Ordinary General Business of the Company.

By order of the Committee
B.F. PRECIOUS
SECRETARY

N.B. If any member has any question to raise at the Meeting, he/she should give 10 days notice in writing of it to the Secretary to enable a reply to be prepared

OFFICERS 1997

<i>President:</i>	J.J. WALSH
<i>Vice Presidents:</i>	
A.A. CROCKER	A.K. RIMMER
P.B. TOYNBEE	D.E. FORD
T.D. TALINTYRE	
<i>Captain:</i>	D.J. ORANGE
<i>Vice-Captain:</i>	W.B. NOLAN
<i>Hon. Treasurer:</i>	K. NEWSOME
<i>Auditors:</i>	INGRAM NOLAN & CO.
<i>Secretary:</i>	B.F. PRECIOUS

Committee: (11 meetings)

T.D. TALINTYRE (Chairman)	10	H.R. FROST	7
J.J. WALSH	9	G. HINCHCLIFFE	9
D.J. ORANGE	10	G.D. HITCHINS	6
W.B. NOLAN	9	D. HUGHES	11
K. NEWSOME	10	J.R. KILBURN	10
M. CROSSLEY	6	C. RICHARDSON	10
M.H. CULLODEN	9		

STATEMENT OF MEMBERSHIP AT 31st DECEMBER 1997

GENTLEMEN:	Honorary Life	2	
	Full	324	
	5-day	46	
	Country	12	
	Junior	44	
	Former Playing/Social	<u>25</u>	453
LADIES:	Full	99	
	Junior	3	
	Former Playing/Social	<u>13</u>	115
			<u>568</u>

NOMINATION OF OFFICERS FOR ELECTION

The Captain, Vice-Captain, Five Vice-Presidents, Hon. Treasurer, and **five** members of the Committee (**three** for 3 years, **one** for 2 years and **one** for 1 year) require to be elected at the next Annual General Meeting of the Members of Sand Moor Golf Club Limited to be held on Friday, 20th March 1998.

In accordance with Rules 5(a) and (b) of the Club, written notice of nominations, duly signed by the Proposers and Seconders, together with the Nominee's consent in writing, were received by the Secretary on or before the 31st December 1997.

<i>Office</i>	<i>Nominee</i>	<i>Proposer</i>	<i>Secunder</i>
<i>Captain:</i>	W.B. NOLAN	D.J. ORANGE	H.R. FROST
<i>Vice-Captain:</i>	D. HUGHES	W.B. NOLAN	D.J. ORANGE
<i>Vice-Presidents:</i>	<div style="display: flex; align-items: center;"> <div style="flex: 1;"> A.A. CROCKER P.B. TOYNBEE T.D. TALINTYRE A.K. RIMMER D.E. FORD </div> <div style="font-size: 4em; margin: 0 10px;">}</div> </div>	M.H. CULLODEN	J.J. WALSH
<i>Hon. Treasurer:</i>	K. NEWSOME	W.B. NOLAN	T.D. TALINTYRE
<i>Committee:</i> <i>(Five Vacancies</i> <i>Three for 3 years</i> <i>One for 2 years</i> <i>One for 1 year)</i>	H.K. RAMSEY J.R. KILBURN D.J. ORANGE T.D. TALINTYRE D. PYMAN C. LITTLEWOOD	J.R. KILBURN H.R. FROST W.B. NOLAN J.J. WALSH D. HUGHES W.B. NOLAN	C. RICHARDSON D. HUGHES D. HUGHES K. NEWSOME N. WIDDOWSON D.J. ORANGE

Seventy Second Annual Report

(including the Report of the Directors as required by the Companies Act 1985)

CHAIRMAN'S REPORT

The Annual Statement of Accounts and Balance Sheet as at 31 December 1997 are presented herewith.

It has been a difficult year for the Club on the financial front and it is extremely disappointing to be showing a loss on the year of nearly £11,000 whereas we had budgeted for a modest profit.

The turn round in our fortunes is largely, but not exclusively, due to a significant loss on the catering front. As stated in my report last year, the prediction was that, in a full year, the Contract Catering would produce a profit for the Club. It was expected that in the months of the year, with a combination of the alterations and winter, a loss would accrue and, indeed, some £7,600 was lost in the period. It was anticipated, however, that profits in the remainder of the year would more than correct this deficit. In the event, a dispute arose between the Club and Fine Dining QC with respect to accounts presented by Fine Dining. Having sought legal advice on the matter a negotiated settlement has been reached. This involves the Club in a further £6,300 of cost with the Club becoming franchisees under a new agreement.

That any money has been lost on catering is a matter of dismay, but I can assure members that a large amount of work has been done to achieve the least expensive deal possible.

Further factors affecting the outcome are that income was somewhat down on expectations and that some unforeseen expenditure was incurred. I would mention that the Gaming Machine receipts are down some £5,000 and back to the 1995 level. Temporary Members fees are only at £75,000 whereas we had hoped for slightly in excess of £80,000 and, on the other hand, essential roof repairs, independent of the alterations, cost £7,000.

Finally, I would like to record my thanks to all the Officers and Committee Members for their support and work throughout the year and to all our staff for the sterling work they do on our behalf.

T D TALINTYRE
CHAIRMAN OF THE GENERAL COMMITTEE

CAPTAIN'S REPORT SAND MOOR GOLF CLUB 1997/8

When I accepted nomination to take Office as the Captain of Sand Moor Golf Club, previous Captains advised me to enjoy the moment - because the year would literally fly by. How true these words were. Here I am now summing up what has been a memorable year for me.

I believe that the big winner this year has got to be the new Clubhouse and the warm and inviting atmosphere which has been created. All the Social events, from the special event for the Opening Celebrations, the Mixed Events, the Invitation and the Open Days, and so on, have been a huge success, and so well supported by you the members. In supporting in such numbers, you have made my role so much easier. I am sure that this will continue in the years to come. With the course in tiptop condition (more so than in years) and with the Clubhouse and the atmosphere, we really have facilities second to none. I would like to add my thanks to the working members of all Committees at Sand Moor. It can be a thankless job at times, but all give their time and energy voluntarily and we are indebted to them.

Special mention here of Mike Culloden who is leaving the General Committee at the AGM. Mike has been on Committee for a number of years, but his greatest contribution has come in the last two years when, as Chairman of House, he has seen the extensions and refurbishment to fruition.

Mention also of Geoff Hitchins who, because of pressure of work, has resigned from Committee. It was Geoff who, with his experience in organisation and administration, was able to set out the case for the extensions with such clarity, and he was one of those who, at the Extraordinary General Meeting, persuaded us that we should proceed. Although more will be said later, I would like to congratulate the Scratch Team who won, yet again, the Yorkshire Team championship, and all the individual winners mentioned in this report.

I would like to single out the Junior Section which continues to go from strength to strength. With the quality of our good players who are highly competitive and motivated, I feel that 1998 is going to be a rewarding year. They are a credit to Sand Moor. So good is our commitment to junior golf that the Leeds and District Union have produced a booklet based around the success of the Club. This has been circulated to other clubs in the hope that they will follow Sand Moor's example in promoting the development of junior golf. I must take this opportunity to thank Ray Mitchell for his sterling work as Junior Organiser over the last five years. He is stepping down and yours truly is taking over with the help of Mike Culloden, Mike O'Donnell and David Robinson. There is no doubt that Peter Tupling and his colleagues have had a great deal to do with the success of the Juniors, and indeed the 'not so junior' members of Sand Moor. Not only are there organised coaching sessions, but there is always the helpful 'parent' comments as members practice. Our thanks therefore to Peter, to Neil Clarkson, to Frank Houlgate, and to Andy McNamara. Congratulations to both Neil and Frank who have passed their Finals and are now fully qualified professionals. Frank, I am pleased to say is staying at Sand Moor. Neil is to fulfill an ambition and is to play golf over the next couple of years, 'to get it out of his system' he says. Peter is shortly to take on two 'shop assistants', young men who would like to be professionals eventually, but who have a little work to do to reduce their handicap. Mention must be made of the shop which continues to be a centre of attraction to not only Sand Moor members, but also to members of other clubs. To our thanks expressed earlier must be added those to Elizabeth Tupling for all the work she puts in helping Peter in the shop - the woman's touch is very evident!

GOLFING ACTIVITIES

The success of the Club and of individuals has continued through 1997 and into 1998. Following the winning of the Yorkshire Te Championship for the seventh successive year, and with a record low score, there were great hopes of further success in English Champion Club Tournament at Sandiway. Unfortunately, although the Sand Moor score in the second round was the best of the day, the first round had left us with too much to do and Royal Mid-Surrey were the Champions.

The full list of the individual achievements are given at the end of this report, or are in the Section Reports. A special mention though of Simon Dyson, Yorkshire Youths Champion (albeit shared), Paul O'Donnell who won the LDU Open Championship and almost made the double with the Amateur Championship, and Lewis Johnson who is the LDU Senior Amateur Champion.

Both Simon and Ben have been called up by England for European events, and Ben gained a Youth Cap playing in the Commonwealth Youth Championship. 1998 has begun with a bang, perhaps a foretaste of things to come, but our congratulations must go to Ben who, chosen by England as their only representative in Dubai, won the United Arab Emirates Open Amateur Championship in February.

Mention must also be made of Stuart Cage and Iain Pyman who both retained their cards on the European Tour. Stuart earned himself a two year exemption from having to qualify for the tour by winning the Cannes Open, and Iain made sure of his card when he was runner-up in the Oki Pro-Am in Madrid in late October.

THE CLUBHOUSE

What more can be said? All the planning, all the hard work, all the disruption, was very worthwhile and we have been able to enjoy the improvements over the past year. It has been very evident by the increased numbers who stay to sit and to talk that many of you have enjoyed the added comfort. I must again thank all those involved for making it possible. Our thanks must go to the staff who look after it on our behalf. Thanks, therefore to Peter Smith, his daughter Karen, (and grandsons from time to time!), for the work that they do, mostly before many of us are awake. I am sorry that Sandra Walker has been ill for the past few months and additional burden has been placed on Peter. Let us hope that Sandra is soon well enough to come back.

The improved dining facilities have been a blessing, and the food has been top quality. Our good wishes to Ray Dixon who, as chef, has provided us with excellent fare for the past year, but who now moves on to play a floating role with Fine Dining. A welcome to Richard Keenan who has now taken over the responsibilities. It isn't as easy as some think to cater for a family the size of Sand Moor.

THE BAR

A welcome too to Edwina Fletcher who was appointed Assistant Bar Steward during the year. Edwina had helped out previously and so we were aware of her qualities, but nevertheless, she has fitted in very smoothly and at last Eric Snowden has someone who can share his responsibilities. One major advantage is that he can now have time off to relax, a rare commodity in the past. Eric has continued to look after the bar with superb skill, whilst at the same time increasing its profitability. He has tempted us with his guest beers, and more recently with new introductions. Eric has that essential quality of knowing our tastes, and of treating all as individuals.

A very big 'thank you' to Eric, therefore, and to Edwina, and to all the part-timers who help out when necessary.

SOCIAL COMMITTEE

There is no doubt that the social life of Sand Moor goes from strength to strength. The many events held during 1997 have been very well supported with the new Clubhouse extension and refurbishment providing a very warm and friendly environment. Special thanks to the Social Committee members, namely Colin Richardson, Angela and Colin Littlewood, Ann Mitchell, Maureen Smith and Barbara Sevens. They have met on many occasions during the year and have provided us with a varied diary of evening ranging from a murder mystery evenings to dinner dances to quiz nights. I do hope that members will continue to support the various social activities to be arranged for 1998, and that those who have not yet sampled what is on offer will do so without delay.

THE COURSE

I can do no better than to quote from an STRI report dated 5th February 1998. 'General standards are improving on a year-round basis and especially through autumn to spring despite the mild wet weather. Improved technique, timing and additions to the maintenance programme have proved invaluable and no more so than the surface and deep aeration programme. This needs to continue with (any necessary) adaptations to meet changing conditions. Elsewhere, progress was also noted on green surrounds and fairways and we now have the potential to develop even better surfaces this year and earlier in the season.'

In last year's report to members comment was made about the standard of the greens well into late autumn. Praise for the standard of the greens and presentation of the course in general has continued to come throughout the year, not only from the members, but from the many visitors to Sand Moor. We certainly have a course to be proud of.

There is no doubt that the programme of aeration has and is working. With a little help from the weather, the fairways are in better shape than for many years, with good growth evident. Vertidrainage, together with hollow and micro tining, has produced greener

which maintain their standard throughout the year. It is very noticeable that Sand Moor remains open, with very few restrictions whilst other courses nearby are either closed or members are playing on winter greens.

Work has continued throughout the winter on tree thinning and on other associated matters. We are already seeing the wondrous effect of this programme with regeneration of the gorse and heathers, and with a more open course, light and air are getting where it matters. If anyone is in any doubt of the advantages, they need only stand at the back of the 16th tee, the left half of which is full of moss, a marked contrast to the right hand side. There has been much comment about the bunker raking machine which was on demonstration early February - the best thing since sliced bread it seems! Was the visit timed to coincide with the visit of STRI's Head of Agronomy? He certainly praised it in his report to the Club.

Our thanks therefore to Bobby Barnes and to all his team. There is no doubt that they do a tremendous amount of work on our behalf maintaining the existing, but making improvements all the time - the new 13th and the enlarged 8th tees, the new fairway bunker on the 9th are just examples.

A special welcome onto the staff to Martin Mallin. Martin has been with us for two years as a student trainee. Having passed his qualifications, he has been retained by the Club and will be a valuable addition to the team.

MIXED COMPETITIONS

The mixed competitions proved more popular than ever as did the refreshments afterwards.

Winners during 1997 were: -

Bedding Trophy	Giles & Christine Hinchcliffe
Members Cup	David Orange & Gail Johnson
Viking Trophy	Mick Shaw & Barbara Sevens
Easter Greensomes	David & Jennie Groombridge

Mixed Invitation Day saw Hilda Firth, Kath Thomson and their guests as winners.

LADIES SECTION

The Ladies Section, captained by Gail Johnson, had a very happy and successful year. In the YLCGA Inter-Club Team Match the Scratch Team, captained by Jennie Groombridge, played Hallamshire, Sickleholme and Bedale winning one match and drawing another. The 'A' Team played Meltham, Cleckheaton and Roundhay, winning four of the matches. The 'B' Team, captained by James, played Crosland Heath, Howley Hall and Horsforth, also winning four of the matches. All three teams are to be congratulated on achieving these excellent results.

Due to heavy rain in the previous 24 hours course conditions meant that the Ladies Open Day in June had to be postponed. Rearranged for September this, together with Ladies Invitation Day, were played in excellent conditions with maximum numbers participating on both occasions.

Mrs Pam Hanson, Captain of the YLCGA, was guest of honour at the Annual Dinner and Prizegiving. Winners of the major trophies were: -

Lady Captain's Prize	Mrs E Ramsey	Coronation Trophy	Mrs D Homer
Sand Moor Trophy	Ms L Dudley	Walker Trophy	Mrs E Ramsey
Sand Moor Plate	Mrs M Smith	Margaret Hall Centenary Salver	Mrs L A Knight
Anniversary Trophy	Mrs A Littlewood	Barrington Trophy	Mrs J A Thomas

In October we were saddened by the death of Mrs Margaret Hall, a founder member of Sand Moor Golf Club. Margaret was an Honorary Life Member of the Club on her 100th birthday in 1996. She will be remembered with great affection.

Gail would like to thank the Captain, Vice-Captain and their wives for their encouragement and friendship throughout the year. She also thanks the Officials, the Ladies Committee and all the members of the Ladies Section for their help and support and, last but not least, the gentlemen who generously gave their time to help at Ladies events.

Finally Gail hopes that Mrs Jean James has a very happy and successful year as Lady Captain in 1998.

LADY RABBITS' SECTION

The Section had a very successful and enjoyable year. Friendly matches were played against Wetherby, Horsforth and Garsdale with the Sand Moor Lady Rabbits finishing the season unbeaten, winning 5 matches and drawing 1.

The outing to Otley in June was an excellent day, helped by a break in the run of wet weather. We were delighted to be joined by several non-Rabbits. The competition was won by Mrs Brenda Archer and the Lady Captain, Mrs Gail Johnson, won the Visitor's prize.

Lady Rabbits' Day was enjoyed by all, concluding with an excellent tea when we were joined by some of the longer standing non-playing members.

The Rabbits Luncheon proved a really popular event with a large number of members enjoying a game of whist organised by Mrs Betty Barratt.

Major trophy winners during the year were:-

Gibson Trophy	Mrs Irene Spencer
Mellor Trophy	Mrs Erica Baynard
Stephenson Trophy	Mrs Judith Dickinson
Mather Trophy	Mrs Geraldine Blake

Mrs Jackie Thomas has thoroughly enjoyed her year as Lady Rabbit and wishes to thank her Committee for all their support. She hopes the Rabbits' Section will continue to flourish and wishes Mrs Eunice Behrend a very happy year in 1998.

RABBITS' SECTION

It is trusted that, aided and abetted by good weather, all members of the Rabbits' Section had an enjoyable season.

The friendly matches were played home and away against Knaresborough, Horsforth, Harrogate, Wetherby, Leeds, Bradford and Garforth. These proved very enjoyable evening events, even more so as Sand Moor won most of them.

Unfortunately, due to lack of support by the Rabbits members, the first of the two matches against the Ladies Section had to be cancelled. The second match, however, was played in October and proved most enjoyable.

The Rabbits' Captain's Outing in June was to Forest Park Golf Club at Stockton on Forest. The outing could have been better supported but those who did attend enjoyed an excellent day's golf in glorious weather. In September the Section visited Broun Golf Club, this outing being very well attended. The weather was again sunny and dry and the general opinion was that it had been an enjoyable day on a challenging course.

In the Yorkshire Rabbits Thornton Trophy and Fowler Trophy Sand Moor participated but had no success. In the Leeds and District League Sand Moor finished mid table in the second division, winning seven matches, drawing two and losing seven. Many thanks to the members who played in these matches. Congratulations to Andy Weston who won the Leeds and District Pinder Trophy.

The Rabbits' Dance proved very successful being very well attended. Thank you to the people who donated prizes for the tombola and raffle. Thanks also to those members of the Committee who worked so hard to ensure the success of the dance, especially Richard Julian, Peter Bowles and Michael Challinor.

The Prizewinners in 1997 were:-

Richardson Trophy	A Weston	Rabbits' Midweek Trophy	S E Hancock
Sowden Trophy	C J Mitchell	Rabbits' Putter	G Wilkinson
Townend Trophy	S E Hancock	Cookson Cup	R Rhodes
Siddall Trophy	B A Jones	Rabbits' Eclectic	C J Mitchell
Rabbits' Trophy	H Dickinson	Rabbits' Greensome	D Jepson & M E Lockwood
Veterans' Trophy	M Lydon	Siddall Tankard	C J Mitchell

The Rabbits' Open Day on 27 July was again very popular with this event proving to be a good source of revenue for the Section. Thank you to all the members who gave up their time to make this such a successful day.

The Rabbits' Captain, Brian Turner, wishes to give his thanks to his Vice-Captain, Charlie Scruton, and to all the members of the Committee for their hard work and support throughout the year. He would also like to thank the Club President and Club Captain for their support. Without everyone's support an enjoyable and successful year would not have been possible. He trusts that eq

support will be forthcoming for Charlie Scruton in his year of office.

JUNIOR SECTION

The Section continues to strengthen and is admired beyond the confines of the Club for its golfing abilities and for the behavior of its members. Many thanks go to Michael Harrington for his role as Junior Captain during the year.

The successful winners of the Junior Club Competitions were as follows:-

Junior Cup	Ben Mason
Arthur Thompson Trophy	Richard Hollins
Captain's 'Junior' Prize	Michael Harrington
President's 'Junior' Prize	Graham Peycke

Juniors who have been successful in Club competitions are reported elsewhere in the Report.

The programme of coaching, funded in part by the Golf Foundation and the generosity of some members, was a great success. The competitions designed specifically for new members to the Section.

At Leeds and District level we were not quite as successful as in previous years. We were runners up in the Knock Out and Ken Romaine Trophy and relegated to the 2nd Division in the League. Michael Harrington, Richard Hollins and Mark Croft participated in the Leeds & District Junior Team and Michael Harrington and Richard Hollins played for the Yorkshire Junior Team.

Mrs Lynda Wilcock has kindly donated a Trophy in memory of her late husband; Reg, to be competed for annually by members of the Junior Section. The winner this year was Graham Peycke.

Finally, congratulations to Michael Harrington who has been appointed Leeds and District Junior Captain for 1998,

PERSONAL

It is with regret that I have to announce the deaths during the year of Mrs Margaret Hall, Mr Alan Furness, and Mr Ted Tibbels. They all made great contributions in their own way. Margaret was a founder member of Sand Moor, and celebrated her hundredth birthday in 1996, when she was made an Honorary Life Member of the Club. Alan was President in 1987 and 1988, and Ted was honored by the Queen for his voluntary services over more than 60 years to meteorology.

CONCLUSION

To be Captain of any Golf Club is a great honour, but to be Captain of a prestigious, and much revered Club as Sand Moor has been a great privilege. A year truly I will never forget.

Of course, none of this can happen without you, the members. Your support, encouragement and enthusiasm has been overwhelming. Thank you. It is also very true that none of this would have been possible without the help and support of my wife, Shirley, for which I am eternally grateful.

My good wishes for the coming season go to Barrie Nolan who takes over as Captain at the AGM. I know that he is working hard on his game and hopes to be category 1 by mid-June. He will give Sand Moor Golf Club 100%, I am sure. I hope that you will support him in the same way as you have supported me. Good luck, Barrie, Enjoy your year.

Similar wishes go to Jean James, our Lady Captain and a truly lovely lady she is too, and to Charles Scruton who takes over as Rabbits' Captain, I hope that he has a very fruitful year.

Finally, I would like to wish you all a very happy year ahead, with the added wish that your golf is both enjoyable, and dare I say it, successful.

D J ORANGE
CAPTAIN

CLUB COMPETITIONS AND ACHIEVEMENTS

The winners of the major competitions were as follows:-

Captain's Prize	N Stallworthy	President's Scratch Salver	P Jolliffe
President's Prize	P Jolliffe	Charity Cup	D J Pyman
Club Championship	J P Sheehy	Dunlop Salver	P Scratchard &
Henry Barran Trophy	J P Sheehy		A Giuntori
Smithson Cup	K G Leyshon	Captain's Pilgrim Salver	G Hinchcliffe
Denham Cup	P Crotty	Nat West Trophy	I Linfoot
Sand Moor Vase	L Pargeter	Vice-Captain's Prize	M J Crossley
Jubilee Trophy	J Swithenbank	Senior's Trophy	B Mellor
Calcutta Cup	B Mellor	Junior Championship	B Mason
Alex T Kyle Trophy	D B Ruane	Generation Cup	J Eden &
Annual Medal	J Clark		C Eden
Annual Midweek Medal	P Tobin	Arthur Thompson Trophy	R M Hollins

Our congratulations to:-

Simon Dyson, Ben Mason, Paul O'Donnell and John Sheehy in winning, for Sand Moor, the Yorkshire Team Championship Hallamshire. Sand Moor are Champions for the seventh successive year and the total score of 569 was a record low since the Championship began in 1891.

Simon Dyson, joint winner with James Hepworth of Ikley Golf Club, of the Yorkshire Youths' Championship at Wheatley.

Paul O'Donnell, winner of the LDU Open Championship at Moortown and a finalist in the LDU Amateur Championship, also Moortown.

Lewis Johnson, winner of the LDU Senior Amateur Championship at Selby.

Ben Mason, quarter-finalist in the British Amateur Championship, winner of the Moortown Masters and runner-up in the Berne Darwin Youth Salver at Rye. Ben had the lowest aggregate score in the Northern Counties Finals.

Simon Dyson, who was runner-up in the Moortown Masters, with a course record 67 in the second round.

Ben Mason, who represented England in the Commonwealth Youth Championship at Longniddry and who was selected to play an England Team in the French Amateur Championships where he finished in 7th place.

Simon Dyson, who was selected to play in an England Team in the Greek Amateur Championships where he finished in 3rd place.

Paul O'Donnell, who represented England Schoolboys in their match against Scotland at Newmacher, Aberdeen.

Simon Dyson, Ben Mason, Paul O'Donnell and John Sheehy, who represented Yorkshire in County Matches. Simon and Ben were members of the Yorkshire Six-man Team, winners of the English County Finals at Ferndown.

Richard Hollins and Michael Harrington, who represented Yorkshire Boys in County Matches. Richard was a member of the Yorkshire Boys' Six-man Team in the English Boys' County Finals.

Stuart Cage who won the PGA European Open at Cannes in April.

Iain Pyman who was runner-up in the Oki Pro-Am at the Golf La Moraleja, Madrid in October.

Ben Mason, winner of the Emirates Amateur Open Championship in February 1998. Ben tied for first place with a score of 141 under par, and won the play off with a birdie at the second extra hole.

SAND MOOR GOLF CLUB LIMITED

Company Number 00211776 (in England and Wales)

Statement of Directors' Responsibilities

Company law requires 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 are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue business.

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. 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.

Auditor's Report to the Members of the Company

We have audited the financial statements on pages 11 to 19 which have been prepared under the historic cost convention and the accounting policies set out on page 15.

Respective responsibilities of directors and auditors

As described above 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 judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements 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 the company's affairs as at 31st December, 1997 and of its loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act, 1985.

St. Michael's House,
281 Meanwood Road,
Leeds LS7 2JA

INGRAM, NOLAN & CO
Registered Auditors
Chartered Accountants

11th February 1998

SAND MOOR GOLF CLUB LIMITED

Profit and Loss Account for the year ended

31st December 1997

		£	1997 £	1996 £
INCOME	Notes 14			
Fees and Subscriptions		308,522		293,819
House Committee		4,101		4,793
Other Income		18,520		27,002
			331,143	325,614
EXPENDITURE	15			
Green Committee		136,265		132,167
House Committee		64,509		51,983
General Expenses		106,329		96,838
Depreciation of Fixed Assets		26,249		10,878
			333,352	291,866
(LOSS)/PROFIT BEFORE EXCEPTIONAL ITEM AND INTEREST			(2,209)	33,748
EXCEPTIONAL ITEM	11		6,293	-
			(8,502)	33,748
INTEREST PAYABLE	2		2,793	-
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			(11,295)	33,748
TAXATION	4		(324)	2,103
(LOSS)/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION			(10,971)	31,645
TRANSFER TO CAPITAL RESERVE - CURRENT AND FUTURE PROJECTS			-	30,000
(DEFICIT)/SURPLUS FOR THE YEAR AFTER TRANSFERS TO CAPITAL RESERVES			(10,971)	1,645
BALANCE BROUGHT FORWARD AT 31ST DECEMBER 1996			35,528	33,883
BALANCE CARRIED FORWARD AT 31ST DECEMBER 1997			24,557	35,528

There are no gains or losses recognised in these financial statements other than through the Profit and Loss Account.

None of the company's activities were acquired or discontinued during the year.
The notes on pages 11 to 19 form part of these accounts.

SAND MOOR GOLF CLUB LIMITED

Balance Sheet - 31st December 1997

	Notes	£	1997 £	1996 £
FIXED ASSETS				
Tangible Assets	5		572,812	233,600
Clubhouse Extension - stage payments	13		-	57,286
			<u>572,812</u>	<u>290,886</u>
CURRENT ASSETS				
Stock		10,222		10,203
Debtors and Prepaid Expenses		7,215		8,204
Bank and Cash Balances		27,079		260,939
Building Society Account		650		650
Corporation Tax Repayable		260		-
		<u>45,426</u>		<u>279,996</u>
CREDITORS - Amounts falling due within one year				
Bank Overdraft		64,601		-
Creditors and Accrued Expenses		39,976		22,591
Tax and Social Security Creditors		9,946		12,906
Corporation Tax due 1.10.98		-		2,100
Subscriptions in Advance	6	44,577		44,246
		<u>159,100</u>		<u>81,843</u>
NET CURRENT (LIABILITIES)/ASSETS			<u>(113,674)</u>	<u>198,153</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>459,138</u>	<u>489,039</u>
CREDITORS - Amounts falling due after more than one year				
Subscriptions in Advance	6	128,210		147,640
Members' Loans	7	38,100		37,600
			<u>(166,310)</u>	<u>(185,240)</u>
			<u>292,828</u>	<u>303,799</u>
CAPITAL AND RESERVES				
Called up Share Capital	9		168	168
Capital Reserve	8		248,663	221,475
Capital Reserve - Current & Future Projects	8		18,790	45,978
Charity Trophy Fund			650	650
Profit and Loss Account			24,557	35,528
Members Funds	10		<u>292,828</u>	<u>303,799</u>

Approved by the Committee on 10th February, 1998 and signed on its behalf by -

..... T.D. TALINTYRE	Director
..... D.J. ORANGE	Director
..... B.F. PRECIOUS	Secretary
..... K. NEWSOME	Treasurer

The Notes on pages 11 to 19 inclusive form part of these Accounts.

SAND MOOR GOLF CLUB LIMITED

Cash Flow Statement for the year ended 31st December 1997

		£	1997 £	1996 £
NET CASH INFLOW FROM OPERATING ACTIVITIES	Notes 1		29,413	25,072
RETURNS OF INVESTMENTS AND SERVICING OF FINANCE	2		407	4,342
TAXATION			(2,036)	(2,203)
CAPITAL EXPENDITURE	2		(308,175)	(61,758)
			(280,391)	(34,547)
FINANCING	2		(18,070)	207,750
(DECREASE)/INCREASE IN CASH IN THE YEAR			(298,461)	173,203
RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS TO NET DEBT	3			
(DECREASE)/INCREASE IN CASH IN THE YEAR		(298,461)	173,203	
CASH OUTFLOW/(INFLOW) FROM DECREASE IN DEBT FINANCING		18,070	(207,750)	
CHANGE IN NET DEBT RESULTING FROM CASH FLOWS			(280,391)	(34,547)
MOVEMENT IN NET DEBT IN THE YEAR			(280,391)	(34,547)
NET FUNDS AT 1ST JANUARY 1997			53,839	88,386
NET DEBT AT 31ST DECEMBER 1997			(226,552)	53,839

NOTES TO THE CASH FLOW STATEMENT

1. Reconciliation of Operating (Loss)/Profit to Net Cash
Inflow from Operating Activities:

Operating (Loss)/Profit	(11,702)	29,406
Depreciation Charges	26,249	10,878
Increase in Stocks	(19)	(2,618)
Decrease/(Increase) in Debtors	989	(3,154)
Increase/(Decrease) in Creditors	13,896	(9,440)
Net Cash Inflow from Operating Activities	29,413	25,072

2. Analysis of Cash Flows for headings netted in the Cash Flow Statement:

Returns on Investments and Servicing of Finance

Interest Received	3,200	4,342
Interest Paid	2,793	-

Net Cash Inflow for Returns on Investments and Servicing of Finance	407	4,342
--	-----	-------

Capital Expenditure Purchase of Tangible Fixed Assets	(308,175)	(61,758)
---	-----------	----------

Net Cash Outflow for Capital Expenditure	(308,175)	(61,758)
--	-----------	----------

Financing

Term Subscriptions	4,300	170,150
Members' Loans	500	37,600

4,800 207,750

Utilisation of Term Subscriptions	(22,870)	-
-----------------------------------	----------	---

Net Cash (Outflow)/Inflow from financing	(18,070)	207,750
--	----------	---------

Continued -

The Notes on pages 11 to 19 inclusive form part of these Accounts.

SAND MOOR GOLF CLUB LIMITED

Cash Flow Statement for the year ended 31st December 1997

NOTES TO THE CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 1997 (CONTINUED)

3. Analysis of Changes from net funds to net debt.

Net Cash	At 01.01.97 £	Cash Flow £	Other Non-Cash Changes £	At 31.12. £
Building Society Deposit	650	-	-	650
Cash at Bank and in Hand	260,939	(233,860)	-	27,079
Bank Overdraft	-	(64,601)	-	(64,601)
	<u>261,589</u>	<u>(298,461)</u>	<u>-</u>	<u>(36,872)</u>
Debt Due after One Year	(185,240)	(4,800)	23,730	(166,310)
Debt Due within One Year	<u>(22,510)</u>	<u>22,878</u>	<u>(23,730)</u>	<u>(23,730)</u>
	<u>(207,750)</u>	<u>18,070</u>	<u>-</u>	<u>(189,680)</u>
Total	<u><u>53,839</u></u>	<u><u>(280,391)</u></u>	<u><u>-</u></u>	<u><u>(226,552)</u></u>

Analysed in Balance Sheet

Building Society Deposit	650	650
Cash at Bank and in Hand	260,939	27,079
Bank Overdraft	-	(64,601)
Loans - Due More than One Year	(37,600)	(38,100)
Term Subscriptions	(147,640)	(128,210)
Term Subscriptions Due within One Year	<u>(22,510)</u>	<u>(23,370)</u>
	<u><u>53,839</u></u>	<u><u>(226,552)</u></u>

The Notes on pages 11 to 19 inclusive form part of these Accounts.

SAND MOOR GOLF CLUB LIMITED

Notes to the Accounts at 31st December 1997

1. ACCOUNTING POLICIES

(a) **Accounting Convention**

The Accounts are prepared under the Historical Cost Convention.

(b) **Stocks**

Stocks are valued at cost.

(c) **Depreciation**

Depreciation is calculated so that the cost of assets is reduced to residual value on completion of their working lives, or earlier, as follows:

Course Alterations	Equal instalments over two years.
Tractors	Equal instalments over four years.
Machinery & Implements	Equal instalments over two years.
Furniture, Fittings and Equipment	Equal instalments over five years.
Land and Buildings	Nil - (see below)

The land and buildings are maintained to a high standard and depreciation is not provided on the property as, in the directors opinion, the residual value is equal to the carrying value shown in the accounts. This accounting treatment is not in accordance with SSAP 12. The directors are of the opinion that to comply with the standard would not show a true and fair view of the company's financial position. However, having particular regard to the inalienable nature of the land and buildings, a policy has been adopted whereby current expenditure is covered by transfers from revenue reserves to capital reserves over ten years.

(d) **Pensions**

The company operates a defined contribution pension scheme.
Contributions payable for the year are charged in the profit and loss account.

2. INTEREST

Represents interest on bank overdraft facilities used in the year.

3. EMPLOYEES

The average number of employees during the year was as follows:

	1997 No.	1996 No.
Administration	2	2
Greenkeepers	5	5
House	4	4
	<u>11</u>	<u>11</u>

Staff Cost during the year amounted to:

	1997 £	1996 £
Wages and Salaries	134,843	124,780
Social Security Costs	10,743	10,321
Other Pension Costs	6,322	6,079
	<u>151,908</u>	<u>141,180</u>

SAND MOOR GOLF CLUB LIMITED

Notes to the Accounts (continued) - 31st December 1997

4. TAXATION	1997 £	1996 £
U.K. Current Year Taxation -		
Corporation Tax Repayable @ 24.25%	(260)	-
Corporation Tax at 21.75% (1996 - 24.25%)	-	2,100
Income Tax on interest received	-	18
	<u>(260)</u>	<u>2,118</u>
Prior Year - U.K. Corporation Tax	(64)	(15)
	<u>(324)</u>	<u>2,103</u>

5. TANGIBLE FIXED ASSETS

	Total £	Land and Buildings £	Course Alterations £	Tractors £	Machinery and Implements £	Furniture Fittings and Equipment £
Cost-						
At 31.12.96	488,783	221,009	6,050	27,344	135,672	98,708
Additions	365,461	271,884	-	-	13,430	80,147
At 31.12.97	854,244	492,893	6,050	27,344	149,102	178,851
Depreciation-						
At 31.12.96	255,183	-	6,050	19,900	133,436	95,797
Charge for the year	26,249	-	-	3,722	8,951	13,576
At 31.12.97	281,432	-	6,050	23,622	142,387	109,373
Net Book Value-						
At 31.12.97	572,812	492,893	-	3,722	6,715	69,478
At 31.12.96	233,600	221,009	-	7,444	2,236	2,911

6. SUBSCRIPTIONS IN ADVANCE

	1997 £	1996 £
Ordinary Subscriptions for 1998	21,207	21,736
Term Subscriptions for Building Fund	151,580	170,150
	<u>172,787</u>	<u>191,886</u>
Subscriptions due:		
Between one and two years	23,370	22,510
Between two and five years	58,760	67,530
Over five years	46,080	57,600
Amount falling due after more than one year	128,210	147,640
Amount falling due within one year	44,577	44,246
	<u>172,787</u>	<u>191,886</u>

7. MEMBERS' LOANS

Members' loans are interest free and are repayable upon demand with effect from 1st January, 1999 and those not so repaid will be reduced over the following five years at an amount yet to be determined.

SAND MOOR GOLF CLUB LIMITED

Notes to the Accounts (continued) - 31st December 1997

8. RESERVES

	Capital Reserves - Current and Future Projects £	Capital Reserve £
Balance at 1st January 1997	45,978	221,475
Land and Buildings - Extension Transfer	(27,188)	27,188
Balance at 31st December 1997	<u>18,790</u>	<u>248,663</u>

9. CALLED UP SHARE CAPITAL

	Authorised £	Alotted, Issued and Fully Paid £
The Share Capital of the Company throughout 1997 comprised -		
Ordinary shares of £1 each	<u>2,000</u>	<u>168</u>

10. RECONCILIATION OF MOVEMENT IN MEMBERS' FUNDS

	1997 £	1996 £
(Loss)/Profit on ordinary activities after taxation being movement for the year	(10,971)	31,645
Members' Funds at 1st January, 1997	<u>303,799</u>	<u>272,154</u>
Members' Funds at 31st December, 1997	<u>292,828</u>	<u>303,799</u>

11. EXCEPTIONAL ITEM

This represents a negotiated sum to enable the club to amend its existing contract with the caterers.

12. PENSION COMMITMENTS

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund.

13. CAPITAL COMMITMENTS

At 31st December, 1997 there were the following capital commitments authorised by the Finance Committee:

	1997 £	1996 £
Not contracted for and not provided for in these accounts	<u>17,627</u>	<u>31,000</u>
Contracted for - Clubhouse extension / improvements excluding irrecoverable VAT	-	327,000
Less stage payments made	-	57,286
	-	269,714
Equipment on twelve month hire purchase entered into on 1st January, 1997	-	12,630
Not provided for in these accounts	-	282,344

Continued -

SAND MOOR GOLF CLUB LIMITED

Notes to the Accounts (continued) - 31st December 1996

14. DETAILS OF INCOME

	£	1997 £	1996 £
FEES and SUBSCRIPTIONS			
Entrance Fees			
Gentlemen	13,054		13,290
Ladies	2,708		2,876
		15,762	16,166
Subscriptions			
Gentlemen	169,188		160,145
Ladies	35,295		33,247
Juniors	6,819		6,008
Country	1,767		1,643
Non-playing Members	1,554		1,543
	214,623		202,586
Temporary Members	75,549		72,515
		290,172	275,101
Locker Fees		2,588	2,552
HOUSE COMMITTEE			
Bar			
Receipts	107,418		96,376
Less Cost of Goods	62,045		55,116
	45,373		41,260
Less Bar Services	33,670		31,376
	11,703		9,884
Contract Catering			
Receipts	15,080		15,680
Less Cost of Goods	7,551		5,719
	7,529		9,961
Less Catering Staff Wages	13,606		13,102
Management fee	1,525		1,950
	15,131		15,052
	(7,602)		(5,091)
		4,101	4,793
GAMING MACHINES - Net Income		12,820	18,226
OTHER INCOME			
Billiards and Cards	340		880
Garage Rents	1,072		1,118
Other Rents and Fees	1,088		2,436
		2,500	4,434
BUILDING SOCIETY INTEREST RECEIVED		10	14
BANK INTEREST RECEIVED		3,190	4,328
		<u>331,143</u>	<u>325,614</u>

SAND MOOR GOLF CLUB LIMITED **Notes to the Accounts (continued) - 31st December 1997**

5. DETAILS OF EXPENDITURE

	£	1997 £	1996 £
GREEN COMMITTEE			
Wages and National Insurance	71,976		67,964
Professional's Retainer and Commission	19,831		16,964
Course Maintenance	31,176		36,172
Equipment Repairs and Maintenance	10,557		8,902
Fuel and Power	<u>2,725</u>		<u>2,165</u>
		136,265	132,167
 HOUSE COMMITTEE			
Lighting and Heating	13,606		13,710
Repairs, Renewals and Maintenance	23,429		13,409
Laundry and Cleaning	26,679		24,009
Stocktaking Fees	<u>795</u>		<u>855</u>
		64,509	51,983
 GENERAL EXPENSES			
Rent and Rates	22,564		18,408
Insurance	7,493		6,608
Staff Pension Scheme	6,322		6,079
Printing, Stationery and Postage	7,176		5,606
Telephone Charges (Less Receipts)	1,095		787
Administration Salaries and Expenses	24,126		22,030
Legal and Professional Fees	1,361		1,031
Audit Fee	3,500		3,000
Subscriptions and Donations	3,008		2,926
Bank Charges	3,033		1,346
Security Costs	4,568		4,330
Sundries	8,435		6,862
Team and Match Expenses Less Recoveries	3,783		3,732
Computer Repairs and Software Maintenance	<u>249</u>		<u>476</u>
	96,713		83,221
 Unrecoverable V.A.T.	<u>9,616</u>		<u>13,617</u>
		106,329	96,838
 DEPRECIATION OF FIXED ASSETS		26,249	10,878
		<u>333,352</u>	<u>291,866</u>