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PLEASURAMA CASINOS LIMITED

BALANCE SHEET 30 SEPTEMBER 1976

	30.9.76 £	30.9.76 £	30.9.75 £	30.9.75 £
Fixed Assets (Note 1)				
Leasehold Property		280,000		10,082
Gaming Equipment		24,065		16,084
Furniture, Fixtures and Fittings		45,888		30,919
Motor Vehicles		9,350		7,269
		359,303		64,354
Investment in Subsidiaries (Note 2)		274,317		242,426
Deferred Revenue Expenditure		4,707		5,854
Goodwill		10,000		46,000
		648,327		358,634
Current Assets				
Stocks at cost	16,193		12,429	
Debtors and prepayments, less provision	29,541		30,522	
Staff loans	1,973		1,880	
Cash in hand	19,662		14,057	
Dividends receivable	140,000		392,405	
Current Taxation	9,000		-	
	216,369		451,293	
Less:				
Current Liabilities				
Creditors and accruals	121,719		127,558	
Bank overdraft (secured)	58,335		93,792	
Proposed dividend	402,000		365,005	
	582,054		586,355	
Net Current Liabilities		365,685		135,062
		282,642		223,572
Deferred Liabilities – Taxation (Note 3)		88,770		21,900
		£193,872		£201,672
Represented by:				
Share Capital				
Authorised and Issued				
200 shares of £1 each fully paid		200		200
Reserves (Note 4)		(16,986)		(47,744)
		(16,786)		(47,544)
Amount due to Holding Company (Note 5)	724,698		691,271	
Amount due from Fellow Subsidiary	(72,286)		(89,033)	
Amount due from subsidiaries (Note 2)	(441,754)	210,658	(353,022)	249,216
		£193,872		£201,672

A D Coves ....)
} Directors
E H Thomas ....)

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PLEASURAMA CASINOS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 SEPTEMBER 1976

	Year to 30.9.76 £	£	Year to 30.9.75 £	£
Turnover		£1,083,425		£630,569
Trading Profit before Taxation		585,850		395,706
after charging:				
Auditors remuneration	2,432		2,155	
Bank interest	16,498		19,027	
Directors remuneration (Note 6)	7,427		1,500	
Depreciation	17,927		10,779	
Interest paid to subsidiary	2,950		5,292	
and after crediting:				
Dividends receivable	140,000		392,405	
Taxation (Note 3)		153,092		11,275
Profit after taxation		432,758		384,431
Proposed dividend		402,000		365,005
Retained Profit for the year		£ 30,758		£ 19,426

REPORT OF THE AUDITORS

We have examined the accounts on pages two to six which have been prepared under the historical cost convention including the revaluation of leasehold property. In our opinion, the accounts give, under the accounting convention stated above, a true and fair view of the state of affairs at 30 September 1976 and of the profit for the year ended on that date and comply with the Companies Acts 1948 and 1967.

33 St James's Street
London SW1A 1HX

1 March 1977

Herbert Pepper and Rudland
Chartered Accountants

PLEASURAMA CASINOS LIMITED

NOTES ON ACCOUNTS — 30 SEPTEMBER 1976

1 Fixed Assets

	Leasehold Property	Gaming Equipment	Furniture Fixtures & Fittings	Motor Vehicles	Total
	£	£	£	£	£
At cost 1 October 1975	10,082	19,272	53,072	9,032	91,458
Additions	75,067	13,768	26,258	7,018	122,111
Disposals			(1,585)	(4,243)	(5,828)
Adjustment on revaluation	194,851				194,851
	280,000	33,040	77,745	11,807	402,592
Aggregate Depreciation	-	8,975	31,857	2,457	43,289
Net Book value at 30 September 1976	£280,000	£24,065	£45,888	£9,350	£359,303

The leasehold property is held under a lease having less than fifty years to run.

In September 1976, Messrs Edward Erdman & Co, Surveyors, valued the new Southampton casino business and, excluding the goodwill, furnishings and equipment, the aggregate residual value of the leasehold casino property, on the basis of its existing use and with the benefit of gaming and liquor licences was £280,000.

The surplus arising on this revaluation has been applied to write down goodwill and other assets.

2 Investments in Subsidiaries

	Shares at cost Less amounts written off	Due from (to) Subsidiaries	Dividends Receivable
	£	£	£
Pleasurama Casino Management Ltd	100	(14,341)	
Soames (Casinos) Limited	69,635	283,038	65,000
Club Tiberius (Newcastle) Ltd	134,312	(46,581)	
Sergeant Yorke Casino Limited	61,225	185,159	75,000
Cigaro (Glasgow) Limited	9,045	34,479	
	£274,317	£441,754	£140,000

The company owns the whole of the issued share capital of the above subsidiaries. Group accounts are not submitted as Pleasurama Casinos Limited is itself a wholly owned subsidiary of Pleasurama Limited. The aggregate profits, less losses, of the subsidiaries, so far as it concerns the members of Pleasurama Casinos Limited for the year to 30 September 1976, was £201,166, of which £140,000 is dealt with in these accounts and for the period since acquisition to 30 September 1975 was £600,785 of which £585,405 had been dealt with in the accounts of Pleasurama Casinos Limited.

PLEASURAMA CASINOS LIMITED

NOTES ON ACCOUNTS (continued) 30 SEPTEMBER 1976

		1976	1975
3	**Taxation**	£	£
	a) The charge for the year is made up as follows:		
	Corporation Tax at 52%	218,516	1,782
	Less: Group Relief	74,096	-
		144,420	1,782
	Transfer to tax equalisation account	10,454	9,493
	Prior year adjustment	(1,782)	-
		£153,092	£11,275
	b) The provision in the Balance Sheet is made up as follows:		
	Corporation Tax, due 1 July 1977	120,407	1,782
	Tax equalisation account	(31,637)	20,118
		£ 88,770	£21,900

The amount set aside in the equalisation account represents tax on the excess of capital and other allowances utilised for taxation purposes over the aggregate depreciation charged in the accounts

		Capital	Revenue	Total
4	**Reserves**	£	£	£
	Balances at 1 October 1975		(47,744)	(47,744)
	Transfer from Profit for year		30,758	30,758
	Net surplus on revaluation of property	156,611		
	Goodwill written off	(46,000)		
	Amount written off interest in subsidiaries	(23,780)		
	Transfer to holding company	(86,831)		
		-	(16,986)	(16,986)

5 Holding Company

The Company is a wholly owned subsidiary of Pleasurama Limited incorporated in England

6 Total remuneration of directors of Pleasurama Casinos Limited

	1976	1975
	£	£
Paid by Pleasurama Casinos Limited	7,427	1,500
Paid by subsidiaries	16,813	28,010
	£24,240	£29,510
Chairman	-	£ 1,500
Highest paid director	£ 9,712	£18,510
Other directors in emolument scales:		
Nil emoluments	3	3
£5,001 to £ 7,500	1	-
£7,501 to £10,000	1	1

PLEASURAMA CASINOS LIMITED

REPORT OF THE DIRECTORS

and

ACCOUNTS

for the year ended

30 SEPTEMBER 1976

HERBERT PEPPER AND RUDLAND

Chartered Accountants

33 St James's Street
London SW1A 1HX

PLEASURAMA CASINOS LIMITED

REPORT OF THE DIRECTORS

The Directors present their report and the audited accounts for the year ended 30 September 1976.

Acitivities

The Company is a holding company providing management services for its subsidiary companies who own and operate casinos and itself owns and operates four casinos.

Accounts

The accounts show a profit for the year before taxation of £58,580 (1975 - £395,706). After deducting taxation of £153,092 (1975 - £11,275), there remains a profit of £432,758 (1975 - £384,431).

The directors recommend the payment of a dividend of £402,000 for the year to 30 September 1976.

Changes in Fixed Assets

In March 1976, the 20% minority interest in the share capital of Club Tiberius (Newcastle) Limited was acquired for £55,000.

In February 1976, the licence and equipment of a small casino in Bristol were acquired for £15,000.

Directors

The Directors who have served the company during the year are as follows:

Lord Harmar-Nicholls
E H Thomas
A D Gover
W G Tuddenham
M J Allison
H A Michaelides (resigned 19.5.76)
J V H Espey (appointed 19.10.75)

Lord Harmar-Nicholls, E H Thomas and A D Gover are directors of the ultimate holding company, Pleasurama and their share interests in that company are not required to be shown in the Register of Directors Interests of the Company.

The remaining directors' interests in the holding company, which remained unchanged throughout the year, are as follows:

	Ordinary shares of 5p	
	Fully Paid	Partly Paid
M J Allison	14,708	15,250
W G Tuddenham	4,083	28,000
J V H Espey (and at date of appointment)	103	-

By Order of the Board

J V H Espey