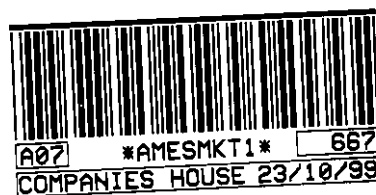


Company No. 982171

BRITISH MOTORCYCLISTS FEDERATION (ENTERPRISES) LIMITED
(Limited By Guarantee)

REPORT AND ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 1999



Trevor Aldridge
Chartered Accountant

BRITISH MOTORCYCLISTS FEDERATION (ENTERPRISES) LIMITED
(Limited By Guarantee)

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FOR THE YEAR ENDED 30TH JUNE 1999

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BRITISH MOTORCYCLISTS FEDERATION (ENTERPRISES) LIMITED
(Limited By Guarantee)

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GENERAL INFORMATION

DIRECTORS

S Nash
D Crofts
R M Williamson

SECRETARY

S C Brown

REGISTERED AUDITOR

Trevor Aldridge
Chartered Accountant
64 Old Hadlow Road
Tonbridge
Kent TN10 4EX

BANKERS

Midland Bank Plc
150 Central Road
Worcester Park
Surrey KT4 8HL

REGISTERED OFFICE

Jack Wiley House
129 Seaforth Avenue
Motspur Park
Surrey KT3 6JU

REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 30TH JUNE 1999

The directors present their report and the audited accounts for the year ended 30th June 1999.

PRINCIPAL ACTIVITY

The company's principal activity continues to be the financing, administering and managing The British Motorcyclists Federation, an unincorporated body, whose principal activity remains the promotion and protection of the interests of motorcyclists.

DIRECTORS

Due to a change in the structure of the management of the company, the number of directors has been significantly reduced. The directors who served the company during the year were as follows:-

S Nash
D Crofts
G Wilson (resigned 17th October 1998)
F T Tolley (resigned 17th October 1998)
C B Pate (resigned 17th October 1998)
M Jarvis (resigned 17th October 1998)
C Bergman (resigned 17th October 1998)
K J Mills (resigned 17th October 1998)
H Marks (resigned 31st December 1998)
J W Chatterton-Ross (resigned 17th October 1998)
R T G Pike (resigned 17th October 1998)
D McKibbin (resigned 17th October 1998)
I S Lee (resigned 17th October 1998)
R M Williamson (appointed 17th October 1998)

DIRECTORS' RESPONSIBILITIES

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

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

cont.....

REPORT OF THE DIRECTORS (Continued)

FOR THE YEAR ENDED 30TH JUNE 1999

DIRECTORS' RESPONSIBILITIES (Continued)

The directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the accounts 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.

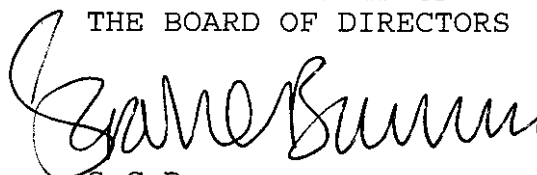
AUDITOR

The auditor, Trevor Aldridge, will be proposed for reappointment in accordance with Section 385 of the Companies Act 1985.

SMALL COMPANY RULES

The above report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities.

SIGNED ON BEHALF OF
THE BOARD OF DIRECTORS

A handwritten signature in black ink, appearing to read 'S C Brown', is written over the printed name.

S C Brown
Secretary

Jack Wiley House
129 Seaforth Avenue
Motspur Park
Surrey KT3 6JU

1st October 1999

BRITISH MOTORCYCLISTS FEDERATION (ENTERPRISES) LIMITED
(Limited By Guarantee)

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REPORT OF THE AUDITOR TO THE MEMBERS OF BRITISH MOTORCYCLISTS FEDERATION
(ENTERPRISES) LIMITED

FOR THE YEAR ENDED 30TH JUNE 1999

I have audited the accounts on pages 6 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITOR

As described on pages 3 and 4, the company's directors are responsible for the preparation of accounts. It is my responsibility to form an independent opinion, based on my audit, on those accounts and to report my opinion to you.

BASIS OF OPINION

I conducted my 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me 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 my opinion I also evaluated the overall adequacy of the presentation of information in the accounts.

OPINION

In my opinion the accounts give a true and fair view of the state of the company's affairs as at 30th June 1999 and of its profit for the year then ended and have been properly prepared in accordance with provisions of the Companies Act 1985.



Trevor Aldridge
Registered Auditor

64 Old Hadlow Road
Tonbridge
Kent TN10 4EX

21st October 1999

BRITISH MOTORCYCLISTS FEDERATION (ENTERPRISES) LIMITED
(Limited By Guarantee)

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PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30TH JUNE 1999

	<u>Note</u>	<u>Year Ended</u> <u>30.6.99</u> £	<u>Year Ended</u> <u>30.6.98</u> £
<u>TURNOVER</u>		639,265	607,989
Cost of Sales		(213,866)	(137,602)
		<hr/>	<hr/>
<u>GROSS PROFIT</u>		425,399	470,387
Administrative Expenses		(371,703)	(334,780)
		<hr/>	<hr/>
<u>OPERATING PROFIT</u>	2	53,696	135,607
Interest Receivable		12,893	12,361
		<hr/>	<hr/>
<u>PROFIT ON ORDINARY</u> <u>ACTIVITIES BEFORE TAXATION</u>		66,589	147,968
Taxation	3	(23,809)	(21,948)
		<hr/>	<hr/>
<u>PROFIT ON ORDINARY</u> <u>ACTIVITIES AFTER TAXATION</u>	8	£ 42,780	126,020
		<hr/> <hr/>	<hr/> <hr/>

BRITISH MOTORCYCLISTS FEDERATION (ENTERPRISES) LIMITED
(Limited By Guarantee)

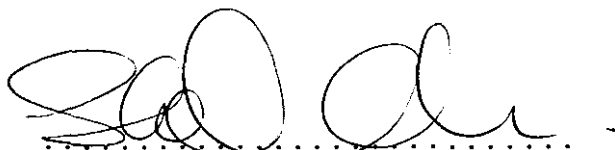
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BALANCE SHEET

AS AT 30TH JUNE 1999

	Note	<u>30.6.99</u>	<u>30.6.98</u>
		£	£
<u>FIXED ASSETS</u>			
Tangible Assets	4	91,605	89,816
Investments	5	2	2
		<hr/>	<hr/>
		91,607	89,818
<u>CURRENT ASSETS</u>			
Stocks		266	793
Debtors	6	399,262	423,058
Cash at Bank and in Hand		388,696	215,537
		<hr/>	<hr/>
		788,224	639,388
<u>CREDITORS: AMOUNTS FALLING</u>			
<u>DUE WITHIN ONE YEAR</u>	7	322,053	214,208
		<hr/>	<hr/>
<u>NET CURRENT ASSETS</u>		466,171	425,180
		<hr/>	<hr/>
<u>NET ASSETS</u>		£557,778	£514,998
		<hr/>	<hr/>
<u>CAPITAL AND RESERVES</u>			
Accumulated Fund	8	£557,778	£514,998
		<hr/>	<hr/>

The accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, and in accordance with the Financial Reporting Standard for Smaller Entities, were approved by the Board of Directors on 1st October 1999 and signed on its behalf



 S Nash - Director

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 1999

1. ACCOUNTING POLICIES

a) Accounting Basis

The accounts have been prepared under the historical cost convention.

The company and its subsidiary undertaking comprise a small group. The company has taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts. The accounts therefore present information about the company as an individual undertaking and not about its group.

b) Depreciation

Depreciation on fixed assets is provided at annual rates estimated to write off the cost, less estimated residual value, of each asset over its expected useful life on a reducing balance basis as follows:-

Furniture and Equipment	- 15%
-------------------------	-------

The Freehold Property, which appears in the accounts at cost, is not depreciated. This policy is not in accordance with Statement of Standard Accounting Practice No. 12

c) Stocks

Stocks are stated at the lower of cost and net realisable value.

d) Turnover

Turnover represents subscriptions treated as accruing on a monthly basis and income arising from various events net of VAT.

e) Operating Leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account as incurred.

BRITISH MOTORCYCLISTS FEDERATION (ENTERPRISES) LIMITED
(Limited By Guarantee)

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NOTES TO THE ACCOUNTS (Continued)

FOR THE YEAR ENDED 30TH JUNE 1999

	Year Ended <u>30.6.99</u>	Year Ended <u>30.6.98</u>
	£	£

2. OPERATING PROFIT

The Operating Profit is stated
after charging:-

Depreciation	4,562	4,690
Auditor's Remuneration	3,370	2,935
Operating Lease Rentals - Equipment	6,207	6,078
	<u> </u>	<u> </u>

3. TAXATION

U.K. Corporation Tax at 20.75% (1998 - 21.0%)	£23,809	£21,948
	<u> </u>	<u> </u>

4. TANGIBLE FIXED ASSETS

	<u>Freehold Property</u>	<u>Furniture & Equipment</u>	<u>Total</u>
<u>Cost</u>			
At 1st July 1998	64,171	42,517	106,688
Additions	-	6,351	6,351
Disposals	-	-	-
	<u> </u>	<u> </u>	<u> </u>
At 30th June 1999	£64,171	£48,868	£113,039
	<u> </u>	<u> </u>	<u> </u>
<u>Depreciation</u>			
At 1st July 1998	-	16,872	16,872
Charge for the year	-	4,562	4,562
Eliminated on Disposals	-	-	-
	<u> </u>	<u> </u>	<u> </u>
At 30th June 1999	£ -	£21,434	£ 21,434
	<u> </u>	<u> </u>	<u> </u>
<u>Net Book Value</u>			
At 30th June 1999	£64,171	£27,434	£ 91,605
	<u> </u>	<u> </u>	<u> </u>
At 30th June 1998	£64,171	£25,645	£ 89,816
	<u> </u>	<u> </u>	<u> </u>

NOTES TO THE ACCOUNTS (Continued)

FOR THE YEAR ENDED 30TH JUNE 1999

4. TANGIBLE FIXED ASSETS (Continued)

The freehold property is stated at cost and is not depreciated. The aggregate depreciation calculated at 2% per annum on a reducing balance basis would have been £12,897 (1998 - £11,851).

5. INVESTMENTS

Subsidiary Undertaking

Cost

At 1st July 1998
and at 30th June 1999

£2

The company owns 100% of the ordinary share capital of British Motorcyclists Federation (Promotions) Limited, a company registered in England and Wales, which organises shows and other events.

At 30th June 1999 the aggregate amount of the share capital and reserves of British Motorcyclists Federation (Promotions) Limited amounted to £6,855 (1998 - £6,211) and the profit after taxation for the year ended 30th June 1999 was £644 (1998 - £6,588).

6. DEBTORS

30.6.99

30.6.98

Due within one year

Trade Debtors	28,960	14,592
Amounts owed by Group Undertakings	290,000	338,293
Other Debtors	73,402	70,173

392,362

423,058

Due after more than one year

Other Debtors

6,900

-

£399,262

£423,058

NOTES TO THE ACCOUNTS (Continued)

FOR THE YEAR ENDED 30TH JUNE 1999

	<u>30.6.99</u>	<u>30.6.98</u>
7. <u>CREDITORS: AMOUNTS FALLING</u>		
<u>DUE WITHIN ONE YEAR</u>		
Trade Creditors	84,977	62,516
Corporation Tax	23,809	21,948
Other Taxes and Social Security	3,560	2,314
Other Creditors	209,707	127,430
	<hr/>	<hr/>
	£322,053	£214,208
	<hr/>	<hr/>
	<u>Year Ended</u>	<u>Year Ended</u>
	<u>30.6.99</u>	<u>30.6.98</u>
8. <u>ACCUMULATED FUND</u>		
Balance Brought Forward		
- as previously reported	500,998	374,978
- prior year adjustment	14,000	14,000
	<hr/>	<hr/>
- restated	514,998	388,978
Profit on Ordinary Activities		
after Taxation	42,780	126,020
	<hr/>	<hr/>
Balance Carried Forward	£557,778	£514,998
	<hr/>	<hr/>

The prior year adjustment arose from an overdeclaration of value added tax in 1996.

9. RELATED PARTY TRANSACTIONS

During the year the company charged its subsidiary undertaking, British Motorcyclists Federation (Promotions) Limited, a licence fee of £290,000 (1998 - £305,000). The amount owed by the subsidiary undertaking at 30th June 1999 was £290,000 (1998 - £305,000)..