

Company No. 982171

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

ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 1997

Trevor Aldridge  
Chartered Accountant



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

1

CONTENTS TO ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 1997

	<u>Page</u>
General Information	2
Report of the Directors	3 - 4
Report of the Auditor	5
Profit and Loss Account	6
Balance Sheet	7
Notes to the Accounts	8 - 11

Not forming Part of the Statutory Accounts:-

Trading and Profit and Loss Account	12 - 14
-------------------------------------	---------

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

2

GENERAL INFORMATION

DIRECTORS

A Bridgman  
G Wilson  
S Nash  
D Crofts  
F T Tolley  
G Bergman  
C B Pate  
D P Booth  
M Jarvis  
C Bergman  
H Marks

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 1997

The Directors present their Report and the Audited Accounts for the year ended 30th June 1997.

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

The Directors who served the Company during the year were as follows:-

S Bergman (Resigned 2nd June 1997)  
A Bridgman  
G Wilson  
S Nash  
D Crofts  
F T Tolley  
P T Sorfleet (Resigned 16th June 1997)  
G Bergman  
C B Pate  
D P Booth  
M Jarvis  
C Bergman (Appointed 19th October 1996)  
H Marks (Appointed 19th October 1996)  
T R Stevens (Resigned 19th October 1996)

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.

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

4

REPORT OF THE DIRECTORS (Continued)

FOR THE YEAR ENDED 30TH JUNE 1997

DIRECTORS' RESPONSIBILITIES (Continued)

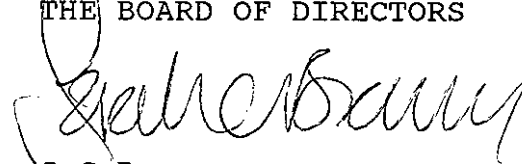
The directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the 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.

The above report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies.

SIGNED ON BEHALF OF  
THE BOARD OF DIRECTORS

  
S. C. Brown  
Secretary

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

17th October 1997

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

5

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

FOR THE YEAR ENDED 30TH JUNE 1997

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 2 and 3, 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.

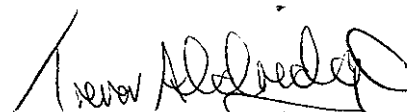
BASIS OF OPINION

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 1997 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

17th October 1997

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

6

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30TH JUNE 1997

	<u>Note</u>	<u>Year Ended</u> <u>30.6.97</u> £	<u>Year Ended</u> <u>30.6.96</u> £
<u>TURNOVER</u>		560,989	729,658
Cost of Sales		(142,948)	(382,266)
		<hr/>	<hr/>
<u>GROSS PROFIT</u>		418,041	347,392
Administrative Expenses		(218,259)	(266,054)
		<hr/>	<hr/>
<u>OPERATING PROFIT</u>	2	199,782	81,338
Interest Receivable		8,099	10,130
		<hr/>	<hr/>
<u>PROFIT ON ORDINARY</u> <u>ACTIVITIES BEFORE TAXATION</u>		207,881	91,468
Taxation	3	(5,334)	(10,309)
		<hr/>	<hr/>
<u>PROFIT ON ORDINARY</u> <u>ACTIVITIES AFTER TAXATION</u>		202,547	81,159
<u>ACCUMULATED FUND BROUGHT FORWARD</u>		172,431	91,272
		<hr/>	<hr/>
<u>ACCUMULATED FUND CARRIED FORWARD</u>		£374,978	£172,431
		<hr/>	<hr/>

CONTINUING OPERATIONS

None of the Company's activities were acquired or discontinued during the above two financial years.

TOTAL RECOGNISED GAINS OR LOSSES

The Company has no recognised gains or losses other than those included in the profit and loss account for the above financial years.

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

7


BALANCE SHEET

AS AT 30TH JUNE 1997

	Note	<u>30.6.97</u>		<u>30.6.96</u>	
		£	£	£	£
<u>FIXED ASSETS</u>					
Tangible Assets	4		66,205		60,582
Investments	5		2		2
			<hr/>		<hr/>
			66,207		60,584
<u>CURRENT ASSETS</u>					
Stocks		4,018		10,849	
Debtors	6	242,653		66,611	
Cash at Bank and in Hand		216,608		352,567	
		<hr/>		<hr/>	
		463,279		430,027	
<u>CREDITORS: AMOUNTS FALLING</u>					
<u>DUE WITHIN ONE YEAR</u>	7	154,508		318,180	
		<hr/>		<hr/>	
<u>NET CURRENT ASSETS</u>			308,771		111,847
			<hr/>		<hr/>
<u>NET ASSETS</u>			£374,978		£172,431
			<hr/>		<hr/>
<u>CAPITAL AND RESERVES</u>					
Accumulated Fund			£374,978		£172,431
			<hr/>		<hr/>

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies.

Approved by the Board of Directors on 17th October 1997 and signed on their behalf

  
 .....  
 S Nash



NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 1997

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.

The company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

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)

9

NOTES TO THE ACCOUNTS (Continued)

FOR THE YEAR ENDED 30TH JUNE 1997

2. OPERATING PROFIT

	Year Ended <u>30.6.97</u>	Year Ended <u>30.6.96</u>
	£	£
The Operating Profit is stated after charging:-		
Depreciation	3,819	3,379
Auditor's Remuneration	3,440	3,400
Operating Lease Rentals - Equipment	5,690	3,060
	<u>          </u>	<u>          </u>

3. TAXATION

U.K. Corporation Tax at 23.25% (1996 - 24.75%)		
- Current year	5,640	10,309
- Overprovision for prior year	(306)	-
	<u>          </u>	<u>          </u>
	£ 5,334	£10,309
	<u>          </u>	<u>          </u>

4. TANGIBLE FIXED ASSETS

	<u>Freehold Property</u>	<u>Furniture &amp; Equipment</u>	<u>Total</u>
<u>Cost</u>			
At 1st July 1996	41,299	49,556	90,855
Additions	-	9,442	9,442
	<u>          </u>	<u>          </u>	<u>          </u>
At 30th June 1997	£41,299	£58,998	£100,297
	<u>          </u>	<u>          </u>	<u>          </u>
<u>Depreciation</u>			
At 1st July 1996	-	30,273	30,273
Charge for the year	-	3,819	3,819
	<u>          </u>	<u>          </u>	<u>          </u>
At 30th June 1997	£ -	£34,092	£ 34,092
	<u>          </u>	<u>          </u>	<u>          </u>
<u>Net Book Value</u>			
At 30th June 1997	£41,299	£24,906	£ 66,205
	<u>          </u>	<u>          </u>	<u>          </u>
At 30th June 1996	£41,299	£19,283	£ 60,582
	<u>          </u>	<u>          </u>	<u>          </u>

£318,180

NOTES TO THE ACCOUNTS (Continued)

FOR THE YEAR ENDED 30TH JUNE 1997

8. RELATED PARTY TRANSACTIONS

During the year the company charged its subsidiary undertaking, British Motorcyclists Federation (Promotions) Limited, a licence fee of £275,000 and was charged £2,999 for marketing services. All transactions were carried out on normal commercial terms. The amount owed by the subsidiary undertaking at 30th June 1997 was £187,378 (1996 - £9,998).