

ALBION SPORTS AND LEISURE LIMITED

Company No: 2369713

FINANCIAL STATEMENTS

- for the year ended -

31ST MAY 1994



ALBION SPORTS AND LEISURE LIMITED

DIRECTORS

G.A. Stanley
W.E. Archer
D. Bellotti

SECRETARY

D. Bellotti

REGISTERED OFFICE

Goldstone Ground
Newtown Road
Hove
East Sussex BN3 7DE

AUDITORS

Plummer Parsons
Chartered Accountants
18 Hyde Gardens
Eastbourne
East Sussex BN21 4PT

ALBION SPORTS AND LEISURE LIMITED

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ALBION SPORTS AND LEISURE LIMITED

REPORT OF THE DIRECTORS

The directors present their report and the audited financial statements for the year ended 31st May 1994.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was that of retailing of sports kits and leisurewear.

DIVIDEND AND TRANSFER TO RESERVES

The directors do not recommend payment of a dividend.

It is proposed that the loss of £191 is transferred to reserves.

FIXED ASSETS

Full disclosure of all matters relating to fixed assets is set out in the notes to the financial statements.

DIRECTORS AND THEIR INTERESTS

The directors at the balance sheet date and their interests in the ultimate parent company at that date and at the beginning of the year (or on appointment if later), were as follows:

	<u>Class of share</u>	<u>Number of shares</u>	
		<u>1994</u>	<u>1993</u>
G.A. Stanley	Ordinary shares	4,375	15,213
W.E. Archer	Ordinary shares	5,625	-
D. Bellotti	Ordinary shares	-	-

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the 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 in business.

The 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.

CLOSE COMPANY

The company is a close company as defined by the Income and Corporation Taxes Act 1988.

ALBION SPORTS AND LEISURE LIMITED

REPORT OF THE DIRECTORS (Continued)

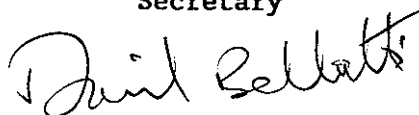
AUDITORS

The auditors, Plummer Parsons, are willing to be reappointed in accordance with section 385 of the Companies Act 1985.

By Order of the Board

Date: 9th November 1994

D. Bellotti
Secretary

A handwritten signature in dark ink, appearing to read 'D. Bellotti', is written over the printed name and title.

ALBION SPORTS AND LEISURE LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS OF ALBION SPORTS AND LEISURE LIMITED

We have audited the financial statements on pages 4 to 7 which have been prepared under the historical cost convention and the accounting policies set out in note 1 to the financial statements.

Respective responsibilities of the directors and auditors

As described in the Directors' Report 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.

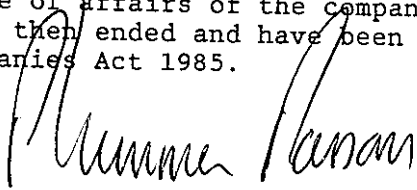
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Fundamental uncertainty

These accounts have been prepared on a going concern basis the validity of which is dependant on the continued support of the company's fellow subsidiary, Brighton & Hove Albion Football Club Limited. Our opinion is not qualified in this respect.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 31st May 1994 and of the loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



PLUMMER PARSONS
Registered Auditors
Chartered Accountants

18 Hyde Gardens
Eastbourne
East Sussex BN21 4PT

Date: 9th November 1994

ALBION SPORTS AND LEISURE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MAY 1994

	Notes	1994 £	1993 £
TURNOVER		395	1,898
Cost of sales		(277)	(564)
GROSS PROFIT		118	1,334
Administrative expenses		(309)	(1,064)
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	2	(191)	270
Tax on loss on ordinary activities		-	-
LOSS FOR THE FINANCIAL YEAR	5	(191)	270

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

The company has no recognised gains or losses other than those dealt with in the profit and loss account.

The notes on pages 6 to 7 form part of these financial statements.

ALBION SPORTS AND LEISURE LIMITED

BALANCE SHEET AT 31ST MAY 1994

	Notes	£	1994	£	1993	£
CURRENT ASSETS						
Cash at bank and in hand			260		1,006	
CREDITORS: Amounts falling due within one year	3	(16,633)			(17,188)	
NET CURRENT LIABILITIES			(16,373)		(16,182)	
TOTAL ASSETS LESS CURRENT LIABILITIES			(16,373)		(16,182)	
CAPITAL AND RESERVES						
Called up share capital	4		2		2	
Profit and loss account	5		(16,375)		(16,184)	
			(16,373)		(16,182)	

The financial statements were approved
by the board on 9th November 1994 and
signed on its behalf by

G.A. Stanley



Director

The notes on pages 6 to 7 form part of these financial statements.

ALBION SPORTS AND LEISURE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MAY 1994

1. ACCOUNTING POLICIES

1.1 BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention.

1.2 TURNOVER

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

1.3 DEFERRED TAXATION

Deferred taxation is provided where there is a reasonable probability of the amount becoming payable in the foreseeable future.

2. OPERATING LOSS

The operating loss is stated after charging:-

Auditors' remuneration

1994	1993
£	£
250	250

3. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Trade creditors
Amounts owed to fellow subsidiary
Accruals and deferred income

1994	1993
£	£
-	12,517
16,383	4,421
250	250
16,633	17,188

4. SHARE CAPITAL

Authorised

Equity interests:

1,000 Ordinary shares of £1 each

1994	1993
£	£
1,000	1,000

Allotted, called up and fully paid

Equity interests:

2 Ordinary shares of £1 each

1994	1993
£	£
2	2

ALBION SPORTS AND LEISURE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MAY 1994

5. PROFIT AND LOSS ACCOUNT

	1994 £	1993 £
Accumulated losses at 1st June 1993	(16,184)	(38,757)
Prior year adjustment	-	22,303
Accumulated losses at 1st June 1993 as restated	(16,184)	(16,454)
Loss for the financial year	(191)	270
Accumulated losses at 31st May 1994	(16,375)	(16,184)

The prior year adjustment relates to an overstatement of trade creditors in the 1992 accounts, caused by some suppliers having been paid by another subsidiary company and not being reflected in the company's accounting records.

6. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	1994 £	1993 £
Loss for the financial year	(191)	270
Shareholders' funds at 1st June 1993	(16,182)	(38,755)
Prior year adjustment	-	22,303
Shareholders' funds at 31st May 1994 as restated	(16,182)	(16,452)
Shareholders' funds at 31st May 1994	(16,373)	(16,182)
Represented by:-		
Equity interests	(16,373)	(16,182)

7. ULTIMATE PARENT COMPANY

The ultimate parent company is Foray 585 Limited, a company incorporated in the United Kingdom.