

2481206

GOLFADS (UK) Plc

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST JULY 1995



GOLFADS (UK) Plc

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GOLFADS (UK) PLC

COMPANY No. 2481206

OFFICERS AND ADVISORS

Directors	P H B Pascoe S M B Pascoe M G Henry
Secretary	C P S Services Limited 16 Berkeley Street London W1X 5AE
Registered Office	15 Edgarley Terrace London SW6 6QE
Bankers	National Westminster Bank Plc 52 Wind Street Swansea
Solicitors	Palmer Cowen 16 Berkeley Street London W1X 5AE
Auditors	G T Jones & Co Chartered Accountants Metropole Chambers Salubrious Passage Swansea
Agents	Woodward-Bell Metropole Chambers Salubrious Passage Swansea

GOLFADS (UK) Plc

REPORT OF THE DIRECTORS

The Directors present their report, together with the Financial Statements for the year ended 31st July 1995

PRINCIPAL ACTIVITY

The company is engaged in the selling of advertising space at Golf Courses.

PARENT COMPANY

The Company is a wholly owned subsidiary of Golfads Holdings Limited a company registered in Jersey, C.I.

RESULTS

The company have again traded in a difficult economic situation and the loss for the year after taxation amounted to £27,967 (1994 - £42,279). The Directors do not recommend payment of a dividend.

DIRECTORS AND DIRECTORS INTERESTS

The Directors serving in the year were as follows:

P H B Pascoe
S M B Pascoe
M G Henry
Z T Brookes (Appointed 15/5/95 Resigned 30/6/95)
J C Coughlan (Appointed 15/5/95 Resigned 30/6/95)

The Directors held no shares in the parent company.

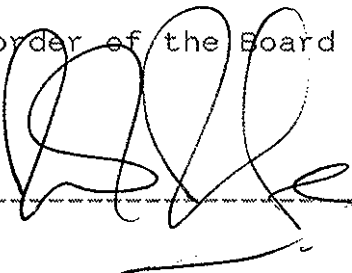
FIXED ASSETS

The principal items of capital expenditure are shown in note 6 to the Financial Statements.

AUDITORS

G T Jones & Co, Chartered Accountants, offer themselves for re-appointment as auditors at the forthcoming annual general meeting in accordance with the Companies Act 1985.

By order of the Board



28th February,

1996

GOLFADS (UK) Plc

REPORT OF THE AUDITORS TO THE MEMBERS

We have audited the Financial Statements on pages 4 to 11 in accordance with Auditing Standards.

Notwithstanding the Company's deficiency of assets, the Financial Statements have been prepared on a going concern basis, which relies on the continued support of the Directors and the Company's bankers as guaranteed by the Directors.

Purchased goodwill of £410,000 has not been depreciated as the Directors are of the opinion that this asset has maintained its value. There is insufficient audit evidence to enable us to express an opinion on the basis and the amount of the valuation of goodwill and whether any variation in value is sufficient to materially affect the truth and fairness of the Financial Statements.

Subject to the above, in our opinion, the Financial Statements give a true and fair view of the state of the Company's affairs at 31st July 1995 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

G T Jones and Co.

G T Jones & Co
Chartered Accountants
Metropole Chambers
Salubrious Passage
Swansea

29th. February 1996

GOLFADS (UK) Plc

BALANCE SHEET AS AT 31ST JULY 1995

	NOTE	1995 £	1994 £
FIXED ASSETS			

Tangible Fixed Assets	6	138668	129163
Intangible Fixed Assets	7	410000	410000
		-----	-----
		548668	539163
CURRENT ASSETS			

Work in Progress	8	18824	20841
Debtors & Prepayments	9	22921	13216
Bank Balance		-3107	5569
		-----	-----
		38638	39626
CURRENT LIABILITIES			

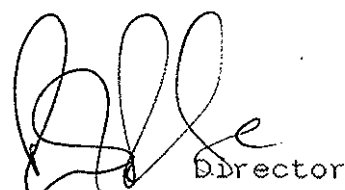
Creditors Due within 1 Year	10	123321	132837
NET CURRENT LIABILITIES		-84683	-93211
CREDITORS DUE AFTER 1 YEAR	11	777654	731654
NET LIABILITIES		-313669	-285702
FINANCED BY			

Capital & Reserves			
Share Capital	12	12502	12502
Profit & Loss Account		-326171	-298204
		-----	-----
		-313669	-285702

The Financial Statements were approved by the Board of Directors

on 28th February 1996


Director


Director

The notes on pages 8 to 11 form part of these Financial Statements.

Report of Auditors - Page 3

GOLFADS (UK) Plc

CASHFLOW STATEMENT

FOR THE YEAR ENDED 31ST JULY 1995

	1995 £	1994 £
NET CASH OUTFLOW/INFLOW FROM OPERATING ACTIVITIES	10772	22620
RETURNS ON INVESTMENTS AND SERVICES OF FINANCE		
Interest Received	31	47
Interest Paid	-45957	-45679
	<u>-45926</u>	<u>-45632</u>
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE	-45926	-45632
TAXATION		
Corporation Tax Paid		
INVESTING ACTIVITIES		
Payments to acquire tangible fixed assets	-19522	-16105
Receipts from sales of tangible fixed assets		
	<u>-19522</u>	<u>-16105</u>
NET CASH OUTFLOW FROM INVESTING ACTIVITIES	-19522	-16105
NET CASH OUTFLOW BEFORE FINANCING	-54676	-39117
FINANCING		
Loans Received	46000	43785
NET CASH OUTFLOW - AFTER FINANCING	-8676	4668

GOLFADS (UK) Plc
 NOTES TO THE CASHFLOW STATEMENT
 FOR THE YEAR ENDED 31ST JULY 1995

1. Reconciliation of Operating Profit/Loss
 to Net Cash Outflow/Inflow from Operating Activities

	1995	1994
	£	£
Operating Loss/Profit	17959	3353
Depreciation	10017	7541
Decrease in Work in Progress	2017	4702
Increase/Decrease in Debtors	-9705	9951
Decrease/Increase in Creditors	-9516	-2927
	-----	-----
	10772	22620

2. Analysis of Changes in Cash and Cash
 Equivalents during the year

	£
Balance at 1st August 1994	5569
Net Cash Outflow	-8676

Balance at 31st July 1995	-3107

3. Analysis of Balances of Cash and Cash Equivalents as shown
 in the Balance Sheet

	1995	1994	Change in Year
	£	£	£
Cash at Bank	-3107	5569	-8676
Cash in Hand	-----	-----	-----
	-3107	5569	-8676

GOLFADS (UK) Plc

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST JULY 1995

	NOTE	1995 £	1994 £
TURNOVER	2	190528	179752
Less: -----			
Cost of Sales		70134	78810
GROSS PROFIT		120394	100942
Less: -----			
Administrative Costs		102435	97589
OPERATING LOSS/PROFIT		17959	3353
Add: -----			
Investment Income		31	47
		17990	3400
Less: -----			
Interest Payable		-45957	-45679
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	3	-27967	-42279
Less: -----			
Taxation			
LOSS ON ORDINARY ACTIVITIES AFTER TAXATION		-27967	-42279

STATEMENT OF RETAINED PROFITS

	1995 £	1994 £
Balance at 1st August 1994	-298204	-255925
Net Loss - for the Year	-27967	-42279
	-----	-----
Accumulated Losses	-326171	-298204

The notes on pages 8 to 11 form part of these Financial Statements

Report of Auditors Page 3

GOLFADS (UK) Plc

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST JULY 1995

1. Accounting Policies

(a) Basis of Accounting:

The Financial Statements are prepared under the historical cost convention.

(b) Tangible Fixed Assets and Depreciation:

Tangible Fixed Assets have been capitalised at cost. Depreciation is calculated on the following basis:-

Equipment	Written off over 25 years on a straight line basis.
Office Equipment	15% on reducing balance
Motor Vehicles	20% on reducing balance.
Goodwill	Nil Depreciation

(c) Work in Progress:

Work in Progress is the cost of commission and artwork for advertising apportioned over the 12 months of the contract.

(d) Advertising Revenue and Receipts in Advance

Receipts in respect of the sale of advertising space under annual contracts in advance, are time apportioned over the year of the contract. The portion relevant to future accounting periods is carried forward as a "receipt in advance" whilst the portion relevant to the current accounting period is treated as income in that period.

2. Turnover

Turnover represents advertising revenue earned during the period. See note 1 (d) above.

3. Operating Loss

Operating Loss is after charging (crediting) the following:

	1995	1994
	£	£
Depreciation	10,017	7,541
Bank Interest Payable	45,957	45,679
Audit Fee	2,250	2,500
Hire Purchase Interest	684	912
Bank Interest Received	(31)	(47)

GOLFADS (UK) Plc

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST JULY 1995

-continued-

4. Staff Costs

	1995	1994
	£	£
Salaries	41,430	39,031
Social Security	3,704	3,507

The average number of employees of the company during the year was 3 (1994 - 3)

Directors Remuneration

	1995	1994
	£	£
Chairman	-	-
Highest Paid Director	29,541	28,140
Other Director	-	-

5. Current Taxation

No provision for Taxation has been made due to the losses sustained.

6. Tangible Fixed Assets

	Equipment	Office Equipment	Motor Vehicles	Total
Cost	£	£	£	£
At 1st August 1994	136,418	3,208	14,431	154,057
Additions	8,970	320	10,232	19,522
At 31st July 1995	145,388	3,528	24,663	173,579

Accumulated

Depreciation

At 1st August 1994	18,233	1,466	5,195
Charge for the Year	5,815	309	3,893
At 31st July 1995	24,048	1,775	9,088

Net Book Value

At 31st July 1995	121,340	1,753	15,575
At 31st July 1994	118,185	1,742	9,236

The Directors are of the opinion that the value of equipment at 31st July 1995 exceeds its cost value.

GOLFADS (UK) Plc

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST JULY 1995

-continued-

7. Intangible Fixed Assets

	1995 £	1994 £
Goodwill at historic cost	410,000	410,000

8. Work in Progress

	1995 £	1994 £
	18,824	20,841

9. Debtors

	1995 £	1994 £
Trade Debtors	22,735	10,469
Prepayments	186	2,747
	-----	-----
	22,921	13,216

10. Creditors Due within one year

	1995	1994
Instalments due on Hire		
Purchase Contracts		7,462
Trade Creditors	22,823	6,489
Social Security and Other Taxes	13,647	1,242
Value Added Tax	7,088	8,149
Accruals	2,687	7,426
	-----	-----
	46,245	30,768
Advertising - Receipts in advance		
- Note 1(d)	77,076	102,069
	123,321	132,837

11. Creditors due after one year

	£	£
Bank Loan - repayable within five years	550,000	550,000
Directors' Loans - repayable after 1 year	204,654	156,154
Other Loans - repayable after one year	23,000	25,500
	-----	-----
	777,654	731,654

The Bank Loan is guaranteed by a Director and others. The Company's Bank, also hold a fixed and floating charge over the Company's assets dated 6th September 1990.

GOLFADS (UK) Plc
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31ST JULY 1995
 -continued-

12.Share Capital

	1995	1994
Authorised	£	£
50,000 Ordinary Share of £1 each	50,000	50,000
Issued		
3 Ordinary Shares of £1 fully paid	3	3
49,997 Ordinary shares of £1 - 25p Called and paid	12,499	12,499
50,000	12,502	12,502

Report of the Auditors - Page 3