

COMPANY NUMBER 3054967

BERKELEY ADAM LIMITED
ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED 31 DECEMBER 1998



AUDITORS REPORT TO BERKELEY ADAM LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages (2) to (5) together with the full statutory accounts of the company for the period ended 31 December 1998 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full statutory accounts.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages (2) to (5) are properly prepared in accordance with those provisions.

Five Kings House
1 Queen Street Place
LONDON EC4R 1QS



COULTHARDS MACKENZIE
Chartered Accountants
Registered Auditors

29 September 1999

BERKELEY ADAM LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 1998

	<u>31 December 1998</u>	<u>31 May 1998</u>
	£	£
<u>FIXED ASSETS</u>		
Intangible Assets	6,774,649	2,053,986
Tangible Assets	1,094,527	585,521
Subsidiary Company	2	-
	<u>7,869,178</u>	<u>2,639,507</u>
<u>CURRENT ASSETS</u>		
Cash Deposits	350,842	636,826
Debtors	525,016	366,971
	<u>875,858</u>	<u>1,003,797</u>
<u>CREDITORS</u>		
Amounts Falling Due Within One Year	1,639,156	186,105
<u>NET CURRENT (LIABILITIES)/ASSETS</u>	<u>(763,298)</u>	<u>817,692</u>
<u>NET ASSETS LESS CURRENT LIABILITIES</u>	<u>7,105,880</u>	<u>3,457,199</u>
<u>CREDITORS</u>		
Amounts Falling Due after More than One Year	(4,050,707)	(850,000)
	<u>£3,055,173</u>	<u>£2,607,199</u>
<u>CAPITAL AND RESERVES</u>		
Called up Share Capital	1,083	1,000
Share Premium Account	4,529,542	3,308,623
	<u>4,530,625</u>	<u>3,309,623</u>
Profit and Loss Account	(1,475,452)	(702,424)
<u>SHAREHOLDERS' FUNDS</u>	<u>£3,055,173</u>	<u>£2,607,199</u>

Approved by the Board on 29 September 1999

J A WATNEY:  DIRECTOR

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

BERKELEY ADAM LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE PERIOD ENDED 31 DECEMBER 1998

1. ACCOUNTING POLICIES

Basis of Accounting

The accounts have been prepared under the historical cost convention.

Cash Flow

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard Number 1 'Cash flow statements'.

Intangible Fixed Assets

The value of intangible fixed assets are assessed by the directors each year and provision made, if considered necessary, for any permanent diminution in value.

Tangible Fixed Assets

No depreciation has been charged in these accounts as the assets had not been brought into use to a material degree during the year. When development is complete, a depreciation policy will be set down by the directors.

2. INTANGIBLE FIXED ASSET

	<u>31/12/98</u>	<u>31/5/98</u>
	£	£
Direct expenditure incurred in connection with the agreement to lease premises:		
Cost at 1 June 1998	2,053,986	127,164
Expenditure during the period	4,720,663	1,926,822
Cost at 31 December 1998	<u>6,774,649</u>	<u>2,053,986</u>

The company has entered into an agreement to lease property for a term of 50 years with effect from March 2000, subject to obtaining required planning consents and refurbishing the property within a specified time scale. The amount capitalised comprises fees and other direct costs in connection with those planning consents and the refurbishment of the property. When the terms of the agreement to lease have been complied with and the full lease is in force the costs of development to that date will be re-classified as a tangible fixed asset to be written off over the period of the lease, or shorter if the directors consider appropriate.

BERKELEY ADAM LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE PERIOD ENDED 31 DECEMBER 1998

(CONTINUED)

3. <u>TANGIBLE FIXED ASSETS</u>	<u>Plant</u> £	<u>Office</u> <u>Equipment</u> £	<u>Furnishings</u> <u>& Fixtures</u> £	<u>Total</u> £
<u>Cost at 31 May 1998</u>	44,334	20,227	520,960	585,521
<u>Additions</u>	98,118	35,497	375,391	509,006
<u>Cost at 31 December 1998</u>	<u>142,452</u>	<u>55,724</u>	<u>896,351</u>	<u>1,094,527</u>

4. <u>CALLED UP SHARE CAPITAL:</u>	<u>31/12/98</u> £	<u>31/5/98</u> £
<u>Authorised</u>		
14,000 (10,000 at 31/5/98) Ordinary Shares of 10p each	1,425	1,000
1,000 (2,000 at 31/5/98) Convertible Shares of 10p each	75	200
	<u>1,500</u>	<u>1,200</u>

The authorised capital was increased by £300 by a resolution passed 22 September 1998 by the creation of 3,000 Ordinary Shares of 10p each. During the period 1,000 Convertible Shares were converted into Ordinary Shares.

Allotted, called up and fully paid

10,084 (8,270 at 31/5/98) Ordinary Shares of 10p each	1,008	825
Nil (1,000 at 31/5/98) 'A' Convertible Shares of 10p each	-	100
750 'B' Convertible Shares of 10p each	75	75
	<u>1,083</u>	<u>1,000</u>

1,000 'A' Convertible shares of 10p each were converted to ordinary shares of 10p each.

814 Ordinary Shares of 10p were issued during the period for total allotment price of £1,221,000

BERKELEY ADAM LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED 31 DECEMBER 1998
(CONTINUED)

5. SUBSIDIARY COMPANY

Berkeley Adam Limited holds the issued share capital of Home House Limited, a Company incorporated in England, comprising 2 ordinary shares of £1 each. It is intended that Home House Limited will carry on the trading activities of the club when it opens in 1999.

Consolidated accounts have not been prepared for the period ended 31 December 1998 as the activities of the subsidiary for that period are not considered to be material. The capital and reserves of Home House Limited at 31 December 1998 amounted to £2 and the result for the seven month period to that date was £Nil.

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	At <u>31/12/98</u> £	At <u>31/5/98</u> £
Bank and Other Loans (Secured)	1,109,293	150,000
Trade Creditors	442,976	28,329
Payroll Taxes	20,301	7,776
Amount Due to Subsidiary Undertaking	66,586	-
	<u>1,639,156</u>	<u>186,105</u>

7. <u>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</u>	At <u>31/12/98</u> £	At <u>31/5/98</u> £
Bank and Other Loan (Secured)	<u>4,050,707</u>	<u>850,000</u>

The above loans are wholly repayable by instalments within five years.