

**94 PICCADILLY LIMITED
(LIMITED BY GUARANTEE)**

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST DECEMBER 1997

Registered Number: 1006501



94 PICCADILLY LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST DECEMBER 1997

The directors have pleasure in submitting their report and audited financial statements for the year ended 31st December 1997.

RESULTS AND PRINCIPAL ACTIVITY

The support of the Naval and Military Club continues to be the policy of the Company. To that end, interest free loans were made to the Club.

The profit for the year after taxation was £1,363 (1996: £4,957 profit).

DIRECTORS

Lieutenant Colonel R.J. Bury OBE, TD - Chairman (Deceased 14th September 1997)

D.B. Andrews JP

Captain F. Bruen LVO, DSC, RN

Commander J.M.S. Ekins RN (Appointed Chairman 24th September 1997)

Captain B.R. Outhwaite RN

W.L. Weller DL, FRICS, FSVA (Resigned 9th June 1997)

J.C.C. Russell CBE (Appointed 9th June 1997)

G.J. Wilson (Appointed 9th June 1997)

DIRECTORS' RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and the result 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,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

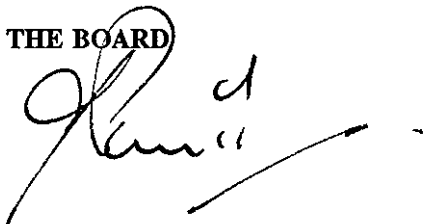
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

Messrs. Hays Allan offer themselves for reappointment as auditors in accordance with Section 385 of the Companies Act 1985.

BY ORDER OF THE BOARD

M.G.G. Ebbitt
Secretary



94 Piccadilly
London W1V 0BP

25th March 1998

AUDITORS' REPORT TO THE MEMBERS OF

94 PICCADILLY LIMITED

We have audited the financial statements on pages 3 to 6 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

Respective responsibilities of directors and auditors

As described on page 1 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.

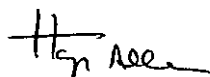
Basis of opinion

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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st December 1997 and the profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Hays Allan
Chartered Accountants
Registered Auditors

Southampton House
317 High Holborn
London
WC1V 7NL

25th March 1998

94 PICCADILLY LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31ST DECEMBER 1997

	Notes	1997 £	1996 £
INVESTMENT INCOME		2,518	9,391
Administrative expenses		(1,155)	(11,721)
OPERATING PROFIT/(LOSS)	2	<u>1,363</u>	<u>(2,330)</u>
Profit on sale of shares		-	7,287
PROFIT FOR THE YEAR BEFORE TAXATION		<u>1,363</u>	<u>4,957</u>
Taxation	3	-	-
PROFIT FOR THE YEAR AFTER TAXATION		<u>1,363</u>	<u>4,957</u>
RETAINED PROFITS BROUGHT FORWARD		322,138	317,181
RETAINED PROFITS CARRIED FORWARD		<u>£323,501</u>	<u>£322,138</u>

Turnover and operating profit/(loss) are derived solely from continuing activities.

All recognised gains and losses are included in the profit and loss account.

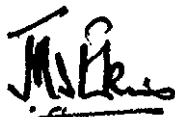
A separate movement of funds statement is not provided as there are no changes for the current or previous year other than the retained profit in the profit and loss account.

'94 PICCADILLY LIMITED

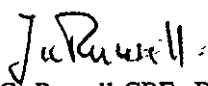
BALANCE SHEET

AT 31ST DECEMBER 1997

	Notes	£	1997 £	£	1996 £
CURRENT ASSETS					
Debtors	4	41,700		101,429	
Investments	5	312,800		285,400	
Cash at bank and in hand		9,276		32,151	
		<u>363,776</u>		<u>418,980</u>	
CREDITORS: amounts falling due within one year	6	(40,275)		(96,842)	
NET CURRENT ASSETS			<u>323,501</u>		<u>322,138</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>£323,501</u>		<u>£322,138</u>
PROFIT AND LOSS ACCOUNT			<u>£323,501</u>		<u>£322,138</u>



Commander J.M.S. Ekins - Chairman



J.C.C. Russell CBE Director

Approved by the Board on 25th March 1998

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 1997

1. ACCOUNTING POLICIES

Accounting basis

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards.

2. OPERATING PROFIT/(LOSS)

	1997	1996
	£	£
Operating profit/(loss) is stated after charging/(crediting):		
Auditors' remuneration	500	1,150
Interest received	(2,518)	(2,369)
Franked investment income and other taxed income	-	(7,022)
	<u> </u>	<u> </u>

3. TAXATION

Corporation tax receivable at 21.75%	-	1,424
Tax suffered on investment income	-	(1,424)
	<u>£Nil</u>	<u>£Nil</u>

4. DEBTORS

Loan to connected company	40,000	100,000
Accrued income	-	5
Tax recoverable	-	1,424
Amount owed by connected company	1,700	-
	<u>£41,700</u>	<u>£101,429</u>

The loan to a connected company, In and Out Limited, is interest free. It has been repaid subsequent to the balance sheet date.

5. INVESTMENTS

	£
At 1st January 1997	285,400
Additions	59,400
Disposals	(32,000)
At 31st December 1997	<u>£312,800</u>

Investments at 31st December 1997 comprised shares in In and Out Limited stated at cost, which is equal to their market value. The shares are to be held for transfer to future members of the Naval & Military Club on acceptance of their application for membership.

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 31ST DECEMBER 1997

6.	CREDITORS	1997	1996
		£	£
	Amounts falling due within one year:		
	Accruals	875	1,821
	Amount owed to connected company	39,400	95,021
		<u>£40,275</u>	<u>£96,842</u>
		<u><u> </u></u>	<u><u> </u></u>

7. LIABILITY OF MEMBERS

The liability of each member is restricted to 25p.