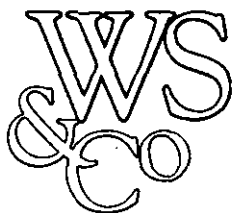
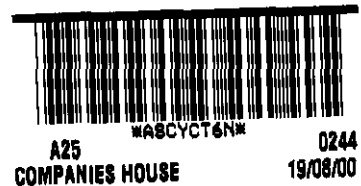


Brighton & Hove Gym Club Limited
Director's Report and Financial Statements
for the period ended 29 February 2000



Wilson Sandford & Co.
CHARTERED ACCOUNTANTS

85 Church Road, Hove, East Sussex. BN3 2BB

Telephone: Brighton (01273) 821441 Facsimile: Brighton (01273) 326724



Brighton & Hove Gym Club Limited

Company Information

Director	P.G.Martin
Secretary	D.A.Martin
Company Number	3313113
Registered Office	Singlegate Tinsley Green Crawley West Sussex. RH10 3NS
Accountants	Wilson Sandford & Co. 85 Church Road Hove. BN3 2BB

Brighton & Hove Gym Club Limited

Contents

	Page
Director's Report	1
Accountants' Report	2
Profit and Loss Account	3
Balance Sheet	4
Notes to the Financial Statements	5 - 7
 For the information of the directors only:	
Detailed Trading and Profit and Loss Account	8 - 9

Brighton & Hove Gym Club Limited

**Director's Report
for the period ended 29 February 2000**

The director presents his report and the financial statements for the period ended 29 February 2000.

Principal Activity

The principal activity of the company was that of a gymnastics club.

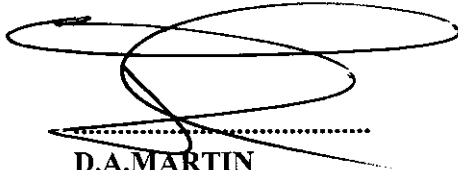
Director and his Interest

P.G.Martin was the sole director during the period.

The company is limited by guarantee.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

BY ORDER OF THE BOARD



A large, stylized handwritten signature in black ink, consisting of several overlapping loops and a long horizontal stroke, positioned above the printed name of the secretary.

**D.A.MARTIN
SECRETARY**

..... 7/8/00
Date

Accountants' Report to the Director of Brighton & Hove Gym Club Limited

You consider that the company is exempt from an audit for the period ended 29 February 2000. You have acknowledged, on the balance sheet, your responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and for preparing financial statements which give a true and fair view of the state of affairs of the company and of its profit or loss for the financial period .

In accordance with your instructions, we have prepared the financial statements on pages 3 to 7 from the accounting records of the company and on the basis of information and explanations you have given to us.

We have not carried out an audit or any other review, and consequently we do not express any opinion on these financial statements.

Wilson Sandford & Co

.....
Wilson Sandford & Co.
Chartered Accountants and UK200 Group members
85 Church Road
Hove. BN3 2BB

Date: *17 August 2000*
.....

Brighton & Hove Gym Club Limited

**Profit and Loss Account
for the period ended 29 February 2000**

		2000	1999
	Notes	£	£
Turnover	2	136,319	123,023
Cost of sales		(82,019)	(86,979)
Gross profit		<u>54,300</u>	<u>36,044</u>
Administrative expenses		(47,275)	(44,145)
Operating profit/(loss)	3	<u>7,025</u>	<u>(8,101)</u>
Interest receivable and similar income		5	54
Interest payable and similar charges		(677)	(14)
Profit/(loss) on ordinary activities before taxation		<u>6,353</u>	<u>(8,061)</u>
Tax on profit/(loss) on ordinary activities	4	(1,633)	-
Retained profit/(loss) for the financial period		<u>4,720</u>	<u>(8,061)</u>
Retained profit brought forward		<u>1,506</u>	<u>9,567</u>
Retained profit carried forward		<u><u>6,226</u></u>	<u><u>1,506</u></u>

The notes on pages 5 to 7 form an integral part of these financial statements.

Brighton & Hove Gym Club Limited

Balance Sheet as at 29 February 2000

		29 February 2000		28 February 1999	
	Notes	£	£	£	£
Fixed Assets					
Tangible assets	5		6,608		10,154
Current Assets					
Stocks		230		225	
Debtors	6	5,843		2,428	
Cash at bank and in hand		1,396		570	
		<u>7,469</u>		<u>3,223</u>	
Creditors: amounts falling due within one year	7	<u>(7,851)</u>		<u>(11,871)</u>	
Net Current Liabilities			(382)		(8,648)
Total Assets Less Current Liabilities			<u>6,226</u>		<u>1,506</u>
Net Assets			<u>6,226</u>		<u>1,506</u>
Reserves					
Profit and loss account			6,226		1,506
			<u>6,226</u>		<u>1,506</u>

The director is satisfied that the company was entitled to exemption under subsection (1) of section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to subsection (2) of section 249B.

The director acknowledges his responsibilities for:

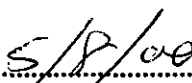
- (1) ensuring that the company keeps accounting records which comply with Section 221; and
- (2) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the period in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The financial statements approved by the Board on and signed on its behalf by



P.G.MARTIN
DIRECTOR



Date

The notes on pages 5 to 7 form an integral part of these financial statements.

Brighton & Hove Gym Club Limited

**Notes to the Financial Statements
for the period ended 29 February 2000**

1. Accounting Policies

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

1.1. Basis of preparation of financial statements

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

The effect of events relating to the year ended 28 February 2001 before the date of approval of the financial statements by the Board of Directors, have been included in the statements to the extent required to show a true and fair view of the state of affairs at 29 February 2000 and of the results for the year ended on that date.

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Depreciation

Depreciation has been computed to write off the cost of tangible fixed assets over their expected useful lives using the following rates:

Equipment	-	33% on cost
Fixtures and fittings	-	25% on reducing balance

1.4. Stock

Stock is valued at the lower of cost and net realisable value.

1.5. Deferred taxation

Deferred taxation is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences, except where the director considers that a net liability to taxation is unlikely to crystallise.

2. Turnover

The company's turnover for the period arose wholly within the U.K.

3. Operating profit/(loss)

	2000	1999
Operating profit/(loss) is stated after charging:	£	£
Depreciation and amortisation of owned assets	3,546	4,186
	<u> </u>	<u> </u>

Brighton & Hove Gym Club Limited

**Notes to the Financial Statements
for the period ended 29 February 2000**

..... continued

4. Tax on profit/(loss) on ordinary activities

	2000	1999
	£	£
Current year:		
Corporation Tax	1,521	-
Prior years:		
Corporation Tax	112	-
	<u>1,633</u>	<u>-</u>

5. Tangible fixed assets

	Equipment	Fixtures and fittings	Total
	£	£	£
Cost			
At 1 March 1999			
At 29 February 2000	4,729	14,006	18,735
Depreciation			
At 1 March 1999	2,453	6,128	8,581
Charge for the period	1,576	1,970	3,546
At 29 February 2000	4,029	8,098	12,127
Net book values			
At 29 February 2000	700	5,908	6,608
At 1 March 1999	<u>2,276</u>	<u>7,878</u>	<u>10,154</u>

6. Debtors - all receivable within one year

	2000	1999
	£	£
Prepayments and accrued income	5,843	2,428
	<u>5,843</u>	<u>2,428</u>

7. Creditors - amounts falling due within one year

	2000	1999
	£	£
Bank overdraft	-	4,571
Trade creditors	1,783	234
Corporation tax	1,683	1,674
Other tax and social security	3,135	3,135
Accruals and deferred income	1,250	2,257
	<u>7,851</u>	<u>11,871</u>

Brighton & Hove Gym Club Limited

**Notes to the Financial Statements
for the period ended 29 February 2000**

..... continued

8. Related party transactions

During the period the company paid £12,858 to A. Martin the spouse of the director for coaching services supplied to the company.