

KENNEDY TRAVEL (YORKSHIRE) LIMITED,

ABBREVIATED FINANCIAL STATEMENTS

31st DECEMBER 1994

Registered number: 1325708

HARRIS & CO

CHARTERED ACCOUNTANTS

Barnsley



KENNEDY TRAVEL (YORKSHIRE) LIMITED,
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31st December 1994

CONTENTS

	Page
Company information	1
Directors' report	2
Statement of directors' responsibilities	3
Auditors' report	4
Abbreviated profit and loss account	5
Abbreviated balance sheet	6
Abbreviated cash flow statement	7
Notes on abbreviated financial statements	8

KENNEDY TRAVEL (YORKSHIRE) LIMITED,

COMPANY INFORMATION

31st December 1994

COMPANY NUMBER	1325708
DIRECTORS	E.Button C.Button R.M.Briggs
SECRETARY	R.M.Briggs,
REGISTERED OFFICE	7,Butts Court, Leeds.
AUDITORS	Harris & Co Chartered Accountants Marland House Huddersfield Road Barnsley South Yorkshire

KENNEDY TRAVEL (YORKSHIRE) LIMITED,

DIRECTORS' REPORT

31st December 1994

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

Principal activity

The principal activity of the company is that of tour operators and travel agents.

Business review

The company's balance sheet as detailed on page 6 shows a satisfactory position, shareholders' funds amounting to £469,867.

Profit, dividends and appropriations

The results for the year are shown in the profit and loss account on page 5.

An ordinary dividend amounting to £100,000 is proposed and the balance of the profit for the year is to be transferred to reserves.

Fixed assets

Changes in fixed assets during the year are set out in note 6 to the accounts.

In the opinion of the directors there is no significant difference between the present market value of the company's properties and the amounts at which they are stated in the accounts. Details are set out in note 6.

Directors

The directors of the company during the year and their interests in the shares of the company as recorded in the register of directors' interests were as follows

	31st December 1994	1st January 1994
	Ordinary shares	Ordinary shares
E.Button	52,500	52,500
C.Button	7,500	7,500
R.M.Briggs	7,500	7,500

In accordance with the Articles of Association, E.Button retires by rotation and offers himself for re-election.

continued

KENNEDY TRAVEL (YORKSHIRE) LIMITED,

DIRECTORS' REPORT
(continued)

31st December 1994

Future developments

Work is continuing on the development and modification of existing products to meet customers requirements and, through a continuing programme of research and development, to take advantage of new technology as it becomes available.

Auditors

Harris & Co have agreed to offer themselves for re-appointment as auditors of the company.

On behalf of the board

R.M. Briggs,
Secretary

7, Butts Court,
Leeds.

27th June 1995

KENNEDY TRAVEL (YORKSHIRE) LIMITED,
STATEMENT OF DIRECTORS' RESPONSIBILITIES

We are required under company law to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements we are required to:

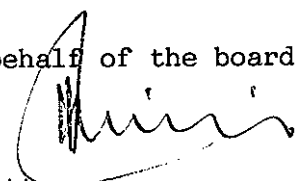
- select suitable accounting policies and apply them consistently;
- make reasonable and prudent judgements and estimates;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

We are also responsible for:

- keeping proper accounting records;
- safeguarding the company's assets;
- taking reasonable steps for the prevention and detection of fraud.

27th June 1995

On behalf of the board



E.Button
Director

KENNEDY TRAVEL (YORKSHIRE) LIMITED,**AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS**

**Auditors' report to
Kennedy Travel (Yorkshire) Limited
pursuant to paragraph 24 of Schedule 8
to the Companies Act 1985**

We have examined the abbreviated financial statements on pages 5 to 8 together with the financial statements of Kennedy Travel (Yorkshire) Limited prepared under section 226 of the Companies Act 1985 for the year ended 31st December 1994.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 6 and whether the abbreviated financial statements have been properly prepared in accordance with that Schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated financial statements have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section B of Part III of Schedule 8 to that Act, in respect of the year ended 31st December 1994, and the abbreviated financial statements on pages 5 to 8 have been properly prepared in accordance with that Schedule.

Other information

On 27th June 1995 we reported, as auditors of Kennedy Travel (Yorkshire) Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31st December 1994, and our audit report was as follows:

'We have audited the financial statements on pages 5 to 8 which have been prepared under the accounting policies set out on page 8.

Respective responsibilities of directors and auditors

As described on page 3, 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.

continued

KENNEDY TRAVEL (YORKSHIRE) LIMITED,
AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS
(continued)

Auditors' report to
Kennedy Travel (Yorkshire) Limited
pursuant to paragraph 24 of Schedule 8
to the Companies Act 1985

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 error or other irregularity. 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 1994 and of its profit and cash flows for the year then ended and have been properly prepared in accordance with the Companies Act 1985.'

Barnsley
27th June 1995



Harris & Co
Registered Auditors
Chartered Accountants

KENNEDY TRAVEL (YORKSHIRE) LIMITED,
 ABBREVIATED PROFIT AND LOSS ACCOUNT
 for the year ended 31st December 1994

	Note	1994 £	1993 £
Gross profit		1,840,270	1,473,163
Net operating expenses			
Distribution costs		(381,058)	(428,467)
Administrative expenses		(1,247,265)	(1,002,651)
Other operating income		31,177	40,867
Profit on ordinary activities before taxation		243,124	82,912
Taxation	4	(57,944)	(13,142)
Profit on ordinary activities after taxation		185,180	69,770
Dividends	5	(100,000)	(50,000)
Retained profit for the year	14	85,180	19,770

Movements in reserves are shown in note 14.

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

There are no recognised gains and losses in 1994 or 1993 other than the profit for the year.

KENNEDY TRAVEL (YORKSHIRE) LIMITED,

ABBREVIATED BALANCE SHEET

at 31st December 1994

	Note	1994 £	1993 £
Fixed assets			
Tangible assets	6	454,502	454,177
Current assets			
Debtors	8	289,046	408,131
Cash at bank and in hand		789,139	768,665
		<u>1,078,185</u>	<u>1,176,796</u>
Creditors: amounts falling due within one year	9	<u>(946,418)</u>	<u>(1,128,906)</u>
Net current assets		<u>131,767</u>	<u>47,890</u>
Total assets less current liabilities		<u>586,269</u>	<u>502,067</u>
Creditors: amounts falling due after more than one year	10	<u>(116,402)</u>	<u>(117,380)</u>
		<u>469,867</u>	<u>384,687</u>
Capital and reserves			
Called up share capital	13	75,000	75,000
Profit and loss account	14	394,867	309,687
Total shareholders' funds	12	<u>469,867</u>	<u>384,687</u>

continued

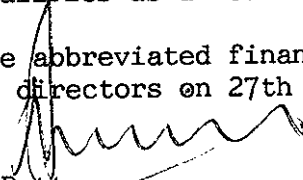
KENNEDY TRAVEL (YORKSHIRE) LIMITED,

ABBREVIATED BALANCE SHEET
(continued)

at 31st December 1994

The directors have taken advantage of the exemptions conferred by Section B of Part III of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a medium sized company.

The abbreviated financial statements on pages 5 to 8 were approved by the board of directors on 27th June 1995.



E. Button
Director

KENNEDY TRAVEL (YORKSHIRE) LIMITED,

ABBREVIATED CASH FLOW STATEMENT

for the year ended 31st December 1994

	1994		1993	
	£	£	£	£
Net cash inflow from operating activities		195,990		485,159
Returns on investments and servicing of finance				
Dividends paid	(100,000)		(50,000)	
Net cash outflow from returns on investments and servicing of finance		(100,000)		(50,000)
Taxation				
Corporation tax paid (including ACT)	(25,000)		(25,431)	
Tax paid		(25,000)		(25,431)
Investing activities				
Payments to acquire:				
Tangible fixed assets	(55,716)		(63,966)	
Receipts from sales of:				
Tangible fixed assets	5,200		-	
Net cash outflow from investing activities		(50,516)		(63,966)
Net cash inflow before financing		20,474		345,762
Financing				
Net cash (outflow)/inflow from financing		-		-
Increase in cash and cash equivalents		20,474		345,762

See Note 15 for the notes to this statement.

KENNEDY TRAVEL (YORKSHIRE) LIMITED,

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1994

1 Accounting policies**Basis of accounting**

The financial statements have been prepared under the historical cost accounting rules.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Leasehold land and buildings	straight line basis not exceeding 50 years
Motor vehicles	15% per annum on reducing balance
Fixtures and fittings	7.5% per annum on reducing balance

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Pensions**Defined contribution scheme**

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange rate differences are taken into account in arriving at the operating profit.

2 Operating profit

	1994 £	1993 £
Operating profit is stated after crediting		
Interest receivable	31,177	40,867
and after charging		
Staff costs (note 3)	897,281	660,113
Auditors' remuneration	10,900	9,775
Loss on sale of assets	590	-
Depreciation of tangible fixed assets (note 6)		
owned assets	49,601	42,353

KENNEDY TRAVEL (YORKSHIRE) LIMITED,
NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1994

3 Directors and employees

	1994 £	1993 £
Staff costs including directors' emoluments		
Wages and salaries	772,281	657,713
Pension costs	125,000	2,400
	<u>897,281</u>	<u>660,113</u>
	Number	Number
Average number employed including executive directors		
Administration staff	<u>54</u>	<u>53</u>
	£	£
Directors		
Directors' emoluments	<u>297,244</u>	<u>61,910</u>
Emoluments excluding pension scheme contributions		
Highest paid director	<u>130,000</u>	<u>28,600</u>
	Number	Number
Other directors		
£5,001 - £10,000	1	1
£20,001 - £25,000	-	1
£35,001 - £40,000	1	-

Pension costs

Defined contribution scheme

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £125,000 (1993 £2,400).

4 Taxation

	1994 £	1993 £
Corporation tax on profit on ordinary activities at 25% (1993 25%)	<u>57,944</u>	<u>13,142</u>

5 Dividends

	1994 £	1993 £
Final	<u>100,000</u>	<u>50,000</u>

KENNEDY TRAVEL (YORKSHIRE) LIMITED,

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1994

6 Tangible fixed assets

Cost or valuation	Motor Vehicles £	Fixtures and Fittings £	Land and Buildings £	Total £
1st January 1994	160,896	403,486	86,131	650,513
Additions	5,866	30,939	18,911	55,716
Disposals	(6,900)	-	-	(6,900)
31st December 1994	<u>159,862</u>	<u>434,425</u>	<u>105,042</u>	<u>699,329</u>
Depreciation				
1st January 1994	45,192	134,279	15,890	195,361
Charge for year	17,208	22,941	9,452	49,601
Disposals	(1,110)	-	-	(1,110)
31st December 1994	<u>61,290</u>	<u>157,220</u>	<u>25,342</u>	<u>243,852</u>
Net book amount				
31st December 1994	<u>97,597</u>	<u>277,205</u>	<u>79,700</u>	<u>454,502</u>
1st January 1994	<u>114,729</u>	<u>269,207</u>	<u>70,241</u>	<u>454,177</u>

7 Land and buildings

	1994 £	1993 £
Short leasehold	<u>79,700</u>	<u>70,241</u>

8 Debtors

	1994 £	1993 £
Amounts falling due within one year		
Trade debtors	222,565	348,698
Other debtors	14,430	1,374
Prepayments and accrued income	52,051	58,059
	<u>289,046</u>	<u>408,131</u>

KENNEDY TRAVEL (YORKSHIRE) LIMITED,

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1994

9 Creditors: amounts falling due within one year

	1994 £	1993 £
Trade creditors	737,778	1,045,257
Corporation tax	31,570	-
Other creditors	90,611	29,596
Accruals and deferred income	86,459	54,053
	<u>946,418</u>	<u>1,128,906</u>

10 Creditors: amounts falling due after more than one year

	1994 £	1993 £
Other creditors	116,402	117,380
	<u>116,402</u>	<u>117,380</u>

11 Deferred taxation

	1994		1993	
	Potential liability £	Provision made £	Potential liability £	Provision made £
Corporation tax deferred by accelerated capital allowances	41,127	-	33,950	-
	<u>41,127</u>	<u>-</u>	<u>33,950</u>	<u>-</u>

The potential liability and provision are based on a corporation tax rate of 25% (1993 25%).

KENNEDY TRAVEL (YORKSHIRE) LIMITED,

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1994

15 Notes to the cash flow statement

Reconciliation of operating profit to
net cash inflow from operating activities

	1994 £	1993 £
Operating profit	243,124	82,912
Depreciation charges	49,601	42,353
Loss on sale of fixed assets	590	-
Decrease in debtors	117,711	34,021
(Decrease)/increase in creditors	(215,036)	325,873
Net cash inflow from operating activities	<u>195,990</u>	<u>485,159</u>

Analysis of changes in cash and cash
equivalents as shown in the balance sheet

Balance at 1st January 1994	768,665	422,903
Net cash inflow	20,474	345,762
Balance at 31st December 1994	<u>789,139</u>	<u>768,665</u>

Analysis of the balances of cash and cash
equivalents as shown in the balance sheet

	1994 £	1993 £	Change in year £
Cash at bank and in hand	<u>789,139</u>	<u>768,665</u>	<u>20,474</u>

16 Directors' interests and loans

The company leases on a commercial basis a property which is owned personally by the directors of the company.