

KENNEDY TRAVEL (YORKSHIRE) LIMITED

ABBREVIATED FINANCIAL STATEMENTS

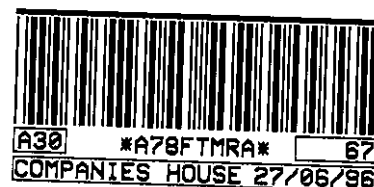
31st DECEMBER 1995

Registered number: 1325708

HARRIS & CO

CHARTERED ACCOUNTANTS

Barnsley



KENNEDY TRAVEL (YORKSHIRE) LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31st December 1995

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
Cash flow statement	7
Notes on abbreviated financial statements	8

KENNEDY TRAVEL (YORKSHIRE) LIMITED

COMPANY INFORMATION

31st December 1995

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 1995

The directors present their report and the abbreviated financial statements for the year ended 31st December 1995.

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 £590,646.

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 7 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 7.

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 1995	1st January 1995
	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, C.Button retires by rotation and offers herself for re-election.

continued

KENNEDY TRAVEL (YORKSHIRE) LIMITED

DIRECTORS' REPORT
(continued)

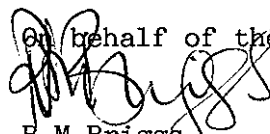
31st December 1995

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

17th June 1996

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:

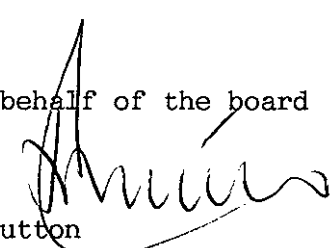
- select suitable accounting policies and apply them consistently;
- make reasonable and prudent judgements and estimates;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

We are also responsible for:

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

17th June 1996

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 the company prepared under section 226 of the Companies Act 1985 for the year ended 31st December 1995.

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 1995, and the abbreviated financial statements on pages 5 to 8 have been properly prepared in accordance with that Schedule.

Other information

On 17th June 1996 we reported, as auditors of the company, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31st December 1995, 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 1995 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
17th June 1996

Harris & Co
Registered Auditors
Chartered Accountants

KENNEDY TRAVEL (YORKSHIRE) LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT

for the year ended 31st December 1995

	Note	1995 £	1994 £
Gross profit		1,937,588	1,840,270
Net operating expenses			
Distribution costs		(411,134)	(381,058)
Administrative expenses		(1,360,265)	(1,247,265)
Other operating income		126,497	31,177
Profit on ordinary activities before taxation		292,686	243,124
Taxation	5	(71,907)	(57,944)
Profit on ordinary activities after taxation		220,779	185,180
Dividends	6	(100,000)	(100,000)
Retained profit for the year	15	120,779	85,180

Movements in reserves are shown in note 15.

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

There are no recognised gains and losses in 1995 or 1994 other than the profit for the year.

KENNEDY TRAVEL (YORKSHIRE) LIMITED

ABBREVIATED BALANCE SHEET

at 31st December 1995

	Note	£	1995 £	£	1994 £
Fixed assets					
Tangible assets	7		496,434		454,502
Current assets					
Debtors	9	477,776		289,046	
Cash at bank and in hand		1,377,306		789,139	
		<u>1,855,082</u>		<u>1,078,185</u>	
Creditors: amounts falling due within one year	10	<u>(1,650,360)</u>		<u>(946,418)</u>	
Net current assets			<u>204,722</u>		<u>131,767</u>
Total assets less current liabilities			<u>701,156</u>		<u>586,269</u>
Creditors: amounts falling due after more than one year	11		<u>(110,510)</u>		<u>(116,402)</u>
			<u>590,646</u>		<u>469,867</u>
Capital and reserves					
Called up share capital	14		75,000		75,000
Profit and loss account	15		515,646		394,867
Total shareholders' funds	13		<u>590,646</u>		<u>469,867</u>

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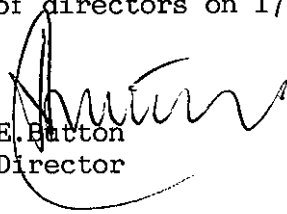
KENNEDY TRAVEL (YORKSHIRE) LIMITED

ABBREVIATED BALANCE SHEET
(continued)

at 31st December 1995

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 17th June 1996.



E. Button
Director

KENNEDY TRAVEL (YORKSHIRE) LIMITED

ABBREVIATED CASH FLOW STATEMENT

for the year ended 31st December 1995

	1995		1994	
	£	£	£	£
Net cash inflow from operating activities		849,387		195,990
Returns on investments and servicing of finance				
Dividends paid	(100,000)		(100,000)	
Net cash outflow from returns on investments and servicing of finance		(100,000)		(100,000)
Taxation				
Corporation tax paid (including ACT)	(59,111)		(25,000)	
Tax paid		(59,111)		(25,000)
Investing activities				
Payments to acquire:				
Tangible fixed assets	(121,069)		(55,716)	
Receipts from sales of:				
Tangible fixed assets	18,960		5,200	
Net cash outflow from investing activities		(102,109)		(50,516)
Net cash inflow before financing		588,167		20,474
Financing				
Net cash outflow from financing		-		-
Increase in cash and cash equivalents		588,167		20,474

See Note 17 for the notes to this statement.

KENNEDY TRAVEL (YORKSHIRE) LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1995

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
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.

2 Turnover

Turnover represents the amount derived from the provision of goods and services which fall within the company's ordinary activities, entirely within the United Kingdom, stated net of value added tax.

3 Operating profit

	1995 £	1994 £
Operating profit is stated after crediting		
Interest receivable	126,497	31,177
and after charging		
Staff costs (note 4)	970,638	897,281
Auditors' remuneration	11,750	10,900
Loss on sale of assets	10,252	590
Depreciation of tangible fixed assets (note 7)		
owned assets	49,925	49,601

KENNEDY TRAVEL (YORKSHIRE) LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1995

4 Directors and employees

	1995 £	1994 £
Staff costs including directors' emoluments		
Wages and salaries	868,538	772,281
Pension costs	102,100	125,000
	<u>970,638</u>	<u>897,281</u>
	Number	Number
Average number employed including executive directors		
Administration staff	<u>58</u>	<u>54</u>
Directors	£	£
Directors' emoluments	<u>265,510</u>	<u>297,244</u>
Emoluments excluding pension scheme contributions		
Highest paid director	<u>85,133</u>	<u>130,000</u>
Other directors	Number	Number
£5,001 - £10,000	1	1
£20,001 - £25,000	-	1
£70,001 - £75,000	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 £102,100 (1994 £125,000).

5 Taxation

	1995 £	1994 £
Corporation tax on profit on ordinary activities at 25% (1994 25%)	71,798	57,944
Under provision in earlier years	109	-
	<u>71,907</u>	<u>57,944</u>

KENNEDY TRAVEL (YORKSHIRE) LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1995

6 Dividends

	1995 £	1994 £
Equity - ordinary/final	<u>100,000</u>	<u>100,000</u>

7 Tangible fixed assets

Cost or valuation	Motor Vehicles £	Fixtures and Fittings £	Land and Buildings £	Total £
1st January 1995	159,862	434,425	105,042	699,329
Additions	28,331	62,759	29,979	121,069
Disposals	(58,124)	-	-	(58,124)
31st December 1995	<u>130,069</u>	<u>497,184</u>	<u>135,021</u>	<u>762,274</u>
Depreciation				
1st January 1995	62,265	157,220	25,342	244,827
Charge for year	13,705	25,497	10,723	49,925
Disposals	(28,912)	-	-	(28,912)
31st December 1995	<u>47,058</u>	<u>182,717</u>	<u>36,065</u>	<u>265,840</u>
Net book amount				
31st December 1995	<u>83,011</u>	<u>314,467</u>	<u>98,956</u>	<u>496,434</u>
1st January 1995	<u>97,597</u>	<u>277,205</u>	<u>79,700</u>	<u>454,502</u>

8 Land and buildings

	1995 £	1994 £
Short leasehold	<u>98,956</u>	<u>79,700</u>

9 Debtors

	1995 £	1994 £
Amounts falling due within one year		
Trade debtors	332,655	222,565
Other debtors	68,291	14,430
Prepayments and accrued income	76,830	52,051
	<u>477,776</u>	<u>289,046</u>

KENNEDY TRAVEL (YORKSHIRE) LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1995

10 Creditors: amounts falling due within one year

	1995 £	1994 £
Trade creditors	1,404,081	737,778
Corporation tax	44,366	31,570
Other taxation and social security	105,775	86,428
Other creditors	2,351	4,183
Accruals and deferred income	93,787	86,459
	<u>1,650,360</u>	<u>946,418</u>

11 Creditors: amounts falling due after more than one year

	1995 £	1994 £
Other creditors	110,510	116,402
	<u>110,510</u>	<u>116,402</u>

12 Deferred taxation

	1995 Potential liability £	1995 Provision made £	1994 Potential liability £	1994 Provision made £
Corporation tax deferred by accelerated capital allowances	45,425	-	41,127	-
	<u>45,425</u>	<u>-</u>	<u>41,127</u>	<u>-</u>

The potential liability and provision are based on a corporation tax rate of 25% (1994 25%).

13 Reconciliation of movements in shareholders' funds

	1995 £	1994 £
Profit for the financial year	220,779	185,180
Dividends	<u>(100,000)</u>	<u>(100,000)</u>
Net addition to shareholders' funds	120,779	85,180
Opening shareholders' funds	<u>469,867</u>	<u>384,687</u>
Closing shareholders' funds	<u>590,646</u>	<u>469,867</u>

KENNEDY TRAVEL (YORKSHIRE) LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1995

14 Called up share capital

	1995		1994	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary Shares of £1 each	100,000	100,000	100,000	100,000
Allotted called up and fully paid				
Ordinary Shares of £1 each	75,000	75,000	75,000	75,000

15 Profit and loss account

	1995 £
1st January 1995	394,867
Retained profit for the year	120,779
31st December 1995	515,646

16 Directors' interests and loans

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

KENNEDY TRAVEL (YORKSHIRE) LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1995

17 Notes to the cash flow statement

Reconciliation of operating profit to
net cash inflow from operating activities

	1995 £	1994 £
Operating profit	292,686	243,124
Depreciation charges	49,925	49,601
Loss on sale of fixed assets	10,252	590
(Increase)/decrease in debtors	(188,730)	117,711
Increase/(decrease) in creditors	685,254	(215,036)
Net cash inflow from operating activities	<u>849,387</u>	<u>195,990</u>

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

Balance at 1st January 1995	789,139	768,665
Net cash inflow	<u>588,167</u>	<u>20,474</u>
Balance at 31st December 1995	<u>1,377,306</u>	<u>789,139</u>

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

	1995 £	1994 £	Change in year £
Cash at bank and in hand	<u>1,377,306</u>	<u>789,139</u>	<u>588,167</u>