

Registration number 1325708

Kennedy Travel (Yorkshire) Limited

Abbreviated accounts

for the year ended 31 December 2001



Kennedy Travel (Yorkshire) Limited

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Kennedy Travel (Yorkshire) Limited

Directors' report for the year ended 31 December 2001

The directors present their report and the accounts for the year ended 31 December 2001.

Principal activity and review of the business

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

The company's Abbreviated balance sheet as detailed on page 5 shows a satisfactory position, with shareholders' funds amounting to £1,741,416

Results and dividends

The results for the year are set out on page 4.

The directors recommend payment of a final dividend amounting to £67,000.

Future developments

Work is continuing on the development and modification of existing products to meet future customer requirements and demands.

Directors and their interests

The directors who served during the year and their interests in the company are as stated below:

	Ordinary shares	
	31/12/01	01/01/01
E Button	60,000	60,000
R M Briggs	7,500	7,500
S P Roberts	-	-

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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.

Kennedy Travel (Yorkshire) Limited

**Directors' report
for the year ended 31 December 2001**

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Harris & Co. be reappointed as auditors of the company will be put to the Annual General Meeting.

The directors recommend that Harris & Co. remain in office until further notice.

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

This report was approved by the Board on 5 June 2002 and signed on its behalf by

A handwritten signature in black ink, appearing to read 'S P Roberts', with a stylized flourish at the end.

S P Roberts
Secretary

**Auditors' report to Kennedy Travel (Yorkshire) Limited
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 4 to 14 together with the financial statements of Kennedy Travel (Yorkshire) Limited for the year ended 31 December 2001 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

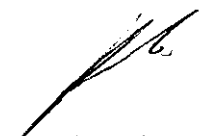
The directors are responsible for preparing abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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 financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985 in respect of the year ended 31 December 2001, and the abbreviated accounts on pages 4 to 14 are properly prepared in accordance with that provision.



**Harris & Co.
Chartered Accountants and
Registered Auditors**

11 June 2002

**Marland House
13 Huddersfield Road
Barnsley
South Yorkshire
S70 2LW**

Kennedy Travel (Yorkshire) Limited

**Abbreviated profit and loss account
for the year ended 31 December 2001**

		Continuing operations	
		2001	2000
	Notes	£	£
Gross profit		3,479,877	3,552,123
Distribution costs		(798,970)	(864,569)
Administrative expenses		(2,638,878)	(2,602,748)
Operating profit	2	42,029	84,806
Other interest receivable and similar income		126,294	165,423
Profit on ordinary activities before taxation		168,323	250,229
Tax on profit on ordinary activities	6	(49,465)	(57,893)
Profit on ordinary activities after taxation		118,858	192,336
Dividends	7	(67,000)	-
Retained profit for the year		51,858	192,336
Retained profit brought forward		1,614,558	1,422,222
Retained profit carried forward		1,666,416	1,614,558

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 7 to 14 form an integral part of these financial statements.

Kennedy Travel (Yorkshire) Limited

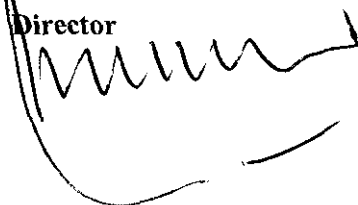
**Abbreviated balance sheet
as at 31 December 2001**

	Notes	2001		2000	
		£	£	£	£
Fixed assets					
Intangible assets	8		464,552		491,878
Tangible assets	9		1,666,920		1,763,679
			<u>2,131,472</u>		<u>2,255,557</u>
Current assets					
Debtors	10	521,819		830,137	
Cash at bank and in hand		2,068,870		1,838,945	
		<u>2,590,689</u>		<u>2,669,082</u>	
Creditors: amounts falling due within one year	11	(2,440,448)		(3,023,291)	
Net current assets/(liabilities)			<u>150,241</u>		<u>(354,209)</u>
Total assets less current liabilities			2,281,713		1,901,348
Creditors: amounts falling due after more than one year	12		(540,297)		(211,790)
Net assets			<u>1,741,416</u>		<u>1,689,558</u>
Capital and reserves					
Called up share capital	14		75,000		75,000
Profit and loss account			1,666,416		1,614,558
Equity shareholders' funds	15		<u>1,741,416</u>		<u>1,689,558</u>

The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies .

The abbreviated accounts were approved by the Board on 5 June 2002 and signed on its behalf by

E Button
Director



The notes on pages 7 to 14 form an integral part of these financial statements.

Kennedy Travel (Yorkshire) Limited

Cash flow statement for the year ended 31 December 2001

	Notes	2001 £	2000 £
Reconciliation of operating profit to net cash inflow from operating activities			
Operating profit		42,029	84,806
Depreciation		137,055	95,688
Decrease in debtors		308,318	(176,244)
(Decrease) in creditors		(430,485)	322,602
Net cash inflow from operating activities		<u>56,917</u>	<u>326,852</u>
Cash flow statement			
Net cash inflow from operating activities		56,917	326,852
Returns on investments and servicing of finance	17	126,294	165,423
Taxation	17	(57,032)	(95,583)
Capital expenditure	17	(12,970)	144,398
		<u>113,209</u>	<u>541,090</u>
Financing	17	293,507	(155,229)
Increase in cash in the year		<u>406,716</u>	<u>385,861</u>
Reconciliation of net cash flow to movement in net funds (Note 18)			
Increase in cash in the year		406,716	385,861
Cash inflow from decrease in debts and lease financing		(293,507)	155,229
Change in net funds resulting from cash flows		<u>113,209</u>	<u>541,090</u>
Net funds at 1 January 2001		<u>1,300,582</u>	<u>759,492</u>
Net funds at 31 December 2001		<u>1,413,791</u>	<u>1,300,582</u>

Kennedy Travel (Yorkshire) Limited

Notes to the abbreviated financial statements for the year ended 31 December 2001

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention .

1.2. Turnover

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

1.3. Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 20 years.

1.4. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	Straight line over fifty years
Leasehold properties	-	Straight line over the life of the lease
Fixtures, fittings and equipment	-	15% per annum on reducing balance
Motor vehicles	-	25% per annum on reducing balance

1.5. Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.6. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

1.7. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

1.8. Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Profit and Loss account.

Kennedy Travel (Yorkshire) Limited

Notes to the abbreviated financial statements for the year ended 31 December 2001

2. Operating profit	2001	2000
	£	£
Operating profit is stated after charging:		
Depreciation and other amounts written off intangible assets	27,326	27,326
Depreciation and other amounts written off tangible assets	105,667	103,122
Loss on disposal of tangible fixed assets	4,062	(34,760)
Operating lease rentals		
- Vehicle leasing	37,453	55,022
Auditors' remuneration	15,570	15,000
	<u>15,570</u>	<u>15,000</u>
3. Interest receivable and similar income	2001	2000
	£	£
Bank interest	126,294	165,423
	<u>126,294</u>	<u>165,423</u>
4. Employees		
Number of employees		
The average monthly numbers of employees (including the directors) during the year were:	2001	2000
Administration staff	87	90
	<u>87</u>	<u>90</u>
Employment costs	2001	2000
	£	£
Wages and salaries	1,737,659	1,758,897
Social security costs	171,219	161,065
Other pension costs	50,462	42,741
	<u>1,959,340</u>	<u>1,962,703</u>

Kennedy Travel (Yorkshire) Limited

Notes to the abbreviated financial statements for the year ended 31 December 2001

4.1. Directors' emoluments	2001	2000
	£	£
Remuneration and other emoluments	<u>268,081</u>	<u>312,435</u>
	Number	Number
Number of directors to whom retirement benefits are accruing under a money purchase scheme	<u>2</u>	<u>2</u>
Highest paid director	£	£
Amounts included above:		
Emoluments and other benefits	<u>111,457</u>	<u>137,600</u>
5. Pension costs		
The company operates a defined contribution pension scheme in respect of certain employees and directors. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £50,462 (2000 - £42,741).		
6. Taxation	2001	2000
	£	£
UK current year taxation		
UK corporation tax at 20.00% (2000 - 20.00%)	49,465	57,032
Prior years		
UK corporation tax	-	861
	<u>49,465</u>	<u>57,893</u>
7. Dividends	2001	2000
	£	£
Dividends on equity shares:		
Ordinary shares - final proposed	<u>67,000</u>	<u>-</u>

Kennedy Travel (Yorkshire) Limited

Notes to the abbreviated financial statements for the year ended 31 December 2001

8. Intangible fixed assets

	Goodwill £	Total £
At 1 January 2001	546,530	546,530
At 31 December 2001	<u>546,530</u>	<u>546,530</u>
Provision for diminution in value		
At 1 January 2001	54,652	54,652
Charge for year	<u>27,326</u>	<u>27,326</u>
At 31 December 2001	<u>81,978</u>	<u>81,978</u>
Net book values		
At 31 December 2001	<u>464,552</u>	<u>464,552</u>
At 31 December 2000	<u>491,878</u>	<u>491,878</u>

9. Tangible fixed assets	Land and buildings freehold £	Short leasehold property £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost					
At 1 January 2001	1,284,496	160,136	929,264	53,830	2,427,726
Additions	-	-	16,720	-	16,720
Disposals	-	-	-	(19,750)	(19,750)
At 31 December 2001	<u>1,284,496</u>	<u>160,136</u>	<u>945,984</u>	<u>34,080</u>	<u>2,424,696</u>
Depreciation					
At 1 January 2001	51,380	77,990	494,357	40,320	664,047
On disposals	-	-	-	(11,938)	(11,938)
Charge for the year	<u>25,690</u>	<u>10,804</u>	<u>67,748</u>	<u>1,425</u>	<u>105,667</u>
At 31 December 2001	<u>77,070</u>	<u>88,794</u>	<u>562,105</u>	<u>29,807</u>	<u>757,776</u>
Net book values					
At 31 December 2001	<u>1,207,426</u>	<u>71,342</u>	<u>383,879</u>	<u>4,273</u>	<u>1,666,920</u>
At 31 December 2000	<u>1,233,116</u>	<u>82,146</u>	<u>434,907</u>	<u>13,510</u>	<u>1,763,679</u>

Kennedy Travel (Yorkshire) Limited

Notes to the abbreviated financial statements for the year ended 31 December 2001

10. Debtors	2001	2000
	£	£
Trade debtors	237,982	463,755
Other debtors	61,501	106,096
Prepayments and accrued income	222,336	260,286
	<u>521,819</u>	<u>830,137</u>
 11. Creditors: amounts falling due within one year	 2001	 2000
	£	£
Bank overdraft	59,782	236,573
Bank loan (secured)	55,000	90,000
Trade creditors	1,872,442	2,151,727
Corporation tax	49,465	57,032
Other taxes and social security costs	52,929	113,157
Directors' accounts	91,306	85,329
Other creditors	55,209	102,688
Accruals and deferred income	137,315	186,785
Proposed dividend	67,000	-
	<u>2,440,448</u>	<u>3,023,291</u>
 12. Creditors: amounts falling due after more than one year	 2001	 2000
	£	£
Bank loan (secured)	<u>540,297</u>	<u>211,790</u>
 Loans		
Repayable in one year or less, or on demand (Note 11)	55,000	90,000
Repayable between one and two years	55,000	90,000
Repayable between two and five years	165,000	121,790
Repayable in five years or more	320,297	-
	<u>595,297</u>	<u>301,790</u>

Yorkshire Bank plc has a legal mortgage on The Kennedy Building, Victoria Road Leeds in respect of liabilities amounting to £595,297 (2000 £301,790)

The rate of interest charged is variable.

Kennedy Travel (Yorkshire) Limited

Notes to the abbreviated financial statements for the year ended 31 December 2001

13. Deferred taxation

Deferred tax is analysed over the following timing differences:

	Not provided		Provided	
	2001	2000	2001	2000
	£	£	£	£
Accelerated capital allowances	<u>45,581</u>	<u>48,013</u>	<u>-</u>	<u>-</u>

14. Share capital

	2001	2000
	£	£
Authorised equity		
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>
Allotted, called up and fully paid equity		
75,000 Ordinary shares of £1 each	<u>75,000</u>	<u>75,000</u>

15. Reconciliation of movements in shareholders' funds

	2001	2000
	£	£
Profit for the year	118,858	192,336
Dividends	(67,000)	-
	<u>51,858</u>	<u>192,336</u>
Opening shareholders' funds	1,689,558	1,497,222
Closing shareholders' funds	<u>1,741,416</u>	<u>1,689,558</u>

Kennedy Travel (Yorkshire) Limited

Notes to the abbreviated financial statements for the year ended 31 December 2001

16. Related party transactions

During the year the company transacted with the following related parties:-

E Button	-	A director of the company
R M Briggs	-	A director of the company
S P Roberts	-	The company secretary

The following balances were owed to/(due from) Kennedy Travel (Yorkshire) Limited as at 31st December :-

	2001 £	2000 £
E Button	(10,496)	(16,818)
R M Briggs	(43,511)	(40,511)
S P Roberts	(37,299)	(28,000)

17. Gross cash flows

	2001 £	2000 £
Returns on investments and servicing of finance		
Interest received	<u>126,294</u>	<u>165,423</u>
Taxation		
Corporation tax paid	<u>(57,032)</u>	<u>(95,583)</u>
Capital expenditure		
Payments to acquire tangible assets	(16,720)	(31,815)
Receipts from sales of tangible assets	<u>3,750</u>	<u>176,213</u>
	<u>(12,970)</u>	<u>144,398</u>
Financing		
New long term bank loan	383,507	(7,689)
Other long term loans	-	(57,540)
Repayment of short term bank loan	<u>(90,000)</u>	<u>(90,000)</u>
	<u>293,507</u>	<u>(155,229)</u>

Kennedy Travel (Yorkshire) Limited

**Notes to the abbreviated financial statements
for the year ended 31 December 2001**

18. Analysis of changes in net funds

	Opening balance	Cash flows	Other changes	Closing balance
	£	£	£	£
Cash at bank and in hand	1,838,945	229,925		2,068,870
Overdrafts	(236,573)	176,791		(59,782)
	<u>1,602,372</u>	<u>406,716</u>		<u>2,009,088</u>
Debt due within one year	(90,000)	90,000	(55,000)	(55,000)
Debt due after one year	(211,790)	(383,507)	55,000	(540,297)
	<u>(301,790)</u>	<u>(293,507)</u>	<u>-</u>	<u>(595,297)</u>
Net funds	<u><u>1,300,582</u></u>	<u><u>113,209</u></u>	<u><u>-</u></u>	<u><u>1,413,791</u></u>