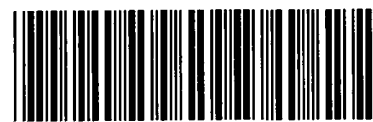


REGISTERED NUMBER: 01325708 (England and Wales)

**Strategic Report, Report of the Directors and
Financial Statements for the Year Ended 31 December 2016
for
Kennedy Travel (Yorkshire) Limited**

Harris & Co Limited
Chartered Accountants & Statutory Auditor
Marland House
13 Huddersfield Road
Barnsley
South Yorkshire
S70 2LW

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COMPANIES HOUSE

Kennedy Travel (Yorkshire) Limited

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Kennedy Travel (Yorkshire) Limited

**Company Information
for the Year Ended 31 December 2016**

DIRECTORS:

Mrs R M Briggs
Mrs C Button
Mrs S P Roberts
Ms J C Button

SECRETARY:

Mrs S P Roberts

REGISTERED OFFICE:

The Kennedy Building
48 Victoria Road
Leeds
West Yorkshire
LS11 5AF

REGISTERED NUMBER:

01325708 (England and Wales)

INDEPENDENT AUDITORS:

Harris & Co Limited
Chartered Accountants & Statutory Auditor
Marland House
13 Huddersfield Road
Barnsley
South Yorkshire
S70 2LW

Kennedy Travel (Yorkshire) Limited

Strategic Report for the Year Ended 31 December 2016

The directors present their strategic report for the year ended 31 December 2016.

REVIEW OF BUSINESS

The directors aim to present a balanced and comprehensive review of the development and performance of our business during the year and its position at the year-end. Our review is consistent with the size and non-complex nature of our business and is written in the context of the risks and uncertainties we face.

Turnover decreased by £1,642k (8.6%), and the gross profit percentage decreased to 14.6% (2015: 15.5%) which together resulted in a £405k reduction in gross profit to £2,549k (2015: £2,954k). This reflects a downturn in market conditions resulting from the weakening of consumer confidence and of sterling following the Brexit vote in June 2016, compounded by continued competition within the market. Overheads increased by £99k (4%), and overall there was a £508k reduction in operating profits to £6k. The loss for the year after tax amounted to £6k (2015: £401k).

Following a property revaluation surplus of £476k and after dividends of £224k, shareholders funds' increased by £246k (21%) to £1,397k.

In response to the difficult trading conditions during 2016, since the year-end the directors have reviewed the company's future plans and have taken actions to reduce cash outflows and overheads and to refocus marketing resources. The benefits of these actions are already being seen during 2017, with the full year impact expected during 2018.

As for many businesses of our size and in our sector, the business environment in which we are operating remains challenging, particularly as a result of the weakening of sterling. The tour operator and travel agents market in the UK is increasingly competitive and margins continue to be tight. We are also subject to consumer spending patterns, consumers' overall level of disposable income and the impact of macro-economic factors including exchange rate movements.

Despite the difficult trading conditions during 2016, the directors are confident of a more positive trading performance during 2017/18 as the benefits of actions taken since the year-end crystallise and the company's forecasts continue to show that the company is a going concern. The directors are aware that any plans for the future development of the business may be subject to unforeseen future events outside of our control, for example uncertainty created by the UK general election result of 8 June 2017, the impact of Brexit negotiations and US market conditions, including any further changes in US dollar exchange rates.

Kennedy Travel (Yorkshire) Limited

**Strategic Report
for the Year Ended 31 December 2016**

PRINCIPAL RISKS AND UNCERTAINTIES

The company's operations expose it to a variety of financial risks that include the effects of changes in foreign exchange risk, credit risk, liquidity risk and interest rate risk. The company does not use derivative financial instruments to manage interest rate costs and as such, no hedge accounting is applied.

The board of directors is responsible for monitoring financial risks and for deciding where it would be appropriate to use financial instruments to manage this risk.

Exchange rate risk

As the company transacts substantially in US dollars, it is exposed to exchange rate risk, which it manages by keeping under review the need for forward contracts to purchase dollars.

Interest rate cashflow risk

The company has interest bearing assets, comprising cash and bank balances which earn interest at variable rates, and interest bearing liabilities, comprising a bank overdraft on which interest is paid at variable rates. The board of directors regularly review the mix of cash, overdraft and debt to manage interest rate risk.

Liquidity risk

The company actively maintains cash, bank and overdraft balances to ensure the company has sufficient funds for operations and any planned expansion.

Price risk

The company has no exposure to equity securities price risk as it holds no listed or equity investments.

Credit risk

The company has implemented policies that require appropriate credit checks on potential customers before sales are made.

KEY PERFORMANCE INDICATORS

We consider that our key financial performance indicators are those that communicate the financial performance of the company, these being turnover, operating profit, profits before tax and after tax retained profit.

ON BEHALF OF THE BOARD:



Mrs S P Roberts - Secretary

26 June 2017

Kennedy Travel (Yorkshire) Limited

Report of the Directors for the Year Ended 31 December 2016

The directors present their report with the financial statements of the Company for the year ended 31 December 2016.

PRINCIPAL ACTIVITY

The principal activity of the Company in the year under review was that of a tour operator and travel agent.

DIVIDENDS

The total distribution of dividends for the year ended 31 December 2016 will be £224,352.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2016 to the date of this report.

Mrs R M Briggs
Mrs C Button
Mrs S P Roberts
Ms J C Button

DISCLOSURE IN THE STRATEGIC REPORT

The company has chosen in accordance with section 414C(11) of the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 to set out in the company's strategic report information required by schedule 7 of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008. This includes information that would have been included in the business review and the principal risks and uncertainties.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting 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 adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the Company's auditors are unaware, and each director has taken all the steps that she ought to have taken as a director in order to make herself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

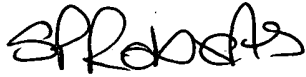
Kennedy Travel (Yorkshire) Limited

**Report of the Directors
for the Year Ended 31 December 2016**

AUDITORS

The auditors, Harris & Co Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to read 'S P Roberts', written in a cursive style.

Mrs S P Roberts - Secretary

26 June 2017

Independent Auditors' Report to the Members of Kennedy Travel (Yorkshire) Limited

We have audited the financial statements of Kennedy Travel (Yorkshire) Limited for the year ended 31 December 2016 on pages eight to twenty. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page four, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2016 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Independent Auditors' Report to the Members of
Kennedy Travel (Yorkshire) Limited**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

P. Hinchliffe

Paul Hinchliffe BA FCA (Senior Statutory Auditor)
for and on behalf of Harris & Co Limited
Chartered Accountants & Statutory Auditor
Marland House
13 Huddersfield Road
Barnsley
South Yorkshire
S70 2LW

Date: 30 JUNE 2017

Kennedy Travel (Yorkshire) Limited

**Statement of Comprehensive Income
for the Year Ended 31 December 2016**

		2016		2015	
	Notes	£	£	£	£
TURNOVER	3		17,469,013		19,111,148
Cost of sales			<u>14,919,593</u>		<u>16,157,479</u>
GROSS PROFIT			2,549,420		2,953,669
Distribution costs		296,659		274,725	
Administrative expenses		<u>2,255,653</u>		<u>2,179,190</u>	
			<u>2,552,312</u>		<u>2,453,915</u>
OPERATING (LOSS)/PROFIT	5		(2,892)		499,754
Interest receivable and similar income			<u>8,585</u>		<u>13,972</u>
PROFIT BEFORE TAXATION			5,693		513,726
Tax on profit	6		<u>11,297</u>		<u>112,517</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR			(5,604)		401,209
OTHER COMPREHENSIVE INCOME					
Revaluation			475,631		-
Income tax relating to other comprehensive income			<u>-</u>		<u>-</u>
OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF INCOME TAX			<u>475,631</u>		<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR			<u><u>470,027</u></u>		<u><u>401,209</u></u>

The notes form part of these financial statements

Statement of Financial Position
31 December 2016

	Notes	2016 £	2015 £
FIXED ASSETS			
Intangible assets	8	38,772	58,157
Tangible assets	9	<u>1,438,459</u>	<u>1,007,148</u>
		<u>1,477,231</u>	<u>1,065,305</u>
CURRENT ASSETS			
Debtors	10	1,119,600	829,582
Cash at bank and in hand		<u>681,084</u>	<u>1,361,190</u>
		1,800,684	2,190,772
CREDITORS			
Amounts falling due within one year	11	<u>(1,861,790)</u>	<u>(2,083,622)</u>
NET CURRENT (LIABILITIES)/ASSETS		<u>(61,106)</u>	<u>107,150</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,416,125	1,172,455
PROVISIONS FOR LIABILITIES	15	<u>(19,095)</u>	<u>(21,100)</u>
NET ASSETS		<u>1,397,030</u>	<u>1,151,355</u>
CAPITAL AND RESERVES			
Called up share capital	16	100,000	100,000
Revaluation reserve	17	475,631	-
Retained earnings	17	<u>821,399</u>	<u>1,051,355</u>
SHAREHOLDERS' FUNDS		<u>1,397,030</u>	<u>1,151,355</u>

The financial statements were approved by the Board of Directors on 26 June 2017 and were signed on its behalf by:



Mrs R M Briggs - Director

Kennedy Travel (Yorkshire) Limited

**Statement of Changes in Equity
for the Year Ended 31 December 2016**

	Called up share capital £	Retained earnings £	Revaluation reserve £	Total equity £
Balance at 1 January 2015	100,000	1,169,114	-	1,269,114
Changes in equity				
Dividends	-	(518,968)	-	(518,968)
Total comprehensive income	-	401,209	-	401,209
Balance at 31 December 2015	<u>100,000</u>	<u>1,051,355</u>	<u>-</u>	<u>1,151,355</u>
Changes in equity				
Dividends	-	(224,352)	-	(224,352)
Total comprehensive income	-	(5,604)	475,631	470,027
Balance at 31 December 2016	<u>100,000</u>	<u>821,399</u>	<u>475,631</u>	<u>1,397,030</u>

The notes form part of these financial statements

Kennedy Travel (Yorkshire) Limited

**Statement of Cash Flows
for the Year Ended 31 December 2016**

	Notes	2016 £	2015 £
Cash flows from operating activities			
Cash generated from operations	1	(123,179)	285,961
Tax paid		<u>(119,039)</u>	<u>(146,623)</u>
Net cash from operating activities		<u>(242,218)</u>	<u>139,338</u>
 Cash flows from investing activities			
Purchase of tangible fixed assets		(7,809)	(977)
Sale of tangible fixed assets		-	323
Interest received		<u>8,585</u>	<u>13,972</u>
Net cash from investing activities		<u>776</u>	<u>13,318</u>
 Cash flows from financing activities			
Amount withdrawn by directors		(295,359)	-
Equity dividends paid		<u>(224,352)</u>	<u>(518,968)</u>
Net cash from financing activities		<u>(519,711)</u>	<u>(518,968)</u>
 Decrease in cash and cash equivalents		<u>(761,153)</u>	<u>(366,312)</u>
Cash and cash equivalents at beginning of year	2	<u>1,312,961</u>	<u>1,679,273</u>
 Cash and cash equivalents at end of year	2	<u><u>551,808</u></u>	<u><u>1,312,961</u></u>

The notes form part of these financial statements

Kennedy Travel (Yorkshire) Limited

**Notes to the Statement of Cash Flows
for the Year Ended 31 December 2016**

1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2016	2015
	£	£
Profit before taxation	5,693	513,726
Depreciation charges	71,514	82,094
Profit on disposal of fixed assets	-	(55)
Finance income	<u>(8,585)</u>	<u>(13,972)</u>
	68,622	581,793
Decrease in trade and other debtors	5,341	62,104
Decrease in trade and other creditors	<u>(197,142)</u>	<u>(357,936)</u>
Cash generated from operations	<u>(123,179)</u>	<u>285,961</u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Statement of Cash Flows in respect of cash and cash equivalents are in respect of these Statement of Financial Position amounts:

Year ended 31 December 2016

	31/12/16	1/1/16
	£	£
Cash and cash equivalents	681,084	1,361,190
Bank overdrafts	<u>(129,276)</u>	<u>(48,229)</u>
	<u>551,808</u>	<u>1,312,961</u>

Year ended 31 December 2015

	31/12/15	1/1/15
	£	£
Cash and cash equivalents	1,361,190	1,931,539
Bank overdrafts	<u>(48,229)</u>	<u>(252,266)</u>
	<u>1,312,961</u>	<u>1,679,273</u>

The notes form part of these financial statements

Kennedy Travel (Yorkshire) Limited

Notes to the Financial Statements for the Year Ended 31 December 2016

1. STATUTORY INFORMATION

Kennedy Travel (Yorkshire) Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Company information and basis of preparing the financial statements

Kennedy Travel (Yorkshire) Limited is a limited company incorporated in the United Kingdom and the address of the registered office is given in the company information on page 1 of these financial statements. The principal activity of the company was that of a tour operator and travel agent.

These financial statements have been prepared in accordance with Financial Reporting Standard "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (FRS102) and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

The financial statements are presented in sterling (£).

The principal accounting policies and significant judgements and estimates applied in the preparation of these financial statements are set out below. These policies, judgements and estimates have been consistently applied to all years presented unless otherwise stated.

Significant judgements and estimates

No significant judgements or estimates have had to be made by management in preparing these financial statements other than as described in the following accounting policies.

Going Concern

As explained in the Review of Business included in the Strategic Report on page 2, the company experienced difficult trading conditions during 2016, in common with many other businesses in our sector. Since the year-end the directors have reviewed the company's future plans and have taken actions to reduce cash outflows and overheads and to refocus marketing resources. The benefits of these actions is already being seen during 2017, with the full year impact expected during 2018. Notwithstanding ongoing macro-economic uncertainties (for example the impact of uncertainty created by the recent UK general election result, ongoing Brexit negotiations and the dollar exchange rate) the directors are therefore confident of a more positive trading performance during 2017/18 as the benefits of actions taken since the year-end crystallise. On this basis, the accounts are prepared on a going concern basis.

Turnover

Turnover represents the aggregate amount of revenue from inclusive tours, travel agency commission and other services supplied to the customers in the ordinary course of business. Revenue relating to inclusive tours arranged by the company is recognised on the date of departure and related costs are charged to the profit and loss account on the same basis. Revenue relating to travel agency commission on third party leisure travel products is recognised when earned, which is on receipt of the full payment from the customer.

Goodwill

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset. Intangible assets are tested for impairment when there is an indication that the carrying value may not be recoverable.

Amortisation is calculated as follows:

Goodwill - Straight line over 20 years

Kennedy Travel (Yorkshire) Limited

Notes to the Financial Statements - continued for the Year Ended 31 December 2016

2. ACCOUNTING POLICIES - continued

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Freehold property	- 2% on cost
Short leasehold	- at varying rates on cost
Fixtures and fittings	- 33% on cost and 15% on reducing balance
Motor vehicles	- 25% on reducing balance

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Operating lease rentals are charged to the Statement of comprehensive income on a straight-line basis over the lease term.

Kennedy Travel (Yorkshire) Limited

Notes to the Financial Statements - continued for the Year Ended 31 December 2016

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in the future payments or a cash refund.

3. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the Company.

An analysis of turnover by geographical market is given below:

	2016 £	2015 £
United Kingdom	<u>17,469,013</u>	<u>19,111,148</u>
	<u>17,469,013</u>	<u>19,111,148</u>

Turnover represents amounts earned on goods and services provided during the year and derives from the provision of goods falling within the company's ordinary activities.

4. EMPLOYEES AND DIRECTORS

	2016 £	2015 £
Wages and salaries	1,421,736	1,343,715
Social security costs	131,742	123,842
Other pension costs	<u>37,150</u>	<u>80,789</u>
	<u>1,590,628</u>	<u>1,548,346</u>

The average monthly number of employees during the year was as follows:

	2016	2015
Administration staff	<u>63</u>	<u>63</u>

	2016 £	2015 £
Directors' remuneration	85,372	50,899
Directors' pension contributions to money purchase schemes	<u>-</u>	<u>40,000</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>-</u>	<u>1</u>

Kennedy Travel (Yorkshire) Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2016**

5. OPERATING (LOSS)/PROFIT

The operating loss (2015 - operating profit) is stated after charging/(crediting):

	2016 £	2015 £
Depreciation - owned assets	52,129	62,709
Profit on disposal of fixed assets	-	(55)
Goodwill amortisation	19,385	19,385
Auditors' remuneration	20,000	19,000
Taxation compliance services	-	552
Operating lease costs - other	278,793	279,426
Exchange rate variance	<u>(189,506)</u>	<u>(325,541)</u>

6. TAXATION

Analysis of the tax charge

The tax charge on the profit for the year was as follows:

	2016 £	2015 £
Current tax:		
UK corporation tax	13,302	119,038
Deferred tax	<u>(2,005)</u>	<u>(6,521)</u>
Tax on profit	<u>11,297</u>	<u>112,517</u>

Reconciliation of total tax charge included in profit and loss

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2016 £	2015 £
Profit before tax	<u>5,693</u>	<u>513,726</u>
Profit multiplied by the standard rate of corporation tax in the UK of 20% (2015 - 20%)	1,139	102,745
Effects of:		
Expenses not deductible for tax purposes	505	505
Depreciation in excess of capital allowances	11,658	14,892
Marginal rate relief	-	(561)
Tax charged at different rates	-	1,457
Deferred tax	<u>(2,005)</u>	<u>(6,521)</u>
Total tax charge	<u>11,297</u>	<u>112,517</u>

Tax effects relating to effects of other comprehensive income

	Gross £	2016 Tax £	Net £
Revaluation	<u>475,631</u>	-	<u>475,631</u>
	<u>475,631</u>	-	<u>475,631</u>

Kennedy Travel (Yorkshire) Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2016**

7. DIVIDENDS

	2016 £	2015 £
Ordinary shares of £1 each Declared	<u>224,352</u>	<u>518,968</u>

8. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 January 2016 and 31 December 2016	<u>387,686</u>
AMORTISATION	
At 1 January 2016	329,529
Amortisation for year	<u>19,385</u>
At 31 December 2016	<u>348,914</u>
NET BOOK VALUE	
At 31 December 2016	<u>38,772</u>
At 31 December 2015	<u>58,157</u>

9. TANGIBLE FIXED ASSETS

	Freehold property £	Short leasehold £	Fixtures and fittings £	Motor vehicles £	Totals £
COST OR VALUATION					
At 1 January 2016	1,287,101	139,552	1,235,836	61,780	2,724,269
Additions	-	-	7,809	-	7,809
Revaluations	<u>12,899</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,899</u>
At 31 December 2016	<u>1,300,000</u>	<u>139,552</u>	<u>1,243,645</u>	<u>61,780</u>	<u>2,744,977</u>
DEPRECIATION					
At 1 January 2016	436,990	100,911	1,126,760	52,460	1,717,121
Charge for year	25,742	5,571	18,485	2,331	52,129
Revaluation adjustments	<u>(462,732)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(462,732)</u>
At 31 December 2016	<u>-</u>	<u>106,482</u>	<u>1,145,245</u>	<u>54,791</u>	<u>1,306,518</u>
NET BOOK VALUE					
At 31 December 2016	<u>1,300,000</u>	<u>33,070</u>	<u>98,400</u>	<u>6,989</u>	<u>1,438,459</u>
At 31 December 2015	<u>850,111</u>	<u>38,641</u>	<u>109,076</u>	<u>9,320</u>	<u>1,007,148</u>

Kennedy Travel (Yorkshire) Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2016**

9. TANGIBLE FIXED ASSETS - continued

Cost or valuation at 31 December 2016 is represented by:

	Freehold property £	Short leasehold £	Fixtures and fittings £	Motor vehicles £	Totals £
Valuation in 2016	12,899	-	-	-	12,899
Cost	<u>1,287,101</u>	<u>139,552</u>	<u>1,243,645</u>	<u>61,780</u>	<u>2,732,078</u>
	<u>1,300,000</u>	<u>139,552</u>	<u>1,243,645</u>	<u>61,780</u>	<u>2,744,977</u>

If the freehold property had not been revalued it would have been included at the following historical cost:

	2016 £	2015 £
Cost	<u>1,287,101</u>	<u>1,287,101</u>
Aggregate depreciation	<u>462,732</u>	<u>436,990</u>
Value of land in freehold land and buildings	<u>824,369</u>	<u>850,111</u>

Freehold land and buildings have been included at valuation based on a full professional valuation undertaken by Eddisons Taylors in 2013, updated on an informal basis to 31 December 2016 to take account of recent property transactions undertaken in the local area.

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Trade debtors	377,367	370,769
Other debtors	130,333	130,333
Directors' current accounts	295,359	-
VAT	45,154	48,512
Prepayments and accrued income	<u>271,387</u>	<u>279,968</u>
	<u>1,119,600</u>	<u>829,582</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Bank loans and overdrafts (see note 12)	129,276	48,229
Trade creditors	1,558,104	1,773,726
Corporation tax	13,301	119,038
Social security and other taxes	43,702	30,827
Other creditors	10,657	-
Accruals and deferred income	<u>106,750</u>	<u>111,802</u>
	<u>1,861,790</u>	<u>2,083,622</u>

Kennedy Travel (Yorkshire) Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2016**

12. LOANS

An analysis of the maturity of loans is given below:

	2016 £	2015 £
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>129,276</u>	<u>48,229</u>

13. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2016 £	2015 £
Within one year	246,153	257,373
Between one and five years	718,382	841,702
In more than five years	<u>197,600</u>	<u>320,200</u>
	<u>1,162,135</u>	<u>1,419,275</u>

14. FINANCIAL INSTRUMENTS

The carrying amounts of the company's financial instruments are:

Financial assets

Debt instruments measured at amortised cost - £1,484,143 (2015: £1,862,292).

Financial liabilities

Measured at amortised cost £1,794,130 (2015: £1,933,757).

15. PROVISIONS FOR LIABILITIES

	2016 £	2015 £
Deferred tax		
Accelerated capital allowances	<u>19,095</u>	<u>21,100</u>
		Deferred tax £
Balance at 1 January 2016		21,100
Credit to Statement of Comprehensive Income during year		<u>(2,005)</u>
Balance at 31 December 2016		<u>19,095</u>

Kennedy Travel (Yorkshire) Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2016**

16. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2016 £	2015 £
74,000	Ordinary A	£1	74,000	74,000
10,000	Ordinary B	£1	10,000	10,000
10,000	Ordinary C	£1	10,000	10,000
6,000	Ordinary D	£1	<u>6,000</u>	<u>6,000</u>
			<u>100,000</u>	<u>100,000</u>

17. RESERVES

The following reserves are included in the financial statements:

Share capital

This reserve relates to equity that has been obtained by the issue of shares at par value in the company to a shareholder.

Profit and loss account

This reserve records retained earnings and accumulated losses.

Revaluation reserve

This reserve contains the revaluation gains on the freehold property.

18. PENSION COMMITMENTS

During the year, £37,150 (2015: £80,789) has been recognised in the profit and loss account as an expense for defined contribution pension plans.

19. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

At the start of the year there were no advances to directors in existence, but during the year advances of £295,359 were made which had not been repaid by 31 December 2016.

20. RELATED PARTY DISCLOSURES

During the year, total dividends of £224,352 (2015: £518,968) were paid to the directors.

Key management personnel compensation during the year was £125,372 (2015: £98,099).

21. ULTIMATE CONTROLLING PARTY

The controlling party is Mrs C Button.