

GULLIVERS WORLD LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED
31 DECEMBER 2007



JOHNSON TIDSALL
Chartered Accountants & Registered Auditors
81 Burton Road
Derby
DE1 1TJ

GULLIVERS WORLD LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2007

CONTENTS	PAGES
Officers and professional advisers	1
The directors' report	2 to 4
Independent auditor's report to the company	5
Abbreviated profit and loss account	6
Abbreviated balance sheet	7
Cash flow statement	8 to 9
Notes to the abbreviated accounts	10 to 16

GULLIVERS WORLD LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors	Mr R C Phillips Mrs H J Phillips Mrs J H Dalton Mr N G Phillips
Company secretary	Mrs J H Dalton
Registered office	Temple Walk Matlock Bath Derbyshire DE4 3PG
Auditor	Johnson Tidsall Chartered Accountants & Registered Auditors 81 Burton Road Derby DE1 1TJ
Bankers	National Westminster Bank plc PO Box 13 5 Market Place Chesterfield Derbyshire S40 1TY

GULLIVERS WORLD LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 DECEMBER 2007

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 December 2007

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The company's principal activity continued to be that of leisure park operators

We 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 and uncertainties we face

As a family theme park the company continues to operate in the leisure sector offering days out for families and groups

We consider that our key financial performance indicators are those that communicate the financial performance and the strength of the company as a whole, these being turnover, net profit margin and return on capital employed

The directors are pleased to report a 4.85% increase in turnover of the business, despite poor weather conditions during the summer months, leading to a 2.94% increase in gross profit margin. The net profit margin increased by 5.63%

Return on capital employed increased by 3.12%. Return on capital employed is calculated as operating profit divided by capital employed, which constitutes total assets less current liabilities

Overall operating profit has increased from £607,603 to £852,997, which after taxation has been added to reserves

During the year company continued its significant investment in maintaining and improving the park attractions and operating standards

As for many of the theme parks in this country the climate we operate within is very hard with the weather having a significant effect on the performance of the business. We are also subject to consumer spending patterns and consumer overall level of disposable income within our sector

With these risks and uncertainties in mind, we are aware that any plans for the future development of the business may be subject to unforeseen future events outside of our control

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £599,050. The directors have not recommended a dividend

DIRECTORS

The directors who served the company during the year were as follows

Mr R C Phillips

Mrs H J Phillips

Mrs J H Dalton

Mr N G Phillips

Mr D R J Phillips

(Resigned 31 December 2007)

GULLIVERS WORLD LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2007

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual Report 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). The financial statements are required by law to 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 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 that 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 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.

In so far as the directors are aware

there is no relevant audit information of which the company's auditor is unaware, and

the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

GULLIVERS WORLD LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2007

AUDITOR

A resolution to re-appoint Johnson Tidsall as auditor for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985

Registered office
Temple Walk
Matlock Bath
Derbyshire
DE4 3PG

Signed by order of the directors



MRS J H DALTON
Company Secretary

Approved by the directors on 30/10/08

GULLIVERS WORLD LIMITED

INDEPENDENT AUDITOR'S REPORT TO GULLIVERS WORLD LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 6 to 16, together with the financial statements of Gullivers World Limited for the year ended 31 December 2007 prepared under Section 226 of the Companies Act 1985

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditor's 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 for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITOR

The directors are responsible for preparing the 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 abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

BASIS OF OPINION

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.

81 Burton Road
Derby
DE1 1TJ

30.10.2008



JOHNSON TIDSALL
Chartered Accountants
& Registered Auditors

GULLIVERS WORLD LIMITED
ABBREVIATED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 DECEMBER 2007

	Note	2007 £	2006 £
GROSS PROFIT		1,529,128	1,350,943
Administrative expenses		<u>676,131</u>	<u>731,796</u>
OPERATING PROFIT	2	852,997	619,147
Interest payable and similar charges	4	<u>–</u>	<u>11,544</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		852,997	607,603
Tax on profit on ordinary activities	5	<u>253,947</u>	<u>182,802</u>
PROFIT FOR THE FINANCIAL YEAR	14	<u>599,050</u>	<u>424,801</u>

All of the activities of the company are classed as continuing

The company has no recognised gains or losses other than the results for the year as set out above

The notes on pages 10 to 16 form part of these abbreviated accounts.

GULLIVERS WORLD LIMITED

ABBREVIATED BALANCE SHEET

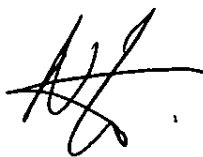
31 DECEMBER 2007

	Note	2007 £	2006 £
FIXED ASSETS			
Tangible assets	7	909,240	1,031,648
CURRENT ASSETS			
Stocks	8	36,921	25,379
Debtors	9	4,477,477	4,292,990
Cash in hand		15,497	17,373
		<u>4,529,895</u>	<u>4,335,742</u>
CREDITORS: Amounts falling due within one year	10	<u>782,233</u>	<u>1,294,612</u>
NET CURRENT ASSETS		<u>3,747,662</u>	<u>3,041,130</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,656,902</u>	<u>4,072,778</u>
PROVISIONS FOR LIABILITIES			
Deferred taxation	11	<u>108,220</u>	<u>123,146</u>
		<u>4,548,682</u>	<u>3,949,632</u>
CAPITAL AND RESERVES			
Called-up equity share capital	13	1,000	1,000
Profit and loss account	14	<u>4,547,682</u>	<u>3,948,632</u>
SHAREHOLDERS' FUNDS	15	<u>4,548,682</u>	<u>3,949,632</u>

These abbreviated financial statements have been prepared in accordance with the special provisions for medium-sized companies under Part VII of the Companies Act 1985

These abbreviated accounts were approved by the directors and authorised for issue on 30/1/08, and are signed on their behalf by

Director



The notes on pages 10 to 16 form part of these abbreviated accounts.

GULLIVERS WORLD LIMITED

CASH FLOW STATEMENT

YEAR ENDED 31 DECEMBER 2007

	2007	2006
	£	£
NET CASH INFLOW FROM OPERATING ACTIVITIES	256,583	698,198
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		
Interest paid	—	(11,544)
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE	—	(11,544)
TAXATION	(175,561)	(234,175)
CAPITAL EXPENDITURE		
Payments to acquire tangible fixed assets	(94,445)	(352,543)
Receipts from sale of fixed assets	<u>12,499</u>	<u>58,641</u>
NET CASH OUTFLOW FROM CAPITAL EXPENDITURE	(81,946)	(293,902)
EQUITY DIVIDENDS PAID	—	(200,000)
DECREASE IN CASH	<u>(924)</u>	<u>(41,423)</u>

RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2007	2006
	£	£
Operating profit	852,997	619,147
Depreciation	209,204	203,904
(Profit)/Loss on disposal of fixed assets	(4,850)	27,330
(Increase)/decrease in stocks	(11,542)	3,790
Increase in debtors	(184,487)	(334,272)
(Decrease)/increase in creditors	<u>(604,739)</u>	<u>178,299</u>
Net cash inflow from operating activities	<u>256,583</u>	<u>698,198</u>

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

	2007	2006
	£	£
Decrease in cash in the period	<u>(924)</u>	<u>(41,423)</u>
Movement in net debt in the period	<u>(924)</u>	<u>(41,423)</u>
Net debt at 1 January 2007	<u>(38,481)</u>	<u>2,942</u>
Net debt at 31 December 2007	<u>(39,405)</u>	<u>(38,481)</u>

The notes on pages 10 to 16 form part of these abbreviated accounts.

GULLIVERS WORLD LIMITED

CASH FLOW STATEMENT *(continued)*

YEAR ENDED 31 DECEMBER 2007

ANALYSIS OF CHANGES IN NET DEBT

	At 1 Jan 2007	Cash flows	At 31 Dec 2007
	£	£	£
Cash in hand and at bank	17,373	(1,876)	15,497
Overdrafts	(55,854)	952	(54,902)
Net debt	<u>(38,481)</u>	<u>(924)</u>	<u>(39,405)</u>

The notes on pages 10 to 16 form part of these abbreviated accounts.

GULLIVERS WORLD LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 DECEMBER 2007

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention

Turnover

The turnover shown in the profit and loss account represents takings receivable during the period, exclusive of Value Added Tax

Fixed assets

All fixed assets are initially recorded at cost

Depreciation

Depreciation 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 as follows

Freehold buildings	-	10% reducing balance per annum/10% straight line per annum
Plant and equipment	-	20% - 33% straight line per annum
Motor vehicles	-	25% straight line per annum
Rides and attractions	-	10% - 33% straight line per annum

No depreciation has been charged on the freehold land

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities

GULLIVERS WORLD LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 DECEMBER 2007

2. OPERATING PROFIT

Operating profit is stated after charging/(crediting)

	2007	2006
	£	£
Depreciation of owned fixed assets	209,204	203,904
(Profit)/Loss on disposal of fixed assets	(4,850)	27,330
Auditor's remuneration		
- as auditor	<u>8,350</u>	<u>6,000</u>

3. PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to

	2007	2006
	No	No
Number of management and administrative staff	8	15
Number of park operatives	<u>113</u>	<u>108</u>
	<u>121</u>	<u>123</u>

The aggregate payroll costs of the above were

	2007	2006
	£	£
Wages and salaries	1,037,977	1,013,518
Social security costs	<u>63,376</u>	<u>60,653</u>
	<u>1,101,353</u>	<u>1,074,171</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2007	2006
	£	£
Other similar charges payable	<u>-</u>	<u>11,544</u>

GULLIVERS WORLD LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 DECEMBER 2007

5. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2007 £	2006 £
Current tax		
In respect of the year		
UK Corporation tax based on the results for the year at 30% (2006 - 30%)	<u>268,873</u>	<u>175,561</u>
Total current tax	<u>268,873</u>	<u>175,561</u>
Deferred tax		
Origination and reversal of timing differences (note 11)		
Capital allowances	<u>(14,926)</u>	<u>7,241</u>
Tax on profit on ordinary activities	<u>253,947</u>	<u>182,802</u>

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 30% (2006 - 30%)

	2007 £	2006 £
Profit on ordinary activities before taxation	<u>852,997</u>	<u>607,603</u>
Profit on ordinary activities by rate of tax	255,899	182,281
Depreciation in excess of capital allowances	19,377	(12,112)
Disallowed expenditure	<u>(6,403)</u>	<u>5,392</u>
Total current tax (note 5(a))	<u>268,873</u>	<u>175,561</u>

6. DIVIDENDS

Equity dividends

	2007 £	2006 £
Paid		
Equity dividends on ordinary shares	<u>—</u>	<u>200,000</u>

GULLIVERS WORLD LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2007

7. TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Plant and equipment £	Motor vehicles £	Rides and attractions £	Total £
COST					
At 1 January 2007	495,202	269,890	44,278	3,316,392	4,125,762
Additions	50,913	6,509	—	37,023	94,445
Disposals	—	—	—	(17,999)	(17,999)
At 31 December 2007	546,115	276,399	44,278	3,335,416	4,202,208
DEPRECIATION					
At 1 January 2007	395,344	237,544	43,891	2,417,335	3,094,114
Charge for the year	9,984	11,413	96	187,711	209,204
On disposals	—	—	—	(10,350)	(10,350)
At 31 December 2007	405,328	248,957	43,987	2,594,696	3,292,968
NET BOOK VALUE					
At 31 December 2007	140,787	27,442	291	740,720	909,240
At 31 December 2006	99,858	32,346	387	899,057	1,031,648

8. STOCKS

	2007 £	2006 £
Goods for resale	36,921	25,379

9. DEBTORS

	2007 £	2006 £
Trade debtors	—	979
Amounts owed by related parties	4,436,826	4,126,216
Other debtors	5,792	48,000
Prepayments and accrued income	34,859	117,795
	4,477,477	4,292,990

The debtors above include the following amounts falling due after more than one year

	2007 £	2006 £
Amounts owed by related parties	—	4,600

GULLIVERS WORLD LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2007

10. CREDITORS: Amounts falling due within one year

	2007	2006
	£	£
Amounts owed to related parties	53,645	457,259
Overdrafts	54,902	55,854
Trade creditors	310,891	312,646
Corporation tax	268,873	175,561
Other creditors	59,915	248,500
Accruals and deferred income	34,007	44,792
	<u>782,233</u>	<u>1,294,612</u>

11. DEFERRED TAXATION

The movement in the deferred taxation provision during the year was

	2007	2006
	£	£
Provision brought forward	123,146	115,905
Profit and loss account movement arising during the year	(14,926)	7,241
Provision carried forward	<u>108,220</u>	<u>123,146</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of

	2007	2006
	£	£
Excess of taxation allowances over depreciation on fixed assets	108,220	123,146
	<u>108,220</u>	<u>123,146</u>

GULLIVERS WORLD LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2007

12. RELATED PARTY TRANSACTIONS

Included in debtors are the following amounts owed by related parties

Woodland Lodge Hotel (Gullivers) Limited	£11,792	(2006 £11,792)
Gullivers Land Limited	£2,690,831	(2006 £2,642,239)
Gullivers Eco Park Limited	£46,344	(2006 £4,600)
Weavers Close Limited	£1,687,859	(2006 £1,467,586)

Included in creditors are the following amounts owed to related parties

Gullivers Kingdom Limited	£53,645	(2006 £457,259)
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During the year the company was charged the following amounts by related parties

Weavers Close Limited - management services	£196,549	(2006 £179,187)
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During the year the company sold assets to the following related parties

Gullivers Eco Park Limited	£12,500	(2006 £nil)
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Weavers Close Limited is a company which has the same shareholders and directors as Gullivers World Limited

Gullivers Kingdom Limited is a company with the same directors as Gullivers World Limited. It is a 100% owned subsidiary of Weavers Close Limited.

Woodland Lodge Hotel (Gullivers) Limited is a company whose directors and shareholders are Mrs J H Dalton, Mr D R J Phillips and Mr N G Phillips.

Gullivers Land Limited is a company which has the same directors as Gullivers World Limited, and whose shareholders are Mrs J H Dalton, Mr D R J Phillips and Mr N G Phillips.

Gullivers Eco Park Limited is a company with the same directors as Gullivers World Limited. It is a 100% owned subsidiary of Gullivers Land Limited.

At 31 December 2007 Mr D R J Phillips ceased to be a director and shareholder in all of the above companies.

13. SHARE CAPITAL

Authorised share capital:

	2007	2006
	£	£
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>

Allotted, called up and fully paid:

	2007		2006	
	No	£	No	£
Ordinary shares of £1 each	1,000	1,000	1,000	1,000

GULLIVERS WORLD LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2007

14. PROFIT AND LOSS ACCOUNT

	2007	2006
	£	£
Balance brought forward	3,948,632	3,723,831
Profit for the financial year	599,050	424,801
Equity dividends	—	(200,000)
Balance carried forward	<u>4,547,682</u>	<u>3,948,632</u>

15. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2007	2006
	£	£
Profit for the financial year	599,050	424,801
Equity dividends	—	(200,000)
Net addition to shareholders' funds	599,050	224,801
Opening shareholders' funds	3,949,632	3,724,831
Closing shareholders' funds	<u>4,548,682</u>	<u>3,949,632</u>