

South Lakeland Parks Limited
Directors' Report and Financial Statements
for the year ended 31 January 2011

Registered Number 2906868

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South Lakeland Parks Limited
Directors' Report and Financial Statements
for the year ended 31 January 2011
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South Lakeland Parks Limited
Directors and advisers
for the year ended 31 January 2011

Directors

Mr N B Wimpenny
Miss S Ion

Company secretary

A G Secretarial Limited

Registered office

Milton Gate,
60 Chiswell Street
London
EC1Y 4AG

Independent auditors

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
101 Barbirolli Square
Lower Mosley Street
Manchester
M2 3PW

Bankers

Irish Nationwide Building Society
18 Donegal Square East
Belfast
BT1 5HE

Lloyds Banking Group

First Floor
Norfolk House
Norfolk Street
Manchester
M2 1DW

South Lakeland Parks Limited

Directors' report for the year ended 31 January 2011

The directors present their annual report and the audited financial statements of the company for the year ended 31 January 2011

Principal activities

The principal activities of the company are those of buying and selling caravans, holiday homes and operating holiday parks

Business review

The directors consider the following to be key performance indicators ('KPIs') (i) turnover, (ii) operating profit, (iii) EBITDA, and (iv) the ratio of debt to fixed assets. These measures can be derived from the enclosed financial statements. Operating profit before exceptional items increased to £2,225,344 during the year (2010 £1,321,823). The directors consider this to be an exceptional performance in a market place which remains challenging for the sale of high value discretionary purchases such as holiday homes.

However, following a reassessment of the availability of pitches together with any future planning opportunities across the portfolio of parks and the continuing uncertainty over the economic climate, the directors have reduced the profit forecasts for the group. As a result, an impairment review of the carrying value of the caravan parks was carried out at the year end, resulting in an impairment charge of £5,000,000. The impairment has been recognised as a reduction in the revaluation reserve in accordance with FRS 11.

The group continues to remain cash generative at an operating level but has been unable to meet its interest commitments in full, partly due to an interest rate swap that will expire in November 2011. Despite this the Irish Nationwide Building Society has continued to support the group during the period.

Since the year end, responsibility for the management of the loan has transferred to the National Asset Management Agency ('NAMA'), an independent commercial entity under the Irish Government's National Treasury Management Agency. Negotiations are progressing well with representatives of NAMA to renew the loan at an affordable interest rate and the business continues to generate operating cash flow. Although legal documentation is not yet finalised, a number of potential options have been proposed by NAMA including extending the loan for a period greater than twelve months and reducing the rate of interest.

The directors believe that these negotiations will be successful and as such have prepared the accounts on a going concern basis. However, in the event that the group was unable to successfully refinance the loan, there would be no certainty over the continuing ability of the group to meet its debts as they fall due.

In these financial statements a provision has been made against amounts due from White Ocean Leisure Limited the ultimate parent undertaking.

Looking forward the directors' emphasis will remain on growing stakeholder value, investing for growth and improving the resilience and visibility and as such the overall quality of the business.

Results and dividends

The loss after tax for the year is £1,083,251 (2010 profit £1,590,896). No dividend (2010 £nil) was paid during the course of the financial year.

South Lakeland Parks Limited

Directors' report for the year ended 31 January 2011 (continued)

Directors

The directors who held office during the year were as follows

Mr N B Wimpenny

Mr B G F Casely (resigned 5 November 2010)

Miss S Ion

Principal risks and uncertainties

White Ocean Leisure considers good risk management fundamental to achieving its business objectives and adding value. The management of the business and the execution of the group's strategy are subject to a number of risks. The key business risks and uncertainties affecting the group are considered below.

- The impact of the economic downturn continues to drive demand for value from customers. Challenges to household disposable income, competitor pricing positions and product costs can affect the performance of the Group in terms of both sales and costs.

Management focus continues on delivering our holiday parks to the highest possible standard. This is achieved through a rolling programme of financial investment in new pitch development together with the continued upgrade of existing facilities. While external cost pressures including holiday home costs and utility costs affect our business, the Group continues to work hard to mitigate the impact of these cost pressures on our profitability through the delivery of cost savings.

- The current term loan facility expires on 30 November 2011.

Management are currently negotiating new facilities with a view to providing financial stability in the short to medium term.

- The Group is reliant on its IT systems and operational infrastructure in order to trade efficiently. A failure in these systems could have a significant impact on our business.

The Group has extensive controls in place to maintain the integrity and efficiency of its systems including detailed recovery plans in the event of a significant failure.

Financial risk management

The directors have not delegated the responsibility of monitoring financial risk management to a sub-committee of the board. The policies set out by the board of directors are implemented by the company's finance department. The department has procedures in place to manage interest rate risk and credit risk without the use of financial instruments.

The directors have examined the major financial business and operational risks that the company faces and have identified interest rate risk and credit risk as the major financial risks. The company has implemented policies that require appropriate credit checks on potential and existing customers before sales are made. The balances outstanding and owing to the Company by all debtors are under constant monitoring.

South Lakeland Parks Limited

Directors' report for the year ended 31 January 2011 (continued)

Statement of directors' responsibilities

The directors are responsible for preparing the directors' 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 prepared 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,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- 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 of disclosure of information to auditors

In accordance with Section 418, in the case of each director in office at the date the directors' report is approved, that

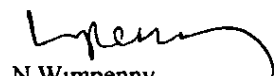
(a) so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware, and

(b) he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Independent auditors

A resolution to reappoint PricewaterhouseCoopers LLP as auditors to the company will be proposed at the Annual General Meeting.

On behalf of the Board



N Wimpenny

Director

27 October 2011

South Lakeland Parks Limited

Independent auditors' report to the members of South Lakeland Parks Limited

We have audited the financial statements of South Lakeland Parks Limited for the year ended 31 January 2011 which comprise the profit and loss account, the statement of total recognised gains and losses, the balance sheet and related notes. 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).

Respective responsibilities of directors and auditors

As explained more fully in the statement of directors' responsibilities set out on page 4, 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.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

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.

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 January 2011 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 directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

South Lakeland Parks Limited

Independent auditors' report to the members of South Lakeland Parks Limited (continued)

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

Emphasis of matter – going concern

In arriving at our audit opinion, which is not qualified, we have considered the adequacy of the disclosures made by the directors in the "Notes to the Financial Statements – Note 1 Accounting Policies Basis of Accounting" concerning the group's and company's ability to continue as a going concern. The note discloses that the group has been unable to meet its interest commitments in full in respect of the term loan from Irish Nationwide Building Society which falls due in November 2011. Since the year end, responsibility for the management of the loan has been transferred to the National Asset Management Agency ("NAMA"). Negotiations to extend the term of the loan and reduce the rate of interest are ongoing and the directors believe that an acceptable agreement for the payment of interest and capital will be reached. As such, there exists a material uncertainty which may cast significant doubt about the group's and company's ability to continue as a going concern. The financial statements do not include any adjustments that would result if the group or company were unable to continue as going concerns.



Nigel Richens (Senior Statutory Auditor)
For and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Manchester
27 October 2011

South Lakeland Parks Limited

Profit and loss account

for the year ended 31 January 2011

	Note	2011 £	2010 £
Turnover	1	17,195,658	14,497,864
Cost of sales		(11,500,814)	(9,703,146)
Gross profit		5,694,844	4,794,718
Distribution costs		(572,119)	(582,259)
Administrative expenses - normal		(2,897,381)	(2,890,636)
- exceptional items	2	(3,550,353)	-
Operating (loss)/profit		(1,325,009)	1,321,823
Profit on sale of fixed assets		3,680	3,602
		(1,321,329)	1,325,425
Interest receivable and similar income	5	1,007	33,641
(Loss)/profit on ordinary activities before taxation	2	(1,320,322)	1,359,066
Tax on (loss)/profit on ordinary activities	6	237,071	231,830
(Loss)/profit for the financial year	15	(1,083,251)	1,590,896

All of the above relate to continuing operations

There is no material difference between the loss on ordinary activities before taxation and the profit for the financial years stated above and their historical cost equivalents

Statement of total recognised gains and losses

	2011 £	2010 £
(Loss)/profit for the financial year	(1,083,251)	1,590,896
Impairment of fixed assets	(5,000,000)	(6,500,000)
Total recognised losses relating to the year	(6,083,251)	(4,909,104)

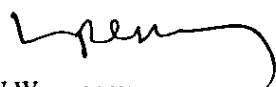
The accompanying notes are an integral part of these financial statements

South Lakeland Parks Limited

Balance sheet as at 31 January 2011

	Note	2011 £	2011 £	2010 £	2010 £
Fixed assets					
Tangible assets	7		42,105,328		46,524,881
Investments	8		6,000		6,000
			42,111,328		46,530,881
Current assets					
Stocks	9	1,803,819		1,610,895	
Debtors - of which £16,919,337 (2010 £18,330,908) are due after more than one year	10	18,715,612		19,954,855	
Cash at bank and in hand		2,098,602		2,597,106	
		22,618,033		24,162,856	
Creditors: amounts falling due within one year	11	(6,588,463)		(6,922,423)	
Net current assets			16,029,570		17,240,433
Total assets less current liabilities			58,140,898		63,771,314
Creditors amounts falling due after more than one year	12		(35,926,576)		(35,236,670)
Provisions for liabilities and charges	13		(648,223)		(885,294)
Net assets			21,566,099		27,649,350
Capital and reserves					
Called up share capital	14		100		100
Revaluation reserve	15		17,231,753		22,231,753
Profit and loss account	15		4,334,246		5,417,497
Total shareholders' funds	16		21,566,099		27,649,350

The accompanying notes are an integral part of these financial statements. These financial statements on pages 7 to 20 were approved by the board of directors on 27 October 2011 and were signed on its behalf by



N Wimpenny
Director

South Lakeland Parks Limited - Registered Company Number 2906868

South Lakeland Parks Limited

Notes to the financial statements
for the year ended 31 January 2011

1 Accounting policies

The financial statements have been prepared in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom. A summary of the more important policies is set out below. These have been applied consistently.

Basis of preparation

These financial statements have been prepared on a going concern basis, under the historical cost convention, and in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom. The group and company are reliant on funding in the form of a £131,500,000 term loan obtained from Irish Nationwide Building Society. The loan is a four year term facility ending on 30th November 2011 with quarterly interest payments but no capital repayments during the term.

The group continues to remain cash generative at an operating level but has been unable to meet its interest commitments in full, partly due to an interest rate swap that will expire in November 2011. Despite this the Irish Nationwide Building Society has continued to support the group during the period.

Since the year end, responsibility for the management of the loan has transferred to the National Asset Management Agency ("NAMA"), an independent commercial entity under the Irish Government's National Treasury Management Agency. Negotiations are progressing well with representatives of NAMA to renew the loan at an affordable interest rate and the business continues to generate operating cash flow. Although legal documentation is not yet finalised, a number of potential options have been proposed by NAMA including extending the loan for a period greater than twelve months and reducing the rate of interest.

The directors believe that these negotiations will be successful and as such have prepared the accounts on a going concern basis. However, in the event that the group was unable to successfully refinance the loan, there would be no certainty over the continuing ability of the group to meet its debts as they fall due.

The financial statements do not include the adjustments that would be required if the group or company were unable to continue as a going concern.

The company has taken advantage of the exemption from preparing consolidated financial statements afforded by Section 398 of the Companies Act 2006 because it is a wholly owned subsidiary of White Ocean Leisure Limited and is included in the consolidated financial statements which are publically available.

A summary of the significant accounting policies of the group and the company is set out below. These have been applied consistently.

South Lakeland Parks Limited

Notes to the financial statements

for the year ended 31 January 2011 (continued)

1 Accounting policies (continued)

Turnover

Turnover represents the amounts (excluding value added tax) derived from the sale of caravans and holiday homes and operation of holiday parks. Turnover is recognised at the point at which the risks and rewards associated with ownership or performing a service have been transferred. The group's turnover is attributable to its one class of business and one geographical market, the United Kingdom.

Tangible fixed assets and depreciation

Land and buildings are shown at valuation as set out in note 7. Freehold land and buildings are revalued at least every five years on a rolling basis and are stated at the latest valuation less accumulated depreciation.

Other fixed assets are shown at cost. Cost includes the original purchase price of the asset and the costs attributable to bringing the asset to its working condition for its intended use. Depreciation is provided to write off the cost less the estimated residual value of tangible fixed assets by instalments over their estimated useful economic lives as follows:

Freehold properties	-	50 years, straight line
Leasehold properties	-	Over period of lease
Freehold Land	-	No depreciation is provided on freehold land
Lodges	-	6% per annum, reducing balance
Hire fleet	-	straight line basis to their residual value over 10 years
Motor vehicles	-	25% per annum, reducing balance
Fixtures and fittings	-	25% per annum, reducing balance

Leases

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a 'finance lease'. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated over its estimated useful life or the term of the lease, whichever is shorter. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account, and the capital element which reduces the outstanding obligation for future instalments.

All other leases are accounted for as 'operating leases' and the rental charges are charged to the profit and loss account on a straight line basis over the life of the lease.

Stocks

Stocks are stated at the lower of cost and net realisable value. Provisions are made to reduce stock to the directors' best estimate of net realisable value.

Current taxation

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

South Lakeland Parks Limited

Notes to the financial statements

for the year ended 31 January 2011 (continued)

1 Accounting policies (continued)

Deferred taxation

Deferred taxation is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements. Deferred tax assets and liabilities are not discounted.

Related party transactions

The directors have taken advantage of FRS 8 and have not included transactions with entities that are part of the White Ocean Leisure Limited group.

Investments

Fixed asset investments are stated at cost less any provision required to reflect a diminution in value.

Cash flow statement

The directors have taken advantage of the exemption from preparing a cash flow statement under the terms of FRS 1 (Revised 1996) on the grounds that a group cash flow statement is included in the financial statements of White Ocean Leisure Limited.

South Lakeland Parks Limited

Notes to the financial statements

for the year ended 31 January 2011 (continued)

2 Operating profit

	2011	2010
	£	£
Operating profit is stated after charging/(crediting)		
Auditor's remuneration		
- Audit	33,600	14,000
- Other services – taxation	21,900	6,000
Profit on disposal of fixed assets	(3,680)	(3,602)
Provision against balance due from ultimate parent undertaking	3,550,353	
Depreciation of tangible fixed assets		
- Owned assets	713,450	909,635
- Assets held under hire purchase agreements	2,124	2,832
Operating lease rentals	65,130	64,667

The audit and tax fees for the Group are included in the financial statements of South Lakeland Parks Limited

In the financial statements the company has made a provision of £3,550,353 against the balance due from its ultimate parent undertaking White Ocean Leisure Limited. This has been disclosed as an exceptional item.

3 Remuneration of directors

	2011	2010
	£	£
Aggregate emoluments	455,385	433,247

The aggregate emoluments of the highest paid director were £179,722 (2010 £143,855) including benefits in kind of £1,075 (2010 £7,505). Contributions to the defined contribution pension scheme in respect of this director were £nil (2010 £nil).

South Lakeland Parks Limited
Notes to the financial statements
for the year ended 31 January 2011 (continued)

4 Staff numbers and costs

The average number of persons employed by the company (including directors) during the year, analysed by category, was as follows

By activity	Number of employees	
	2011	2010
Sales, administration and distribution	160	150

The aggregate payroll costs of these persons were as follows

	2011	2010
	£	£
Wages and salaries	3,135,576	2,872,965
Social security costs	277,678	273,958
	3,413,254	3,146,923

5 Interest receivable and similar income

	2011	2010
	£	£
Bank interest received	1,007	33,641

6 Tax on profit on ordinary activities

	2011	2010
	£	£
Total current tax	-	-
Deferred tax - origination and reversal of timing differences	(207,110)	(208,403)
- adjustment in respect of rate change	(29,961)	-
- adjustments in respect of prior period	-	(23,427)
Total deferred tax credit		(231,830)
Tax on profit on ordinary activities	(237,071)	(231,830)

Notes to the financial statements

South Lakeland Parks Limited
for the year ended 31 January 2011 (continued)

6 Tax on profit on ordinary activities (continued)

The tax (credit)/charge assessed for the period is lower (2010 lower) than the standard rate of corporation tax in the UK for the year ended 31 January 2011 of 28% (2010 28%) The differences are differences below

	2011 £	2010 £
(Loss)/profit on ordinary activities before taxation	(1,320,322)	1,359,066
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 28% (2010 28%)	(369,690)	380,538
Effects of		
Expenses not deductible for tax purposes	1,044,533	49,815
Capital allowances for year in excess of depreciation	166,670	208,403
Group relief from parent undertaking	(841,513)	(638,757)
Current tax on income for the year	-	-

Factors that may affect future tax charges

A number of changes to the UK Corporation tax system have been announced The main rate of corporation tax was reduced from 28% to 26% from 1 April 2011 A further reduction in the main rate of corporation tax to 25% from 1 April 2012 was substantively enacted on 5 July 2011 following the third reading of the Finance Bill (No 3) 2010-11 in the House of Commons These changes had not been substantively enacted at the balance sheet date and, therefore, are not included in these financial statements

South Lakeland Parks Limited
Notes to the financial statements
for the year ended 31 January 2011 (continued)

7 Tangible fixed assets

	Freehold land and buildings £	Hire fleet £	Equipment and vehicles £	Total £
Cost or valuation				
At beginning of year	44,700,175	2,889,144	1,763,245	49,352,564
Impairment	(5,000,000)	-	-	(5,000,000)
Additions	543,739	893,226	262,546	1,699,511
Disposals	-	(664,188)	(7,562)	(671,750)
At end of year	40,243,914	3,118,182	2,018,229	45,380,325
Depreciation				
At beginning of year	536,860	1,274,551	1,016,272	2,827,683
Charge for year	109,608	388,336	217,630	715,574
On disposals	-	(262,668)	(5,592)	(268,260)
At end of year	646,468	1,400,219	1,228,310	3,274,997
Net book value				
At 31 January 2011	39,597,446	1,717,963	789,919	42,105,328
At 31 January 2010	44,163,315	1,614,593	746,973	46,524,881

Land and buildings are held at valuation, and were valued on 17 September 2007 on the basis of existing use by Humberts Leisure, Chartered Surveyors. All other assets are held at cost less depreciation. If the revaluation had not occurred, land and buildings would be shown in the accounts at a cost of £23,030,676 (2010 £22,486,937). Accumulated depreciation to date would have been £1,171,160 (2010 £1,061,552), and their net book values would have been £21,859,516 (2010 £21,425,385).

Included in freehold land and buildings are depreciable assets of £5,073,145 (2010 £4,951,311). Included in fixed assets are assets held under a hire purchase agreements with a net book value of £6,351 (2010 £8,475), depreciation charged £2,124 (2010 £2,832).

The directors, as required by FRS 11 Impairment of Fixed Assets and Goodwill conducted an annual review of its fixed assets. Following a reassessment of the availability of pitches, the future planning opportunities on the portfolio of parks and the continuing uncertainty over the economic climate the directors have reduced the profit forecasts of the company. This acted as a trigger for an impairment of £5,000,000 against the company's land and buildings. The impairment amount has been recognised as the difference between the carrying value of the company's land and buildings and their value in use (calculated as the present value of their future cash flows). These calculations use pre-tax cash flow projections based on financial budgets approved by management. Cash flows beyond the budgeted period are extrapolated into perpetuity, assuming no growth.

South Lakeland Parks Limited
Notes to the financial statements
for the year ended 31 January 2011 (continued)

7 Tangible fixed assets (continued)

The pre-tax discount rate (7%) used within the recoverable amount calculations was calculated with reference to the company's weighted average cost of capital

8 Fixed asset investments

	Shares in group undertakings £
Cost and net book value	
At beginning and end of year	6,000

The company's subsidiaries are listed below

	Country of incorporation £	Principal activity £	Class and percentage of shares held £
Subsidiary undertakings			
South Lakeland Holidays Limited	UK	Holding Co	100% £1 ordinary shares
Lake District Leisure Pursuits Limited*	UK	Holiday park operator	100% £1 ordinary shares

* Held by South Lakeland Holidays Limited

The directors believe that the carrying value of the investments is supported by their underlying net assets

9 Stocks

	2011 £	2010 £
Goods for resale	1,803,819	1,610,895

South Lakeland Parks Limited
Notes to the financial statements
for the year ended 31 January 2011 (continued)

10 Debtors

	2011	2010
	£	£
Trade debtors	1,541,868	1,439,447
Amount owed by other group companies	16,840,778	18,264,298
Corporation tax	-	802
Other debtors	1,669	3,208
Prepayment and accrued income	331,297	247,100
	18,715,612	19,954,855

Trade debtors include £78,559 (2010 £66,610) due after more than one year

Amounts owed by other group companies are unsecured, due in greater than one year and are interest free

11 Creditors: amounts falling due within one year

	2011	2010
	£	£
Payments received on account	3,652,817	3,540,969
Trade creditors	1,527,886	1,663,702
Corporation Tax	70,256	-
Other creditors including social security	496,234	492,080
Accruals and deferred income	841,270	1,225,672
	6,588,463	6,922,423

South Lakeland Parks Limited
Notes to the financial statements
for the year ended 31 January 2011 (continued)

12 Creditors: amounts falling due after more than one year

	2011	2010
	£	£
Amounts owed to parent and subsidiary undertakings	35,926,576	35,236,670

Amounts owed to parent and subsidiary undertakings are unsecured and interest free

Under the terms of a loan agreement between the Irish Nationwide Building Society and White Ocean Leisure Limited, South Lakeland Parks Limited has given an inter company guarantee supported by a mortgage debenture providing first, fixed and floating charges over its assets

13 Provision for liabilities and charges

	2011	2010
	£	£
Deferred taxation		
Provision at beginning of year	885,294	1,117,124
Profit and loss account	(237,071)	(231,830)
Provision at end of year	648,223	885,294

The amounts provided for deferred taxation are set out below

	2011	2010
	£	£
Accelerated capital allowances	648,223	885,294
Short term timing differences	-	-
	648,223	885,294

South Lakeland Parks Limited
Notes to the financial statements
for the year ended 31 January 2011 (continued)

14 Called up share capital

	2011 £	2010 £
Authorised		
Equity 100 Ordinary shares of £1 each	100	100
Allotted and fully paid		
Equity 100 Ordinary shares of £1 each	100	100

15 Reserves

	Revaluation reserve £	Profit and loss account £
At 1 February 2010	22,231,753	5,417,497
Impairment provision against the value of properties	(5,000,000)	-
Loss for the financial year	-	(1,083,251)
At 31 January 2011	17,231,753	4,334,246

16 Reconciliation of movement in shareholders' funds

	2011 £	2010 £
(Loss)/profit for the financial year	(1,083,251)	1,590,896
Retained (loss)/profit for the financial year	(1,083,251)	1,590,896
Impairment provision against the value of properties	(5,000,000)	(6,500,000)
Net movement in shareholders' funds	(6,083,251)	(4,909,104)
Opening shareholders' funds	27,649,350	32,558,454
Closing shareholders' funds	21,566,099	27,649,350

South Lakeland Parks Limited

Notes to the financial statements for the year ended 31 January 2011 (continued)

17 Commitments and guarantees

Operating leases	2011		2010	
	Land and buildings	Other £	Land and buildings	Other £
Annual commitment of non-cancellable operating leases expiring as follows				
Within one year	-	468	-	11,004
Two to five years	37,360	11,461	37,360	16,303
Greater than 5 years		7,070	-	-

18 Related parties

The controlling shareholder of the ultimate parent company, White Ocean Leisure Limited, is Mr G M Landesberg. During the course of the period, the group purchased goods and services from the following organisations controlled by the same individual

	2011 £	2010 £
Admiral Taverns	-	121,950
	-	121,950

Amounts outstanding in respect of the above suppliers at 31 January 2011 were £nil (2010 £nil)

19 Ultimate parent undertaking and ultimate controlling party

The immediate parent company is South Lakeland Group Limited

The ultimate parent undertaking and controlling party is White Ocean Leisure Limited which is the parent undertaking of the smallest and largest group to consolidate these financial statements. The majority shareholder and ultimate controlling party of the group is Mr G M Landesberg. Copies of the White Ocean Leisure Limited group consolidated financial statements can be obtained from the Company Secretary at White Ocean Leisure Limited, Milton Gate, 60 Chiswell Street, London, EC1Y 4AG