

Company number : 3625708

LUCKETTS HOLDINGS LIMITED
REPORT AND FINANCIAL STATEMENTS
- for -
THE PERIOD ENDED 31ST AUGUST 1999

Broadcut
Wallington
Fareham
Hampshire

Morris Crocker
Chartered Accountants
FAREHAM



LUCKETTS HOLDINGS LIMITED

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FOR THE PERIOD ENDED 31ST AUGUST 1999

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For management purposes only

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LUCKETTS HOLDINGS LIMITED**COMPANY INFORMATION**

Registered in England:	3 rd September 1998
Registration number:	3625708
Registered office:	Broadcut Wallington Fareham Hampshire
Directors:	D F Lockett S D Lockett I M Lockett
Secretary:	I M Lockett
Auditors:	Morris Crocker Chartered Accountants 1 Osborn Road South Fareham Hampshire PO16 7JT
Bankers:	HSBC 71 West Street Fareham Hampshire PO16 0AN

LUCKETTS HOLDINGS LIMITED**REPORT OF THE DIRECTORS**

The directors have pleasure in submitting their report and the audited financial statements for the period 3rd September 1998 to 31st August 1999.

Review of the business

The company was incorporated on 3rd September 1998 and commenced trading on that date.

The company's principal activity is that of a holding and property investment company. The company's subsidiaries and their activities are shown in note 5 to financial statements.

The directors consider that the company's results for the period and the period end financial position are satisfactory.

Results and dividends

The results for the period and the movements on reserves are shown in the profit and loss account.

No dividends were paid or voted during the period.

Fixed assets

Details of changes in fixed assets are shown in note 4 to the financial statements.

Directors and their interests

The directors during the period under review together with their interests in the ordinary shares of the company were as follows:

	<u>31st August 1999</u>	<u>3rd September 1998</u>
D F Lockett - appointed 3 rd September 1998	4,900	-
S D Lockett - appointed 3 rd September 1998	1,300	1
I M Lockett - appointed 3 rd September 1998	1,300	1

D F Lockett is a trustee of a discretionary trust which held 2,000 ordinary shares at 31st August 1999.

By order of the board



I M Lockett - Secretary

Dated: 4/3/00

LUCKETTS HOLDINGS LIMITED**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

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

- (i) select suitable accounting policies and then apply them consistently;
- (ii) make judgements and estimates that are reasonable and prudent;
- (iii) 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.

AUDITOR'S REPORT TO THE SHAREHOLDERS OF
LUCKETTS HOLDINGS LIMITED

We have audited the financial statements on pages 5 to 12 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion based on our audit on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st August 1999 and of the profit and cash flows for the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

In our opinion the company is entitled to the exemptions conferred by Section 248 of the Companies Act 1985 from the requirement to prepare group accounts for the financial period ended 31st August 1999.


Morris Crocker

Fareham

6th March 2000

Chartered Accountants
and Registered Auditors

LUCKETTS HOLDINGS LIMITED**PROFIT AND LOSS ACCOUNT**
FOR THE PERIOD ENDED 31ST AUGUST 1999

	<u>Note</u>	<u>£</u>
Rental income		32,035
Administrative expenses		39,543
<u>Operating loss</u>	2	(7,508)
Income from shares in group undertaking		700,000
<u>Profit on ordinary activities before and after taxation</u>		692,492

All recognised gains and losses are included in the profit and loss account.

LUCKETTS HOLDINGS LIMITED**BALANCE SHEET AT 31ST AUGUST 1999**

	<u>Note</u>	<u>£</u>	<u>£</u>
<u>Fixed assets</u>			
Tangible assets	4		687,240
Investments in subsidiaries	5		10,200
			697,440
<u>Current assets</u>			
Debtors	6	14,156	
Cash at bank and in hand		1,895	
		16,051	
<u>Creditors: Amounts falling due within one year</u>	7	10,999	
<u>Net current liabilities</u>			5,052
Total assets less current liabilities			702,492
<u>Capital and reserves</u>			
Called up share capital	9		10,000
Profit and loss account	10		692,492
<u>Shareholders' funds</u>	10		702,492

Approved by the board of directors on 14/3/00


 I M Lockett

LUCKETTS HOLDINGS LIMITED

CASH FLOW STATEMENT
FOR THE PERIOD ENDED 31ST AUGUST 1999

	<u>Note</u>	<u>£</u>	<u>£</u>
<u>Net cash outflow from operating activities</u>	11		(7,905)
Servicing of finance and returns on investments			
Dividends received		700,000	
<u>Net cash outflow from servicing of finance and returns on investments</u>			700,000
Capital expenditure and financial investment			
Investment additions		(10,200)	
Purchase of plant and equipment		(690,000)	
<u>Net cash outflow for capital expenditure</u>			(700,200)
Net cash flow before financing			(8,105)
Financing			
Issue of share capital		10,000	
<u>Net cash inflow from financing</u>			10,000
<u>Increase in cash</u>	12		1,895

LUCKETTS HOLDINGS LIMITED**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE PERIOD ENDED 31ST AUGUST 1999**1. Accounting policies****Basis of accounting**

The financial statements have been prepared under the historical cost convention.

Group accounts

The company and its subsidiaries comprise a small group as defined by Section 249 of the Companies Act 1985. The company has taken advantage of the exemption provided by Section 248 of that Act not to prepare group accounts and accordingly these financial statements present information about the company as a single undertaking.

Depreciation

Fixed assets are depreciated so as to write them down to their estimated residual value at the end of their expected useful lives. The following depreciation rates are assumed:

Freehold buildings and improvements - 2% straight line basis

Deferred taxation

Provision is made for deferred taxation using the liability method on timing differences arising between depreciation charges and capital allowances and other timing differences to the extent that the benefit derived thereon is likely to reverse in the foreseeable future.

Leasing commitments

Rentals received under operating leases are credited to the profit and loss account as they fall due.

2. Operating loss**(a) This is stated after charging:**

	£
Auditor's remuneration	750
Depreciation	2,760

(b) Staff numbers

The average number of persons employed by the company, including directors, during the period was as follows:

	Number
Management	3

LUCKETTS HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31ST AUGUST 1999
(CONTINUED)**

3. Tax on loss on ordinary activities

No corporation tax liability arises based on the results for the year. Losses available for set off against future trading profits amounted to approximately £4,750 at 31st August 1999.

4. Tangible fixed assets

	<u>Freehold premises</u> £
<u>Cost</u>	
Additions	690,000
<u>Depreciation</u>	
Charge for the period	2,760
<u>Net book value</u>	
At 31 st August 1999	687,240

5. Investment in subsidiaries

The following unlisted companies are registered in England and Wales is a wholly owned subsidiary of Locketts Holdings Limited. All the subsidiaries operate mainly in Great Britain.

<u>Name</u>	<u>Principal activity</u>	<u>Proportion of share capital</u>	<u>Class of shares</u>		
H Lockett & Co Limited	Coach hire operators	100%	£1 ordinary		
Locketts Travel Limited	Tour operator	100%	£1 ordinary		
Locketts Services Limited	Motor vehicle electrical engineers	100%	£1 ordinary		
				<u>Aggregate of share capital and reserves</u> £	<u>Profit / (loss)</u> £
H Lockett & Co Limited				913,560	113,418
Locketts Travel Limited				(14,682)	(14,782)
Locketts Services Limited				(9,397)	(11,041)

LUCKETTS HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31ST AUGUST 1999
(CONTINUED)

6. Debtors

	£
Trade debtors	7,341
Directors loan accounts	5,500
Other debtors	12
Prepayments and accrued income	1,303
	14,156

7. Creditors: Amounts falling due within one year

	£
Amounts due from subsidiary companies	8,469
Other creditors	76
Accruals and deferred income	2,454
	10,999

8. Deferred taxation

At 31st August 1999, a corporation tax liability of approximately £15,000 would have arisen if the freehold premises had been sold at book value and if the proceeds were not invested in qualifying assets. As the company does not intend selling the property in the foreseeable future, provision for the potential liability has not been made.

9. Called up share capital

	£
Authorised:	
Ordinary shares of £1 each	100,000
Issued, allotted and fully paid:	
Ordinary shares of £1 each	10,000

During the period 10,000 ordinary shares of £1 each were issued in exchange for the entire share capital of H Lockett & Co Limited.

LUCKETTS HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31ST AUGUST 1999
(CONTINUED)

10. Reconciliation of movement in shareholders' funds

	<u>Share capital</u> £	<u>Profit and loss account</u> £	<u>Total</u> £
Profit for the period	-	692,492	692,492
Issued share capital	10,000	-	10,000
Net movement in shareholders' funds and closing shareholders' funds	<u>10,000</u>	<u>692,492</u>	<u>702,492</u>

11. Reconciliation of operating loss to net cash outflow from operating activities

	£
Operating loss	(7,508)
Depreciation	2,760
(Increase)/decrease in debtors	(14,156)
Increase/(decrease) in creditors	10,999
Net cash outflow from operations	<u>7,905</u>

12. Analysis of changes in net debt during the period

	<u>Opening balance</u> £	<u>Advances</u> £	<u>Movement in period</u> £	<u>Closing balance</u> £
Cash at bank	-	-	1,895	1,895

13. Operating leases

The company lets part of its freehold property to its subsidiary companies and third parties. Rent receivable during the period ended 31st August 1999 amounted to £32,035.

14. Contingent liabilities

The company has provided guarantees in respect of group bank loans and overdrafts. No losses are anticipated as a result of these guarantees.

LUCKETTS HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31ST AUGUST 1999
(CONTINUED)

15. Related parties**Directors**

Included in other debtors are amounts of £5,500, owed by the directors, D F Lockett, S D Lockett amounting to £3,000 and £2,500 respectively.

Subsidiaries

The property reflected in note 4 to these accounts was acquired from the company's subsidiary, H Lockett & Co Limited at the market value of £690,000.

Certain costs have been apportioned between related party companies but it is not practicable to itemise them in these accounts.

During the period the company also had the following transactions with its subsidiary companies:

	<u>H Lockett & Co Limited</u> £	<u>Locketts Travel Limited</u> £	<u>Locketts Services Limited</u> £	<u>Total</u> £
<u>Profit and loss account</u>				
Rental Income	6,400	1,200	2,400	10,000
<u>Balance sheet</u>				
Creditors (note 7)	11,969	(1,100)	(2,400)	8,469