

LUCKETT'S HOLDINGS LIMITED  
ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED  
31st AUGUST 2008

THURSDAY



A05 \*AP77S7W8\* 398  
05/03/2009  
COMPANIES HOUSE

taylorcocks  
Chartered Accountants & Registered Auditors  
3 Acorn Business Centre  
Northarbour Road  
Cosham  
Portsmouth  
PO6 3TH

**LUCKETTS HOLDINGS LIMITED**  
**ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31st AUGUST 2008**

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**LUCKETTS HOLDINGS LIMITED**

**OFFICERS AND PROFESSIONAL ADVISERS**

|                               |                                                                                                                                                 |
|-------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>The board of directors</b> | Mr D. F. Lockett<br>Mr I. M. Lockett<br>Mr S. D. Lockett                                                                                        |
| <b>Company secretary</b>      | Mr I. M. Lockett                                                                                                                                |
| <b>Registered office</b>      | Broadcut<br>Wallington<br>Fareham<br>Hampshire<br>PO16 8TB                                                                                      |
| <b>Auditor</b>                | taylorcocks<br>Chartered Accountants<br>& Registered Auditors<br>3 Acorn Business Centre<br>Northarbour Road<br>Cosham<br>Portsmouth<br>PO6 3TH |

# **LUCKETTS HOLDINGS LIMITED**

## **THE DIRECTORS' REPORT**

### **YEAR ENDED 31st AUGUST 2008**

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31st August 2008.

#### **PRINCIPAL ACTIVITIES AND BUSINESS REVIEW**

The principal activity of the company during the year was that of a holding and property investment company.

The business has continued to develop well and has not faced any unusual risks or uncertainties in the year. The financial results of the company can be seen within the attached accounts. Given the straightforward nature of the business and the detailed information contained within these accounts, the company's directors are of the opinion that analysis using KPI's is not necessary for an understanding of the development, performance or position of the entity.

#### **RESULTS AND DIVIDENDS**

The profit for the year, after taxation, amounted to £181,615. Particulars of dividends paid are detailed in note 9 to the financial statements.

#### **FINANCIAL INSTRUMENTS**

Details of the company's financial risk management objectives and policies are included in note 15 to the accounts.

#### **DIRECTORS**

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

Mr D. F. Lockett  
Mr I. M. Lockett  
Mr S. D. Lockett

#### **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.

LUCKETTS HOLDINGS LIMITED

THE DIRECTORS' REPORT *(continued)*

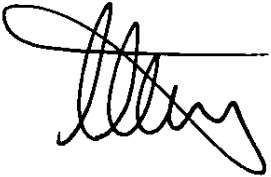
YEAR ENDED 31st AUGUST 2008

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.

Registered office:  
Broadcut  
Wallington  
Fareham  
Hampshire  
PO16 8TB

Signed by order of the directors

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MR I. M. LUCKETT  
Company Secretary

Approved by the directors on 13/4/9

**LUCKETTS HOLDINGS LIMITED**

**INDEPENDENT AUDITOR'S REPORT TO LUCKETTS HOLDINGS LIMITED**

**UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts, together with the financial statements of Lucketts Holdings Limited for the year ended 31st August 2008 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.

*Taylor Cocks*

taylorcocks | chartered accountants  
chartered tax advisers

registered auditors: portsmouth

date: 13/2/9

**LUCKETTS HOLDINGS LIMITED**

**ABBREVIATED PROFIT AND LOSS ACCOUNT**

**YEAR ENDED 31st AUGUST 2008**

|                                                      | Note     | 2008<br>£             | 2007<br>£             |
|------------------------------------------------------|----------|-----------------------|-----------------------|
| <b>GROSS PROFIT</b>                                  |          | <b>167,116</b>        | <b>88,893</b>         |
| Administrative expenses                              |          | <u>61,766</u>         | <u>40,614</u>         |
| <b>OPERATING PROFIT</b>                              | <b>2</b> | <b>105,350</b>        | <b>48,279</b>         |
| Income from shares in group undertakings             | 4        | 130,000               | 180,000               |
| Income from current asset investments                | 5        | 750                   | 682                   |
| Interest receivable and similar income               |          | 2                     | -                     |
| Amounts written off current asset investments        | 6        | -                     | (671)                 |
| Interest payable and similar charges                 | 7        | (39,556)              | (31,833)              |
| <b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b> |          | <b>196,546</b>        | <b>196,457</b>        |
| Tax on profit on ordinary activities                 | 8        | 14,931                | 3,954                 |
| <b>PROFIT FOR THE FINANCIAL YEAR</b>                 |          | <b><u>181,615</u></b> | <b><u>192,503</u></b> |

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.

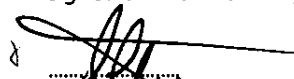
The notes on pages 8 to 15 form part of these abbreviated accounts.

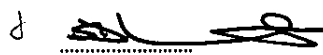
**LUCKETTS HOLDINGS LIMITED**  
**ABBREVIATED BALANCE SHEET**  
**31st AUGUST 2008**

|                                                                | Note | 2008<br>£        | 2007<br>£        |
|----------------------------------------------------------------|------|------------------|------------------|
| <b>FIXED ASSETS</b>                                            |      |                  |                  |
| Tangible assets                                                | 10   | 972,509          | 740,383          |
| Investments                                                    | 11   | 1,215,547        | 1,215,547        |
|                                                                |      | <u>2,188,056</u> | <u>1,955,930</u> |
| <b>CURRENT ASSETS</b>                                          |      |                  |                  |
| Debtors                                                        | 12   | 151,657          | 229,700          |
| Cash at bank                                                   |      | 116,018          | 39,233           |
|                                                                |      | <u>267,675</u>   | <u>268,933</u>   |
| <b>CREDITORS: Amounts falling due within one year</b>          | 13   | <u>1,204,275</u> | <u>1,043,686</u> |
| <b>NET CURRENT LIABILITIES</b>                                 |      | <u>(936,600)</u> | <u>(774,753)</u> |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>                   |      | <u>1,251,456</u> | <u>1,181,177</u> |
| <b>CREDITORS: Amounts falling due after more than one year</b> | 14   | 534,248          | 465,584          |
|                                                                |      | <u>717,208</u>   | <u>715,593</u>   |
| <b>CAPITAL AND RESERVES</b>                                    |      |                  |                  |
| Called-up equity share capital                                 | 17   | 10,000           | 10,000           |
| Profit and loss account                                        | 18   | 707,208          | 705,593          |
| <b>SHAREHOLDERS' FUNDS</b>                                     | 19   | <u>717,208</u>   | <u>715,593</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 15/2/09, and are signed on their behalf by:

  
 MR I. M. LOCKETT

  
 MR S. D. LOCKETT

The notes on pages 8 to 15 form part of these abbreviated accounts.

LUCKETTS HOLDINGS LIMITED  
CASH FLOW STATEMENT  
YEAR ENDED 31st AUGUST 2008

|                                                        | Note | 2008<br>£     | 2007<br>£    |
|--------------------------------------------------------|------|---------------|--------------|
| NET CASH INFLOW/(OUTFLOW) FROM<br>OPERATING ACTIVITIES | 20   | 322,878       | (179,790)    |
| RETURNS ON INVESTMENTS AND<br>SERVICING OF FINANCE     | 20   | 91,196        | 148,849      |
| TAXATION                                               | 20   | (3,954)       | (1,637)      |
| CAPITAL EXPENDITURE AND<br>FINANCIAL INVESTMENT        | 20   | (238,470)     | -            |
| EQUITY DIVIDENDS PAID                                  |      | (180,000)     | (180,000)    |
| CASH OUTFLOW BEFORE FINANCING                          |      | (8,350)       | (212,578)    |
| FINANCING                                              | 20   | 85,135        | 218,500      |
| INCREASE IN CASH                                       | 20   | <u>76,785</u> | <u>5,922</u> |

The notes on pages 8 to 15 form part of these abbreviated accounts.

# LUCKETTS HOLDINGS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31st AUGUST 2008

### 1. ACCOUNTING POLICIES

#### Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of financial instruments.

#### Consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a medium-sized group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

#### Turnover

Turnover represents amounts receivable during the year, 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 Property   | - | 2% straight line     |
| Plant & Machinery   | - | 10% straight line    |
| Fixtures & Fittings | - | 20% reducing balance |

#### 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.

#### Current asset investments

Current asset investments represent investments listed on a recognised stock exchange and are valued at mid market value in the balance sheet. All movements in value arising from changes are recognised in the profit and loss account.

### 2. OPERATING PROFIT

Operating profit is stated after charging:

|                                    | 2008  | 2007  |
|------------------------------------|-------|-------|
|                                    | £     | £     |
| Directors' emoluments              | -     | -     |
| Depreciation of owned fixed assets | 6,344 | 6,076 |
| Auditor's remuneration             |       |       |
| - as auditor                       | 2,000 | 2,250 |

### 3. PARTICULARS OF EMPLOYEES

No salaries or wages have been paid to employees, including the directors, during the year.

LUCKETTS HOLDINGS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31st AUGUST 2008

4. INCOME FROM SHARES IN GROUP UNDERTAKINGS

|                                | 2008<br>£      | 2007<br>£      |
|--------------------------------|----------------|----------------|
| Income from group undertakings | <u>130,000</u> | <u>180,000</u> |

5. INCOME FROM CURRENT ASSET INVESTMENTS

|                                       | 2008<br>£  | 2007<br>£  |
|---------------------------------------|------------|------------|
| Income from current asset investments | <u>750</u> | <u>682</u> |

6. AMOUNTS WRITTEN OFF CURRENT ASSET INVESTMENTS

|                                              | 2008<br>£ | 2007<br>£  |
|----------------------------------------------|-----------|------------|
| Amount written off current asset investments | <u>-</u>  | <u>671</u> |

7. INTEREST PAYABLE AND SIMILAR CHARGES

|                                    | 2008<br>£     | 2007<br>£     |
|------------------------------------|---------------|---------------|
| Interest payable on bank borrowing | 39,556        | 31,825        |
| Other similar charges payable      | -             | 8             |
|                                    | <u>39,556</u> | <u>31,833</u> |

8. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

|                                                                             | 2008<br>£     | 2007<br>£    |
|-----------------------------------------------------------------------------|---------------|--------------|
| Current tax:                                                                |               |              |
| UK Corporation tax based on the results for the year at 20.40% (2007 - 20%) | 14,931        | 3,954        |
| Total current tax                                                           | <u>14,931</u> | <u>3,954</u> |

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 20.40% (2007 - 20%).

|                                                       | 2008<br>£      | 2007<br>£      |
|-------------------------------------------------------|----------------|----------------|
| Profit on ordinary activities before taxation         | <u>196,546</u> | <u>196,457</u> |
| Profit on ordinary activities by rate of tax          | 40,095         | 39,291         |
| Depreciation in excess of capital allowances          | 711            | 783            |
| Franked Investment Income                             | (26,673)       | (36,136)       |
| Expenses not deductible for tax purposes              | 798            | 134            |
| Difference due to change in tax rates during the year | -              | (118)          |
| Total current tax (note 8(a))                         | <u>14,931</u>  | <u>3,954</u>   |

**LUCKETTS HOLDINGS LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31st AUGUST 2008**

**9. DIVIDENDS**

**Dividends on equity shares**

|                                     | 2008<br>£      | 2007<br>£      |
|-------------------------------------|----------------|----------------|
| Paid during the year:               |                |                |
| Equity dividends on ordinary shares | <u>180,000</u> | <u>180,000</u> |

**10. TANGIBLE FIXED ASSETS**

|                       | Freehold<br>Property<br>£ | Plant &<br>Machinery<br>£ | Fixtures &<br>Fittings<br>£ | Total<br>£       |
|-----------------------|---------------------------|---------------------------|-----------------------------|------------------|
| <b>COST</b>           |                           |                           |                             |                  |
| At 1st September 2007 | 754,778                   | 19,416                    | 8,132                       | 782,326          |
| Additions             | <u>235,000</u>            | <u>-</u>                  | <u>3,470</u>                | <u>238,470</u>   |
| At 31st August 2008   | <u>989,778</u>            | <u>19,416</u>             | <u>11,602</u>               | <u>1,020,796</u> |
| <b>DEPRECIATION</b>   |                           |                           |                             |                  |
| At 1st September 2007 | 30,257                    | 6,272                     | 5,414                       | 41,943           |
| Charge for the year   | <u>3,703</u>              | <u>1,693</u>              | <u>948</u>                  | <u>6,344</u>     |
| At 31st August 2008   | <u>33,960</u>             | <u>7,965</u>              | <u>6,362</u>                | <u>48,287</u>    |
| <b>NET BOOK VALUE</b> |                           |                           |                             |                  |
| At 31st August 2008   | <u>955,818</u>            | <u>11,451</u>             | <u>5,240</u>                | <u>972,509</u>   |
| At 31st August 2007   | <u>724,521</u>            | <u>13,144</u>             | <u>2,718</u>                | <u>740,383</u>   |

**11. INVESTMENTS**

**FIXED ASSET INVESTMENTS**

|                                            | £                |
|--------------------------------------------|------------------|
| <b>COST</b>                                |                  |
| At 1st September 2007 and 31st August 2008 | <u>1,215,547</u> |
| <b>NET BOOK VALUE</b>                      |                  |
| At 31st August 2008                        | <u>1,215,547</u> |
| At 31st August 2007                        | <u>1,215,547</u> |

**LUCKETTS HOLDINGS LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31st AUGUST 2008**

**11. INVESTMENTS (continued)**

The company owns 100% of the issued share capital of the companies listed below, all of which operate in the coach hire and coach tours industry.

|                                       | 2008<br>£         | 2007<br>£         |
|---------------------------------------|-------------------|-------------------|
| <b>Aggregate capital and reserves</b> |                   |                   |
| H. Locketts & Co. Limited             | 1,109,437         | 1,101,826         |
| Locketts Travel Limited               | 57,576            | 30,011            |
| Worthing Coaches Limited              | 909,971           | 903,507           |
| Locketts Services Limited (dormant)   | 100               | 100               |
| Coachman Limited (dormant)            | 2                 | 2                 |
|                                       | <b>2008<br/>£</b> | <b>2007<br/>£</b> |
| <b>Profit and (loss) for the year</b> |                   |                   |
| H. Locketts & Co. Limited             | 37,611            | 166,292           |
| Locketts Travel Limited               | 57,565            | 3,997             |
| Worthing Coaches Limited              | 76,464            | 72,240            |

**12. DEBTORS**

|                                    | 2008<br>£      | 2007<br>£      |
|------------------------------------|----------------|----------------|
| Trade debtors                      | —              | 10,096         |
| Amounts owed by group undertakings | 121,883        | 15,637         |
| VAT recoverable                    | 2,895          | 178,569        |
| Current asset investments          | 16,111         | 16,111         |
| Prepayments and accrued income     | 10,768         | 9,287          |
|                                    | <b>151,657</b> | <b>229,700</b> |

**13. CREDITORS: Amounts falling due within one year**

|                                    | 2008<br>£        | 2007<br>£        |
|------------------------------------|------------------|------------------|
| Bank loans                         | 83,498           | 67,027           |
| Trade creditors                    | 11,875           | 5,318            |
| Amounts owed to group undertakings | 1,053,195        | 930,203          |
| Corporation tax                    | 14,931           | 3,954            |
| Other creditors                    | —                | 5,906            |
| Directors current accounts         | 24,588           | 24,853           |
| Accruals and deferred income       | 16,188           | 6,425            |
|                                    | <b>1,204,275</b> | <b>1,043,686</b> |

The bank loans are secured by charges over the freehold land and property of the company and a floating charge over the assets of the company.

**LUCKETTS HOLDINGS LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31st AUGUST 2008**

**14. CREDITORS: Amounts falling due after more than one year**

|            | 2008           | 2007           |
|------------|----------------|----------------|
|            | £              | £              |
| Bank loans | <u>534,248</u> | <u>465,584</u> |

The bank loans are secured by charges over the freehold land and property of the company and a floating charge over the assets of the company.

Of the amounts shown as falling due greater than one year £245,183 is due greater than five years.

**15. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES**

**Financial instruments policy**

It is the company's policy to minimise the cost of borrowings whilst retaining the flexibility of funding opportunities.

**Interest rate risk**

The company's financial instruments have been entered into under a mixture of fixed and variable interest rates. The company's bank loans are wholly repayable by instalments at 2% over the bank's base rate, whilst the company's overdraft incurs interest at 1.7% above base.

**Currency risk**

As at 31st August 2008 the company had no material currency exposures relating to trading activities. The company's financial instruments are materially denominated in sterling.

**Available facilities**

The company shares a group overdraft with other members of the Locketts Holdings Limited group which provides for finance of up to £300,000. At 31st August 2008 the group had undrawn committed facilities of £300,000.

**Fair value of financial assets and liabilities**

An assessment of the fair value of the group's financial instruments held for financing purposes has been undertaken as at 31st August 2008. No material differences exist between book and fair value.

**16. TRANSACTIONS WITH THE DIRECTORS**

The directors maintain loan accounts with the company. At the year end the company owed its directors the following amounts: Mr D. F. Lockett £1,270 (2007 - £1,305), Mr S. D. Lockett £12,215 (2007 - £10,533) and Mr I. M. Lockett £11,104 (2007 - £13,015).

The company was under the effective control of Mr D.F. Lockett by virtue of his shareholding.

LUCKETTS HOLDINGS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31st AUGUST 2008

17. SHARE CAPITAL

Authorised share capital:

|                                    | 2008           | 2007           |
|------------------------------------|----------------|----------------|
|                                    | £              | £              |
| 94,000 Ordinary shares of £1 each  | 94,000         | 94,000         |
| 6,000 Preference shares of £1 each | 6,000          | 6,000          |
|                                    | <u>100,000</u> | <u>100,000</u> |

Allotted, called up and fully paid:

|                              | 2008          |               | 2007          |               |
|------------------------------|---------------|---------------|---------------|---------------|
|                              | No            | £             | No            | £             |
| Ordinary shares of £1 each   | 4,000         | 4,000         | 4,000         | 4,000         |
| Preference shares of £1 each | 6,000         | 6,000         | 6,000         | 6,000         |
|                              | <u>10,000</u> | <u>10,000</u> | <u>10,000</u> | <u>10,000</u> |

18. PROFIT AND LOSS ACCOUNT

|                               | 2008           | 2007           |
|-------------------------------|----------------|----------------|
|                               | £              | £              |
| Balance brought forward       | 705,593        | 693,090        |
| Profit for the financial year | 181,615        | 192,503        |
| Equity dividends              | (180,000)      | (180,000)      |
| Balance carried forward       | <u>707,208</u> | <u>705,593</u> |

19. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

|                                     | 2008           | 2007           |
|-------------------------------------|----------------|----------------|
|                                     | £              | £              |
| Profit for the financial year       | 181,615        | 192,503        |
| Equity dividends                    | (180,000)      | (180,000)      |
| Net addition to shareholders' funds | 1,615          | 12,503         |
| Opening shareholders' funds         | 715,593        | 703,090        |
| Closing shareholders' funds         | <u>717,208</u> | <u>715,593</u> |

20. NOTES TO THE STATEMENT OF CASH FLOWS

RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES

|                                                     | 2008           | 2007             |
|-----------------------------------------------------|----------------|------------------|
|                                                     | £              | £                |
| Operating profit                                    | 105,350        | 48,279           |
| Depreciation                                        | 6,344          | 6,076            |
| Decrease/(increase) in debtors                      | 78,043         | (94,878)         |
| Increase/(decrease) in creditors                    | 133,141        | (139,267)        |
| Net cash inflow/(outflow) from operating activities | <u>322,878</u> | <u>(179,790)</u> |

LUCKETTS HOLDINGS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31st AUGUST 2008

20. NOTES TO THE STATEMENT OF CASH FLOWS *(continued)*

RETURNS ON INVESTMENTS AND SERVICING OF FINANCE

|                                                                      | 2008<br>£     | 2007<br>£      |
|----------------------------------------------------------------------|---------------|----------------|
| Income from group undertakings                                       | 130,000       | 180,000        |
| Income from other fixed asset investments                            | 750           | 682            |
| Interest received                                                    | 2             | -              |
| Interest paid                                                        | (39,556)      | (31,833)       |
| Net cash inflow from returns on investments and servicing of finance | <u>91,196</u> | <u>148,849</u> |

TAXATION

|          | 2008<br>£      | 2007<br>£      |
|----------|----------------|----------------|
| Taxation | <u>(3,954)</u> | <u>(1,637)</u> |

CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT

|                                                                   | 2008<br>£        | 2007<br>£ |
|-------------------------------------------------------------------|------------------|-----------|
| Payments to acquire tangible fixed assets                         | <u>(238,470)</u> | -         |
| Net cash outflow for capital expenditure and financial investment | <u>(238,470)</u> | -         |

FINANCING

|                                | 2008<br>£     | 2007<br>£      |
|--------------------------------|---------------|----------------|
| New bank loans                 | 165,000       | 262,000        |
| Repayment of bank loans        | (79,865)      | (43,500)       |
| Net cash inflow from financing | <u>85,135</u> | <u>218,500</u> |

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

|                                   | 2008<br>£       | £                | 2007<br>£        | £                |
|-----------------------------------|-----------------|------------------|------------------|------------------|
| Increase in cash in the period    | 76,785          |                  | 5,922            |                  |
| Net cash (inflow) from bank loans | <u>(85,135)</u> |                  | <u>(218,500)</u> |                  |
|                                   |                 | (8,350)          |                  | (212,578)        |
| Change in net debt                |                 | (8,350)          |                  | (212,578)        |
| Net debt at 1 September 2007      |                 | (493,378)        |                  | (280,800)        |
| Net debt at 31 August 2008        |                 | <u>(501,728)</u> |                  | <u>(493,378)</u> |

LUCKETTS HOLDINGS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31st AUGUST 2008

20. NOTES TO THE STATEMENT OF CASH FLOWS *(continued)*

ANALYSIS OF CHANGES IN NET DEBT

|                          | At<br>1 Sep 2007<br>£ | Cash flows<br>£ | At<br>31 Aug 2008<br>£ |
|--------------------------|-----------------------|-----------------|------------------------|
| Net cash:                |                       |                 |                        |
| Cash in hand and at bank | 39,233                | 76,785          | 116,018                |
| Debt:                    |                       |                 |                        |
| Debt due within 1 year   | (67,027)              | (16,471)        | (83,498)               |
| Debt due after 1 year    | (465,584)             | (68,664)        | (534,248)              |
|                          | (532,611)             | (85,135)        | (617,746)              |
| Net debt                 | (493,378)             | (8,350)         | (501,728)              |