

COMPANY REGISTRATION NUMBER 03625708

LUCKETTS HOLDINGS LIMITED
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31st AUGUST 2014

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3 Acorn Business Centre
Northarbour Road
Cosham
Portsmouth
PO6 3TH

LUCKETTS HOLDINGS LIMITED

CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31st AUGUST 2014

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LUCKETTS HOLDINGS LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

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

Company secretary

Mr I. M. Lockett

Registered office

Broadcut
Wallington
Fareham
Hampshire
PO16 8TB

Auditor

taylorcocks
Chartered Accountants
& Statutory Auditor
3 Acorn Business Centre
Northarbour Road
Cosham
Portsmouth
PO6 3TH

LUCKETTS HOLDINGS LIMITED

STRATEGIC REPORT

YEAR ENDED 31st AUGUST 2014

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

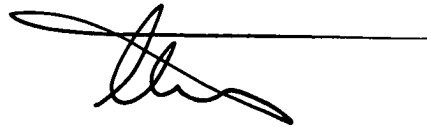
The principal activity of the company during the year was that of a holding and property investment company. The principal activity of the group was that of coach travel operator and tour operator.

The business has continued to develop well and has not faced any unusual risks or uncertainties in the year. The financial results of the group can be seen within the attached accounts. Given the straightforward nature of the business and the detailed information contained within these accounts, the group'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.

FUTURE DEVELOPMENTS

There have been no important events since the year end to be reported. The group's performance to date is consistent with expectations that 2015 will be another successful year.

Signed by order of the directors



MR I. M. LUCKETT
Company Secretary

Approved by the directors on 21/4/2015

LUCKETTS HOLDINGS LIMITED

DIRECTORS' REPORT

YEAR ENDED 31st AUGUST 2014

The directors present their report and the consolidated financial statements of the group for the year ended 31st August 2014.

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £1,248,357. Particulars of dividends paid are detailed in note 10 to the consolidated financial statements.

FINANCIAL INSTRUMENTS

Details of the group's financial risk management objectives and policies are included in note 20 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 Strategic Report, Directors' Report and the consolidated financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare consolidated financial statements for each financial year. Under that law the directors have elected to prepare the consolidated 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 consolidated financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that year.

In preparing these consolidated financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the consolidated financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the group's and company's transactions and disclose with reasonable accuracy at any time the financial position of the group and enable them to ensure that the consolidated financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DISABLED EMPLOYEES

The company gives full consideration to applications for employment from disabled persons where the requirements of the job can be adequately fulfilled by a handicapped or disabled person. Where existing employees become disabled, it is the company's policy wherever practicable to provide continuing employment under normal terms and conditions and to provide training and career development and promotion to disabled employees wherever appropriate.

LUCKETTS HOLDINGS LIMITED

DIRECTORS' REPORT *(continued)*

YEAR ENDED 31st AUGUST 2014

EMPLOYEE INVOLVEMENT

During the year, the policy of providing employees with information about the company has been continued through internal media methods in which employees have also been encouraged to present their suggestions and views on the company's performance. Regular meetings are held between local management and employees to allow a free flow of information and ideas. Employees participate directly in the success of the business through the company's profit sharing schemes and are encouraged to invest in the company through participation in share option schemes.

STRATEGIC REPORT

The company has chosen in accordance with section 414C(11) of the Companies Act 2006 to set out in the company's strategic report information and this includes information that would have been included in the business review and the principal risks and uncertainties.

AUDITOR

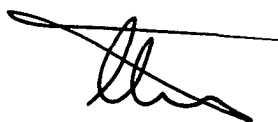
taylorcocks are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

Each of the persons who is a director at the date of approval of this report confirm that:

- so far as each director is aware, there is no relevant audit information of which the group's auditor is unaware; and
- each director has taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Registered office:
Broadcut
Wallington
Fareham
Hampshire
PO16 8TB

Signed by order of the directors



MR I. M. LUCKETT
Company Secretary

Approved by the directors on 21/4/2015

LUCKETTS HOLDINGS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF LUCKETTS HOLDINGS LIMITED

YEAR ENDED 31st AUGUST 2014

We have audited the group and parent company consolidated financial statements ("the consolidated financial statements") of Lucketts Holdings Limited for the year ended 31st August 2014. 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).

This report is made solely to the company's shareholders, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an 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 and the company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

As explained more fully in the Directors' Responsibilities Statement set out on page 3, the directors are responsible for the preparation of the consolidated 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 consolidated financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the consolidated financial statements sufficient to give reasonable assurance that the consolidated 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 group's and the parent 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 consolidated financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited consolidated financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

OPINION ON CONSOLIDATED FINANCIAL STATEMENTS

In our opinion the consolidated financial statements:

- give a true and fair view of the state of the group's and parent company's affairs as at 31st August 2014 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

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

LUCKETTS HOLDINGS LIMITED

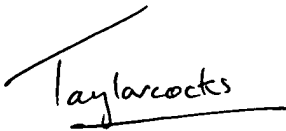
INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF LUCKETTS HOLDINGS LIMITED (continued)

YEAR ENDED 31st AUGUST 2014

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company consolidated 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.



JAMES BLAKE ACA (Senior Statutory Auditor)

For and on behalf of



taylorcocks

Statutory Auditor

Office: Portsmouth

Date: 23/4/2015

LUCKETTS HOLDINGS LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31st AUGUST 2014

	Note	2014 £	2013 £
GROUP TURNOVER	2	20,168,316	17,453,780
Cost of sales		<u>15,286,991</u>	<u>12,973,086</u>
GROSS PROFIT		4,881,325	4,480,694
Administrative expenses		3,139,285	3,124,037
Other operating income		<u>–</u>	<u>(204)</u>
OPERATING PROFIT	3	1,742,040	1,356,861
Income from current asset investments	6	353	448
Interest receivable and similar income		(274)	8
Interest payable and similar charges	7	<u>(260,811)</u>	<u>(219,740)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		1,481,308	1,137,577
Tax on profit on ordinary activities	8	232,951	284,657
PROFIT FOR THE FINANCIAL YEAR	9	<u>1,248,357</u>	<u>852,920</u>

All of the activities of the group are classed as continuing.

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

The company has taken advantage of section 408 of the Companies Act 2006 not to publish its own Profit and Loss Account.

The notes on pages 11 to 23 form part of these consolidated financial statements.

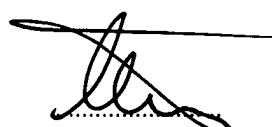
LUCKETTS HOLDINGS LIMITED

GROUP BALANCE SHEET

31st AUGUST 2014

		2014		2013	
	Note	£	£	£	£
FIXED ASSETS					
Intangible assets	11		219,132		256,329
Tangible assets	12		14,265,522		14,485,795
			<u>14,484,654</u>		<u>14,742,124</u>
CURRENT ASSETS					
Stocks	14	264,460		196,231	
Debtors	15	1,921,359		1,756,198	
Cash at bank and in hand		<u>696,166</u>		<u>655,157</u>	
		2,881,985		2,607,586	
CREDITORS: Amounts falling due within one year	16	<u>4,892,377</u>		<u>4,770,946</u>	
NET CURRENT LIABILITIES			<u>(2,010,392)</u>		<u>(2,163,360)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>12,474,262</u>		<u>12,578,764</u>
CREDITORS: Amounts falling due after more than one year	17		6,191,921		7,194,787
PROVISIONS FOR LIABILITIES					
Deferred taxation	19		<u>1,035,610</u>		<u>1,112,603</u>
			<u>5,246,731</u>		<u>4,271,374</u>
CAPITAL AND RESERVES					
Called-up equity share capital	23		10,000		10,000
Profit and loss account	24		<u>5,236,731</u>		<u>4,261,374</u>
SHAREHOLDERS' FUNDS	25		<u>5,246,731</u>		<u>4,271,374</u>

These accounts were approved by the directors and authorised for issue on 21/4/2015, and are signed on their behalf by:


MR I. M. LUCKETT


MR S. D. LUCKETT

The notes on pages 11 to 23 form part of these consolidated financial statements.

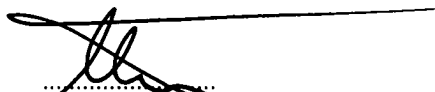
LUCKETTS HOLDINGS LIMITED

BALANCE SHEET

31st AUGUST 2014

		2014		2013	
	Note	£	£	£	£
FIXED ASSETS					
Tangible assets	12		2,517,146		2,533,444
Investments	13		2,891,739		2,891,739
			<u>5,408,885</u>		<u>5,425,183</u>
CURRENT ASSETS					
Debtors	15	133,548		106,388	
Cash at bank		<u>1,012,554</u>		<u>231,408</u>	
		1,146,102		337,796	
CREDITORS: Amounts falling due within one year	16	<u>4,444,167</u>		<u>3,494,446</u>	
NET CURRENT LIABILITIES			<u>(3,298,065)</u>		<u>(3,156,650)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2,110,820</u>		<u>2,268,533</u>
CREDITORS: Amounts falling due after more than one year	17		1,005,327		1,075,954
PROVISIONS FOR LIABILITIES					
Deferred taxation	19		<u>27,771</u>		<u>31,601</u>
			<u>1,077,722</u>		<u>1,160,978</u>
CAPITAL AND RESERVES					
Called-up equity share capital	23		10,000		10,000
Profit and loss account	24		<u>1,067,722</u>		<u>1,150,978</u>
SHAREHOLDERS' FUNDS			<u>1,077,722</u>		<u>1,160,978</u>

These accounts were approved by the directors and authorised for issue on 21/4/2015, and are signed on their behalf by:


MR I. M. LUCKETT


MR S. D. LUCKETT

Company Registration Number: 03625708

The notes on pages 11 to 23 form part of these consolidated financial statements.

LUCKETTS HOLDINGS LIMITED

GROUP CASH FLOW STATEMENT

YEAR ENDED 31st AUGUST 2014

		2014		2013	
	Note	£	£	£	£
NET CASH INFLOW FROM OPERATING ACTIVITIES	26		3,163,495		2,874,385
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE	26		(260,732)		(219,284)
TAXATION	26		(241,496)		(415,891)
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT	26		(63,687)		(1,009,178)
EQUITY DIVIDENDS PAID			(273,000)		(180,000)
CASH INFLOW BEFORE FINANCING			2,324,580		1,050,032
FINANCING	26		(2,283,571)		(1,072,267)
INCREASE/(DECREASE) IN CASH	26		41,009		(22,235)

The notes on pages 11 to 23 form part of these consolidated financial statements.

LUCKETTS HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31st AUGUST 2014

1. ACCOUNTING POLICIES

Basis of accounting

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

Basis of consolidation

The consolidated financial statements incorporate the consolidated financial statements of the company and all group undertakings. These are adjusted, where appropriate, to conform to group accounting policies. Acquisitions are accounted for under the acquisition method and goodwill on consolidation is capitalised and written off over ten years from the year of acquisition. The results of companies acquired or disposed of are included in the profit and loss account after or up to the date that control passes respectively. As a consolidated profit and loss account is published, a separate profit and loss account for the parent company is omitted from the group consolidated financial statements by virtue of section 408 of the Companies Act 2006.

Turnover

Turnover represents income from coach hire, maintenance services and tour operations provided during the year, excluding value added tax. Turnover is recognised on the departure date of completed tours, contract hire, or in respect of services provided under contractual arrangements turnover is recognised as a proportion of total services to be provided.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill	- 10% straight line
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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	- 10-20% reducing balance
Fixtures & Fittings	- 20-50% reducing balance
Motor Vehicles	- 10-25% reducing balance
Equipment	- 50% reducing balance

Stocks

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

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account at a constant rate of charge on the balance of capital repayments outstanding.

LUCKETTS HOLDINGS LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****YEAR ENDED 31st AUGUST 2014****1. ACCOUNTING POLICIES *(continued)*****Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

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 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.

Investments

In the company balance sheet, for fixed asset investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value only of the shares issued. Any premium is ignored.

Current asset investments are stated at the lower of cost and net realisable value.

2. TURNOVER

The turnover and profit before tax are attributable to the one principal activity of the group.

An analysis of turnover is given below:

	2014	2013
	£	£
United Kingdom	<u>20,168,316</u>	<u>17,453,780</u>

3. OPERATING PROFIT

Operating profit is stated after charging:

	2014	2013
	£	£
Amortisation of intangible assets	37,197	37,197
Depreciation of owned fixed assets	500,242	393,603
Depreciation of assets held under hire purchase agreements	1,239,325	1,083,175
Loss on disposal of fixed assets	1,617	94,920
Auditor's remuneration - for other services	<u>32,405</u>	<u>37,025</u>

LUCKETTS HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31st AUGUST 2014

Auditor's fees

The fees charged by the auditor can be further analysed under the following headings for services rendered:

	2014	2013
	£	£
Audit of the parent company	2,500	2,500
Audit of the subsidiary companies	16,500	16,500
Accountancy services	7,405	12,025
Taxation services	6,000	6,000
	<u>32,405</u>	<u>37,025</u>

4. PARTICULARS OF EMPLOYEES

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

	2014	2013
	No	No
Number of administrative staff	21	28
Number of management staff	9	9
Number of operations staff	17	10
Number of coach drivers	191	164
Number of workshop staff	16	13
	<u>254</u>	<u>224</u>

The aggregate payroll costs of the above were:

	2014	2013
	£	£
Wages and salaries	6,129,612	4,969,854
Social security costs	548,922	430,280
Other pension costs	137,383	127,822
	<u>6,815,917</u>	<u>5,527,956</u>

5. DIRECTORS' REMUNERATION

The directors' aggregate remuneration in respect of qualifying services were:

	2014	2013
	£	£
Remuneration receivable	134,384	141,158
Value of company pension contributions to money purchase schemes	109,600	91,666
	<u>243,984</u>	<u>232,824</u>

The number of directors who accrued benefits under company pension schemes was as follows:

	2014	2013
	No	No
Money purchase schemes	<u>2</u>	<u>2</u>

LUCKETTS HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31st AUGUST 2014

6. INCOME FROM CURRENT ASSET INVESTMENTS

	2014	2013
	£	£
Income from current asset investments	<u>353</u>	<u>448</u>

7. INTEREST PAYABLE AND SIMILAR CHARGES

	2014	2013
	£	£
Interest payable on bank borrowing	22,141	7,991
Finance charges	233,325	207,789
Other similar charges payable	<u>5,345</u>	<u>3,960</u>
	<u>260,811</u>	<u>219,740</u>

8. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2014	2013
	£	£
Current tax:		
In respect of the year:		
UK Corporation tax based on the results for the year at 22.17% (2013 - 23.58%)	309,906	240,220
Under provision in prior year	<u>38</u>	<u>-</u>
Total current tax	<u>309,944</u>	<u>240,220</u>
Deferred tax:		
Origination and reversal of timing differences (note 19)		
Capital allowances	13,536	44,437
Effect of changed tax rate on opening balance	<u>(90,529)</u>	<u>-</u>
Total deferred tax (note 19)	<u>(76,993)</u>	<u>44,437</u>
Tax on profit on ordinary activities	<u>232,951</u>	<u>284,657</u>

LUCKETTS HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31st AUGUST 2014

8. TAXATION ON ORDINARY ACTIVITIES *(continued)*

(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 22.17% (2013 - 23.58%).

	2014	2013
	£	£
Profit on ordinary activities before taxation	<u>1,481,308</u>	<u>1,137,577</u>
Profit on ordinary activities by rate of tax	328,406	268,241
Fixed asset timing differences	(26,190)	(33,841)
Expenses not deductible for tax purposes	8,990	10,263
Marginal rate relief	(1,300)	(4,443)
Under provision in prior year	38	-
Total current tax (note 8(a))	<u>309,944</u>	<u>240,220</u>

9. PROFIT ATTRIBUTABLE TO MEMBERS OF THE PARENT COMPANY

The profit dealt with in the consolidated financial statements of the parent company was £189,744 (2013 - £139,924).

10. DIVIDENDS

Equity dividends

	2014	2013
	£	£
Paid		
Equity dividends on ordinary shares	<u>273,000</u>	<u>180,000</u>

11. INTANGIBLE FIXED ASSETS

Group	Goodwill
	£
COST	
At 1st September 2013 and 31st August 2014	<u>371,973</u>
AMORTISATION	
At 1st September 2013	115,644
Charge for the year	<u>37,197</u>
At 31st August 2014	<u>152,841</u>
NET BOOK VALUE	
At 31st August 2014	<u>219,132</u>
At 31st August 2013	<u>256,329</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31st AUGUST 2014

12. TANGIBLE FIXED ASSETS

Group	Freehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Equipment £	Total £
COST						
At 1 Sep 2013	2,735,109	361,191	281,896	18,088,406	111,864	21,578,466
Additions	–	62,209	–	1,476,400	–	1,538,609
Disposals	–	(7,697)	–	(54,000)	–	(61,697)
At 31 Aug 2014	2,735,109	415,703	281,896	19,510,806	111,864	23,055,378
DEPRECIATION						
At 1 Sep 2013	46,460	320,279	216,084	6,406,914	102,934	7,092,671
Charge for the year	15,661	12,997	10,450	1,697,970	2,489	1,739,567
On disposals	–	–	–	(42,382)	–	(42,382)
At 31 Aug 2014	62,121	333,276	226,534	8,062,502	105,423	8,789,856
NET BOOK VALUE						
At 31 Aug 2014	2,672,988	82,427	55,362	11,448,304	6,441	14,265,522
At 31 Aug 2013	2,688,649	40,912	65,812	11,681,492	8,930	14,485,795

Hire purchase agreements

Included within the net book value of £14,265,522 is £7,760,010 (2013 - £8,158,478) relating to assets held under hire purchase agreements. The depreciation charged to the consolidated financial statements in the year in respect of such assets amounted to £1,239,325 (2013 - £1,083,175).

Company	Freehold Property £	Plant & Machinery £	Motor Vehicles £	Total £
COST				
At 1st September 2013 and 31st August 2014	2,556,630	16,926	22,000	2,595,556
DEPRECIATION				
At 1st September 2013	46,460	15,652	–	62,112
Charge for the year	15,661	637	–	16,298
At 31st August 2014	62,121	16,289	–	78,410
NET BOOK VALUE				
At 31st August 2014	2,494,509	637	22,000	2,517,146
At 31st August 2013	2,510,170	1,274	22,000	2,533,444

LUCKETTS HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31st AUGUST 2014

13. INVESTMENTS

Company	Group companies £
COST	
At 1st September 2013 and 31st August 2014	<u>2,891,739</u>
NET BOOK VALUE	
At 31st August 2014 and 31st August 2013	<u>2,891,739</u>

The company holds 100% of the issued Ordinary share capital in the following subsidiaries, all of which are incorporated in England.

H. Locketts & Co. Limited	- Coach travel operator
Worthing Coaches Limited	- Coach travel operator
Locketts Travel Limited	- Tour operator
Coliseum Coaches Limited	- Coach travel operator
Coachman Limited	- Dormant
Locketts Services Limited	- Dormant

14. STOCKS

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Stock	<u>264,460</u>	<u>196,231</u>	<u>-</u>	<u>-</u>

15. DEBTORS

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Trade debtors	1,378,848	1,333,165	-	-
Amounts owed by group undertakings	-	-	95,076	71,676
VAT recoverable	264,281	147,693	-	-
Other debtors	16,076	22,979	9,020	11,770
Prepayments and accrued income	262,154	252,361	29,452	22,942
	<u>1,921,359</u>	<u>1,756,198</u>	<u>133,548</u>	<u>106,388</u>

LUCKETTS HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31st AUGUST 2014

16. CREDITORS: Amounts falling due within one year

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Bank loans	356,556	355,095	112,531	101,241
Payments received on account	911,483	883,385	–	–
Trade creditors	608,799	758,794	25,845	27,429
Amounts owed to group undertakings	–	–	4,192,570	3,265,747
Hire purchase agreements	2,086,964	1,911,906	–	–
Directors' loan accounts	48,641	56,586	48,641	56,586
Corporation tax	309,906	241,458	39,251	26,194
PAYE and social security	133,291	145,552	–	–
VAT	–	–	552	4,015
Other creditors	26,828	97,902	–	–
Accruals and deferred income	409,909	320,268	24,777	13,234
	<u>4,892,377</u>	<u>4,770,946</u>	<u>4,444,167</u>	<u>3,494,446</u>

The bank loans are secured by charges over the freehold land and property of the group and a floating charge over the assets of the group. The hire purchase agreements are secured on the assets to which they relate.

17. CREDITORS: Amounts falling due after more than one year

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Bank loans	1,446,644	1,763,188	1,005,327	1,075,954
Hire purchase agreements	4,745,277	5,431,599	–	–
	<u>6,191,921</u>	<u>7,194,787</u>	<u>1,005,327</u>	<u>1,075,954</u>

The bank loans are secured by charges over the freehold land and property of the group and a floating charge over the assets of the group. The hire purchase agreements are secured on the assets to which they relate.

Of the amounts shown within bank loans as falling due greater than one year £215,083 is due greater than five years.

18. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows:

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Amounts payable within 1 year	2,086,964	1,911,906	–	–
Amounts payable between 2 to 5 years	3,743,509	4,818,986	–	–
Amounts payable after more than 5 years	1,001,768	612,613	–	–
	<u>6,832,241</u>	<u>7,343,505</u>	<u>–</u>	<u>–</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31st AUGUST 2014

19. DEFERRED TAXATION

The movement in the deferred taxation provision during the year was:

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Provision brought forward	1,112,603	1,068,166	31,601	31,601
(Decrease)/Increase in provision	(76,993)	44,437	(3,830)	-
Provision carried forward	<u>1,035,610</u>	<u>1,112,603</u>	<u>27,771</u>	<u>31,601</u>

The group's provision for deferred taxation consists of the tax effect of timing differences in respect of:

Group	2014		2013	
	Provided	Unprovided	Provided	Unprovided
	£	£	£	£
Excess of taxation allowances over depreciation on fixed assets	<u>1,035,610</u>	<u>-</u>	<u>1,112,603</u>	<u>-</u>

The company's provision for deferred taxation consists of the tax effect of timing differences in respect of:

Company	2014		2013	
	Provided	Unprovided	Provided	Unprovided
	£	£	£	£
Excess of taxation allowances over depreciation on fixed assets	<u>27,771</u>	<u>-</u>	<u>31,601</u>	<u>-</u>

20. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments policy

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

Interest rate risk

The group's financial instruments have been entered into under a mixture of fixed and variable interest rates. The group's bank loans are wholly repayable by instalments at 2% - 2.75% over the bank's base rate, whilst the group's overdraft incurs interest at 1.7% above base.

Currency risk

As at 31st August 2014 the group had no material currency exposures relating to trading activities. The group's financial instruments are materially denominated in sterling.

Available facilities

The group operates an overdraft with other members of the group which provides for finance of up to £500,000.

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 2014. No material differences exist between book and fair value.

LUCKETTS HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31st AUGUST 2014

21. CONTINGENCIES

The company has provided guarantees in respect of the group bank loans and overdraft. No losses are anticipated as a result of these guarantees, which at 31st August 2014 totalled £1,304,646 (2013 - £922,370).

22. TRANSACTIONS WITH THE DIRECTORS

The company was under the control of the directors throughout the current and preceeding year, by virtue of their majority shareholding in the company. The directors together maintain a loan account with the group. At the year end the group owed the directors together £48,641 (2013 - £56,586).

The directors received the following dividends from the company during the year:

	2014	2013
	£	£
Mr D. F. Lockett	91,000	60,000
Mr I. M. Lockett	91,000	60,000
Mr S. D. Lockett	91,000	60,000
	<u>273,000</u>	<u>180,000</u>

23. SHARE CAPITAL

Authorised share capital:

	2014	2013
	£	£
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:

	2014		2013	
	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>

LUCKETTS HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31st AUGUST 2014

24. RESERVES

Group	Profit and loss account £
Balance brought forward	4,261,374
Profit for the year	1,248,357
Equity dividends	(273,000)
Balance carried forward	<u>5,236,731</u>
Company	Profit and loss account £
Balance brought forward	1,150,978
Profit for the year	189,744
Equity dividends	(273,000)
Balance carried forward	<u>1,067,722</u>

25. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2014 £	2013 £
Profit for the financial year	1,248,357	852,920
Equity dividends	(273,000)	(180,000)
Net addition to shareholders' funds	975,357	672,920
Opening shareholders' funds	4,271,374	3,598,454
Closing shareholders' funds	<u>5,246,731</u>	<u>4,271,374</u>

26. NOTES TO THE CASH FLOW STATEMENT

**RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM
OPERATING ACTIVITIES**

	2014 £	2013 £
Operating profit	1,742,040	1,356,861
Amortisation	37,197	37,197
Depreciation	1,739,567	1,476,778
Loss on disposal of fixed assets	1,617	94,920
(Increase)/decrease in stocks	(68,229)	4,195
Increase in debtors	(165,161)	(471,863)
(Decrease)/increase in creditors	(123,536)	376,297
Net cash inflow from operating activities	<u>3,163,495</u>	<u>2,874,385</u>

LUCKETTS HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31st AUGUST 2014

26. NOTES TO THE CASH FLOW STATEMENT *(continued)*

RETURNS ON INVESTMENTS AND SERVICING OF FINANCE

	2014	2013
	£	£
Income from other fixed asset investments	353	448
Interest received	(274)	8
Interest paid	(27,486)	(11,951)
Interest element of hire purchase	(233,325)	(207,789)
Net cash outflow from returns on investments and servicing of finance	<u>(260,732)</u>	<u>(219,284)</u>

TAXATION

	2014	2013
	£	£
Taxation	<u>(241,496)</u>	<u>(415,891)</u>

CAPITAL EXPENDITURE

	2014	2013
	£	£
Payments to acquire tangible fixed assets	(81,385)	(1,315,061)
Receipts from sale of fixed assets	17,698	305,883
Net cash outflow from capital expenditure	<u>(63,687)</u>	<u>(1,009,178)</u>

FINANCING

	2014	2013
	£	£
Repayment of bank loans	(315,083)	(457,816)
Capital element of hire purchase	(1,968,488)	(614,451)
Net cash outflow from financing	<u>(2,283,571)</u>	<u>(1,072,267)</u>

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

	2014	2013
	£	£
Increase/(decrease) in cash in the period	41,009	(22,235)
Net cash outflow from bank loans	315,083	457,816
Cash outflow in respect of hire purchase	<u>1,968,488</u>	<u>614,451</u>
Change in net debt resulting from cash flows	2,324,580	1,050,032
New finance leases	<u>(1,457,224)</u>	<u>(3,576,055)</u>
Movement in net debt in the period	<u>867,356</u>	<u>(2,526,023)</u>
Net debt at 1 September 2013	<u>(8,806,631)</u>	<u>(6,280,608)</u>
Net debt at 31 August 2014	<u>(7,939,275)</u>	<u>(8,806,631)</u>

LUCKETTS HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31st AUGUST 2014

26. NOTES TO THE CASH FLOW STATEMENT *(continued)*

ANALYSIS OF CHANGES IN NET DEBT

	At 1 Sep 2013 £	Cash flows £	Other changes £	At 31 Aug 2014 £
Net cash:				
Cash in hand and at bank	655,157	41,009	—	696,166
Debt:				
Debt due within 1 year	(355,095)	(1,461)	—	(356,556)
Debt due after 1 year	(1,763,188)	316,544	—	(1,446,644)
Hire purchase agreements	(7,343,505)	1,968,488	(1,457,224)	(6,832,241)
	<u>(9,461,788)</u>	<u>2,283,571</u>	<u>(1,457,224)</u>	<u>(8,635,441)</u>
Net debt	<u>(8,806,631)</u>	<u>2,324,580</u>	<u>(1,457,224)</u>	<u>(7,939,275)</u>