

SC 89749

Ramsay World Travel Limited

**Directors' report and accounts
for the year ended 31 October 2003**



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Ramsay World Travel Limited

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Ramsay World Travel Limited

Company information

Directors	CB Ramsay JS Hughes
Secretary	CB Ramsay
Auditors	Henderson Loggie Chartered Accountants Royal Exchange Panmure Street Dundee DD1 1DZ
Solicitors	Blackadders 30 & 34 Reform Street Dundee DD1 1RJ
Registered office	14 Crichton Street Dundee
Registered number	89749

Ramsay World Travel Limited

Directors' report

The directors present their report and the accounts for the year ended 31 October 2003.

Results and dividends

The group trading profit for the year, after taxation, amounted to £235,000 (2002 - £185,000).

The directors recommend that a final dividend of £10,000 be paid, making a total dividend of £10,000. The retained profit of £225,000 (2002 - £175,000) is to be credited to reserves.

Principal activity and review of the business

The group's principal activity continues to be that of travel agents. The directors consider the turnover levels and results to be satisfactory.

Directors and their interests

The directors who served during the year and their beneficial interest in the company's issued ordinary share capital were as follows:

	2003	2002
CB Ramsay	65,000	65,000
JS Hughes	4,000	4,000

JS Hughes resigned as a director on 14 August 2003 and was subsequently reappointed as director on 25 August 2003.

In accordance with the Articles of Association, all the directors retire annually and, being eligible, offer themselves for re-election.

Auditors

The auditors, Henderson Loggie, Chartered Accountants have expressed their willingness to continue to act and a resolution for their re-appointment will be submitted to the Annual General Meeting.

By order of the board



CB Ramsay
Secretary

23 December 2003

Ramsay World Travel Limited

Statement of directors' responsibilities

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the group and of the profit or loss of the group for that period. In preparing those accounts, 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 accounts on the going concern basis unless it is inappropriate to presume that the group 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 group and to enable them to ensure that the accounts comply with the Companies Act 1985. 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.

Ramsay World Travel Limited

Independent auditors' report to the shareholders of Ramsay World Travel Limited

We have audited the accounts of Ramsay World Travel Limited for the year ended 31 October 2003 which comprise the profit and loss account, the balance sheet, the cash flow statement and the related notes. These accounts have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the statement of directors' responsibilities the company's directors are responsible for the preparation of the accounts in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the accounts, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

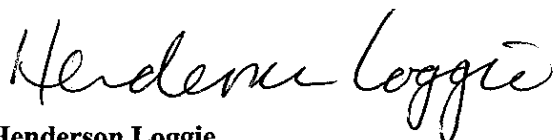
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error.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

Ramsay World Travel Limited

Independent auditors' report to the shareholders of Ramsay World Travel Limited (continued)

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31 October 2003 and of its results for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Henderson Loggie
Chartered Accountants
Registered Auditors
Dundee

23 December 2003

Ramsay World Travel Limited

Consolidated profit and loss account for the year ended 31 October 2003

	Notes	2003 £	2002 £
Turnover	2	2,457,038	2,315,604
Cost of sales		(2,058,826)	(1,929,291)
Gross profit		<u>398,212</u>	<u>386,313</u>
Administrative expenses		(272,808)	(301,540)
Other operating income		7,963	7,731
Operating profit	3	<u>133,367</u>	<u>92,504</u>
Interest receivable		156,491	140,377
Profit on ordinary activities before taxation		<u>289,858</u>	<u>232,881</u>
Tax on profit on ordinary activities	5	(54,858)	(47,881)
Profit for the financial year		<u>235,000</u>	<u>185,000</u>
Dividends	6	(10,000)	(10,000)
Retained profit for the financial year	13	<u><u>225,000</u></u>	<u><u>175,000</u></u>

The group had no recognised gains other than those included in the profit and loss account.

The notes on pages 11 to 17 form part of these accounts.

Ramsay World Travel Limited

Company profit and loss account for the year ended 31 October 2003

	Notes	2003 £	2002 £
Turnover	2	2,457,038	2,315,604
Cost of sales		(2,058,826)	(1,924,115)
Gross profit		398,212	391,489
Administrative expenses		(272,808)	(301,246)
Other operating income		7,963	7,731
Operating profit	3	133,367	97,974
Interest receivable		156,491	140,321
Dividends received		-	133,585
Profit on ordinary activities before taxation		289,858	371,880
Tax on profit on ordinary activities	5	(54,858)	(47,906)
Profit for the financial year		235,000	323,974
Dividends paid	6	(10,000)	(10,000)
Retained profit for the financial year	13	225,000	313,974

The company had no recognised gains other than those included in the profit and loss account.

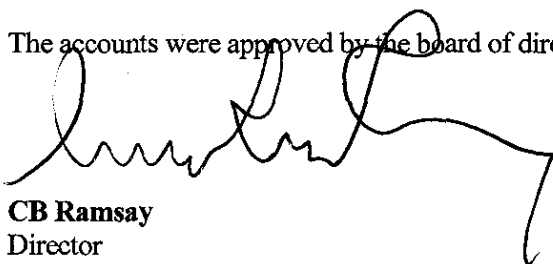
The notes on pages 11 to 17 form part of these accounts.

Ramsay World Travel Limited

Consolidated balance sheet at 31 October 2003

	Notes	£	2003 £	£	2002 £
Fixed assets					
Tangible assets	7		130,365		139,766
Investments	8		2,240		2,240
			<u>132,605</u>		<u>142,006</u>
Current assets					
Debtors	9	290,430		320,789	
Cash at bank and in hand		3,479,855		2,792,849	
		<u>3,770,285</u>		<u>3,113,638</u>	
Deferred assets					
Deferred taxation asset	10	4,386		5,565	
		<u>3,774,671</u>		<u>3,119,203</u>	
Creditors					
Amounts falling due within one year	11	2,180,118		1,759,051	
		<u></u>		<u></u>	
Net current assets			<u>1,594,553</u>		<u>1,360,152</u>
Total assets less current liabilities			<u><u>1,727,158</u></u>		<u><u>1,502,158</u></u>
Capital and reserves					
Called up share capital	12		100,000		100,000
Profit and loss account	13		1,627,158		1,402,158
			<u></u>		<u></u>
Shareholders' funds including non-equity interests	14		<u><u>1,727,158</u></u>		<u><u>1,502,158</u></u>

The accounts were approved by the board of directors on 23 December 2003 and signed on its behalf by



CB Ramsay
Director

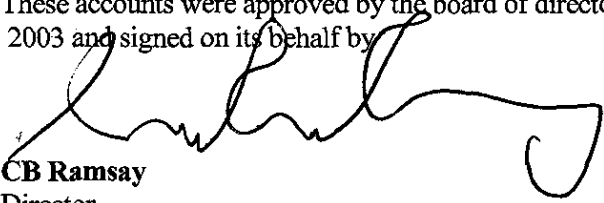
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Ramsay World Travel Limited

Company balance sheet at 31 October 2003

	Notes	£	2003 £	£	2002 £
Fixed assets					
Tangible assets	7		130,365		139,766
Investments	8		74,240		74,240
			<u>204,605</u>		<u>214,006</u>
Current assets					
Debtors	9	290,430		320,789	
Cash at bank and in hand		3,479,855		2,790,098	
		<u>3,770,285</u>		<u>3,110,887</u>	
Deferred asset					
Deferred taxation asset	10	4,386		5,565	
		<u>3,774,671</u>		<u>3,116,452</u>	
Creditors					
Amounts falling due within one year	11	2,280,220		1,856,402	
		<u></u>		<u></u>	
Net current assets			<u>1,494,451</u>		<u>1,260,050</u>
Total assets less current liabilities			<u><u>1,699,056</u></u>		<u><u>1,474,056</u></u>
Capital and reserves					
Called up share capital	12		100,000		100,000
Profit and loss account	13		1,599,056		1,374,056
			<u></u>		<u></u>
Shareholders' funds including non-equity interests	14		<u><u>1,699,056</u></u>		<u><u>1,474,056</u></u>

These accounts were approved by the board of directors on 23 December 2003 and signed on its behalf by


CB Ramsay
 Director

The notes on pages 11 to 17 form part of these accounts.

Ramsay World Travel Limited

Consolidated cash flow statement for the year ended 31 October 2003

	Notes	£	2003 £	2002 £
Net cash inflow from operating activities	15		528,308	17,734
Returns on investments and servicing of finance				
Interest received			156,491	140,377
Taxation				
Tax paid			(31,934)	(72,849)
Capital expenditure and financial investment				
Purchase of tangible assets		(30,066)		(13,012)
Proceeds from sale of tangible assets		74,207		-
			44,141	-
Equity dividends paid			(10,000)	(10,000)
Increase in cash in year			687,006	62,250
Analysis of changes in net funds:				
	At 31 October 2002		Cash Flow	At 31 October 2003
	£	£	£	£
Cash in hand, at bank	2,792,849	687,006	3,479,855	

Ramsay World Travel Limited

Notes to the accounts

1 Accounting policies

Basis of accounting

The accounts have been prepared under the historical cost convention and have been prepared in accordance with applicable Accounting Standards.

Basis of consolidation

The group accounts consolidate the accounts of Ramsay World Travel Limited and its subsidiary undertakings up to 31 October each year.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life as follows:

Property	-	over 50 years
Fixtures and fittings	-	over 3-5 years
Office equipment	-	over 3 years
Motor vehicles	-	over 4 years
Lease premium	-	over remaining length of the lease

Operating lease

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

Taxation

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

This is a change in accounting policy following the implementations of FRS19. The adoption of the standard has not required a prior period adjustment, as deferred taxation was fully provided.

Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

Ramsay World Travel Limited

Notes to the accounts (continued)

2 Turnover

Turnover is attributable to continuing activities and represents principally commission received in respect of services provided within the United Kingdom as a travel agent (stated net of value added tax) and income received in respect of services provided within the United Kingdom under the group's ATOL licence.

3 Operating profit

	Group		Company	
	2003	2002	2003	2002
	£	£	£	£
The operating profit is stated after charging:				
Depreciation	11,107	24,587	11,107	24,587
Directors' remuneration (fees - £nil)	433,134	336,944	433,134	336,944
Directors' pension costs	35,072	110,000	35,072	110,000
Auditors' remuneration	11,000	11,000	11,000	11,000
Operating lease – other	75,198	70,240	75,198	70,240

The emoluments excluding pension contributions of the highest paid director were £407,132 (2002 - £273,658) and pension contributions were £30,072 (2002 - £100,000).

4 Employees

	Group		Company	
	2003	2002	2003	2002
	£	£	£	£
Wages and salaries	1,349,362	1,126,606	1,349,362	1,126,606
Social security costs	134,913	99,500	134,913	99,500
Other pension costs	35,072	110,000	35,072	110,000
	<u>1,519,347</u>	<u>1,336,106</u>	<u>1,519,347</u>	<u>1,336,106</u>

Ramsay World Travel Limited

Notes to the accounts (continued)

5	Taxation			2003	2002
				£	£
	Corporation taxation				
	Current year			53,660	31,915
	Prior year			19	(41)
				53,679	31,874
	Deferred taxation				
	Current year			1,179	16,007
				54,858	47,881
		Group	Company		
		2003	2002	2003	2002
		£	£	£	£
	Factors affecting tax charge for year				
	Profit for the year before tax	289,858	232,881	289,858	238,295
	Tax thereon at 19% (2002 - 30%)	55,073	69,864	55,073	71,488
	Effects of:				
	Disallowed expenses	(257)	1,319	(257)	1,319
	Capital allowances in excess of depreciation	973	3,429	973	3,429
	Marginal relief	19	269	19	337
	Pension accrual	(950)	(27,000)	(950)	(27,000)
	Utilisation of loss	-	-	-	(1,667)
		54,858	47,881	54,858	47,906
6	Dividends			2003	2002
				£	£
	Final dividend proposed			10,000	10,000

Ramsay World Travel Limited

Notes to the accounts (continued)

7 Tangible fixed assets

<i>Group</i>	Property £	Fixtures & fittings £	Office equipment £	Motor vehicles £	Total £
Cost					
At 31 October 2002	138,424	124,810	76,886	32,250	372,370
Additions	30,066	-	-	-	30,066
Disposals	(28,775)	-	-	(32,250)	(61,025)
At 31 October 2003	139,715	124,810	76,886	-	341,411
Depreciation					
At 31 October 2002	21,461	114,521	72,433	24,189	232,604
Charge for year	2,994	4,905	3,208	-	11,107
Disposals	(8,476)	-	-	(24,189)	(32,665)
At 31 October 2003	15,979	119,426	75,641	-	211,046
Net book values					
At 31 October 2003	123,736	5,384	1,245	-	130,365
At 31 October 2002	116,963	10,289	4,453	8,061	139,766

Included in property is a lease premium of £10,000 which is depreciated over the term of the lease.

<i>Company</i>	Property £	Fixtures & fittings £	Office equipment £	Motor vehicles £	Total £
Cost					
At 31 October 2002	134,324	96,518	59,398	32,250	322,490
Additions	30,066	-	-	-	30,066
Disposals	(28,775)	-	-	(32,250)	(61,025)
At 31 October 2003	135,615	96,518	59,398	-	291,531
Depreciation					
At 31 October 2002	17,361	86,229	54,945	24,189	182,724
Charge for year	2,994	4,905	3,208	-	11,107
Disposals	(8,476)	-	-	(24,189)	(32,665)
At 31 October 2003	11,879	91,134	58,153	-	161,166
Net book values					
At 31 October 2003	123,736	5,384	1,245	-	130,365
At 31 October 2002	116,963	10,289	4,453	8,061	139,766

Ramsay World Travel Limited

Notes to the accounts (continued)

8 Investments

	2003 £	2002 £
Group		
Investment in unlisted company	<u>2,240</u>	<u>2,240</u>

Company

	Group undertakings £	Other investments £	Total £
Cost			
At 1 November 2002 and 31 October 2003	<u>72,000</u>	<u>2,240</u>	<u>74,240</u>

The investment in group undertakings represents:

Name	Ordinary shareholding	Preference shareholding	Country of registration
Ramsay World Travel (Perth) Ltd	100%	100%	Scotland
Robertson World Travel Ltd	100%	100%	Scotland
Ramsay World Travel (Stirling) Ltd	100%	62½%	Scotland

9 Debtors

	Group		Company	
	2003 £	2002 £	2003 £	2002 £
Trade debtors	258,557	259,188	258,557	259,188
Other debtors	7,963	7,731	7,963	7,731
Prepayments and accrued income	23,910	53,870	23,910	53,870
	<u>290,430</u>	<u>320,789</u>	<u>290,430</u>	<u>320,789</u>

10 Deferred taxation asset

Deferred taxation provided in the accounts is as follows:

	Group		Company	
	2003 £	2002 £	2003 £	2002 £
Depreciation in advance of capital allowances	3,436	5,565	3,436	5,565
Other timing differences	950	-	950	-
	<u>4,386</u>	<u>5,565</u>	<u>4,386</u>	<u>5,565</u>

Ramsay World Travel Limited

Notes to the accounts (continued)

11 Creditors

	Group		Company	
	2003	2002	2003	2002
	£	£	£	£
Amounts falling due within one year:				
Trade creditors	1,124,077	969,755	1,124,077	969,755
Corporation tax	53,660	31,915	53,660	31,915
Other taxes and social security costs	61,651	89,000	61,651	89,000
Accruals	930,730	658,381	930,730	658,290
Proposed dividend	10,000	10,000	10,000	10,000
Amounts owed to group undertakings	-	-	100,102	97,442
	<u>2,180,118</u>	<u>1,759,051</u>	<u>2,280,220</u>	<u>1,856,402</u>

12 Called up share capital

	2003	2002
	£	£
Authorised		
Ordinary shares of £1 each	<u>200,000</u>	<u>200,000</u>
Allotted, called up and fully paid		
Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>

13 Profit and loss account

	Group		Company	
	2003	2002	2003	2002
	£	£	£	£
Balance at 1 November 2002	1,402,158	1,227,158	1,374,056	1,060,082
Profit retained for the year	225,000	175,000	225,000	313,974
Balance at 31 October 2003	<u>1,627,158</u>	<u>1,402,158</u>	<u>1,599,056</u>	<u>1,374,056</u>

14 Reconciliation of shareholders' funds

Profit for the financial year	235,000	185,000	235,000	323,974
Dividend	10,000	10,000	10,000	10,000
	<u>225,000</u>	<u>175,000</u>	<u>225,000</u>	<u>313,974</u>
Shareholders' funds at 31 October 2002	1,502,158	1,327,158	1,474,056	1,160,082
Shareholders' funds at 31 October 2003	<u>1,727,158</u>	<u>1,502,158</u>	<u>1,699,056</u>	<u>1,474,056</u>

Ramsay World Travel Limited

Notes to the accounts (continued)

15	Reconciliation of trading profit to cash flow	2003 £	2002 £
	Trading profit	133,367	92,504
	Depreciation	11,107	24,587
	Gain on disposal of assets	(45,846)	-
	Decrease in debtors	30,359	12,715
	Increase/(decrease) in creditors	399,321	(112,072)
	Net cash inflow from operating activities	<u>528,308</u>	<u>17,734</u>

16 Other commitments

At 31 October 2003 the company had annual commitments under non cancellable operating leases as follows:

	Land & buildings	
	2003	2002
	£	£
Expiry date:		
Between two and five years	<u>75,198</u>	<u>70,195</u>

17 Pension commitments

The company has a defined contribution pension scheme for its present directors. Premiums in respect of this scheme during the year amounted to £35,072 (2002 - £110,000).