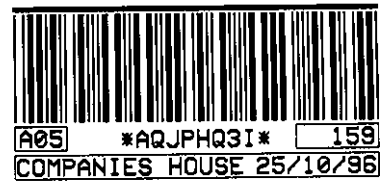


GRANT THORNTON

COPY 2

Registrar



**I.A.P.S. EDUCATIONAL CRUISES
LIMITED**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MAY 1996

Company no 00878806

I.A.P.S. EDUCATIONAL CRUISES LIMITED

FINANCIAL STATEMENTS

For the year ended 31 May 1996

Company registration number: 00878806

Registered office: Towngate House
2 Parkstone Road
Poole
Dorset
BH15 2PJ

Directors: Mr D Burston
Mr J H C Tilly
Mrs S M T Turner
Mrs M Jones-Griffith
Mr M T E Street
Mrs M R Le Good
Mr T Bayley
Mrs M Deller
Mr N Archdale

Secretary: Mr D Parnwell

Bankers: National Westminster Bank Plc

Auditors: Grant Thornton
Registered auditors
Chartered accountants

I.A.P.S. EDUCATIONAL CRUISES LIMITED

FINANCIAL STATEMENTS

For the year ended 31 May 1996

INDEX

PAGE

Report of the directors	1 - 2
Report of the auditors	3
Accounting policies	4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7 - 9

I.A.P.S. EDUCATIONAL CRUISES LIMITED

REPORT OF THE DIRECTORS

The directors present their report together with financial statements for the year ended 31 May 1996.

Principal activities

The company is principally engaged in the organisation of educational tours for boys and girls.

The company is limited by Guarantee, without a share capital, and is registered with the Department of Education and Science as an Educational Charity.

Business review

There was a profit for the year amounting to £1,614 (1995: £79,586) which has been transferred to reserves.

Directors

The present membership of the Board is set out below. All directors served throughout the year.

Mr D Burston
Mr J H C Tilly
Mrs S M T Turner
Mrs M Jones-Griffith
Mr M T E Street
Mrs M R Le Good
Mr T Bayley
Mrs M Deller
Mr N Archdale

Directors' responsibilities for the financial statements

Company law requires the directors to prepare financial statements for each financial year 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:

- 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, for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

I.A.P.S. EDUCATIONAL CRUISES LIMITED

REPORT OF THE DIRECTORS

Auditors

Grant Thornton offer themselves for reappointment as auditors in accordance with section 385 of the Companies Act 1985.

BY ORDER OF THE BOARD

A handwritten signature in cursive script that reads "David Parnwell". The signature is written in dark ink and is positioned below the text "BY ORDER OF THE BOARD".

D Parnwell
Secretary
3 October 1996

REPORT OF THE AUDITORS TO THE MEMBERS OF

I.A.P.S. EDUCATIONAL CRUISES LIMITED

We have audited the financial statements on pages 4 to 9 which have been prepared under the accounting policies set out on page 4.

Respective responsibilities of the directors and auditors

As described on page 1 the company's directors are responsible for the preparation of the 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.

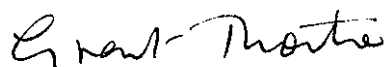
Basis of opinion

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 31 May 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**GRANT THORNTON
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS**

POOLE

BASIS OF PREPARATION

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

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

TURNOVER

Turnover is the total amount receivable by the company for services provided.

INCOME FROM INVESTMENTS

Investment income comprises interest receivable on listed and unlisted investments.

DEPRECIATION

Depreciation is calculated to write down the cost less estimated residual value of tangible fixed assets by equal annual instalments over their expected useful lives. The rate generally applicable is:

Office equipment	10%
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INVESTMENTS

Investments are included at cost. Profits or losses arising from disposals of fixed asset investments are treated as part of the result from ordinary activities.

I.A.P.S. EDUCATIONAL CRUISES LIMITED

PROFIT AND LOSS ACCOUNT

For the year ended 31 May 1996

	Note	1996 £	1995 £
Turnover	1	109,815	217,710
Cost of sales		116,078	223,502
Gross loss		(6,263)	(5,792)
Administrative expenses		13,490	11,732
Operating loss		(19,753)	(17,524)
Exceptional items			
Profit on sale of fixed asset investments		-	(75,522)
Income from other fixed asset investments	2	(13,708)	(13,067)
Other interest receivable and similar income		(7,659)	(8,521)
Profit on ordinary activities before taxation	1	1,614	79,586
Tax on profit on ordinary activities	4	-	-
Profit for the financial year transferred to reserves	10	1,614	79,586

There were no recognised gains or losses other than the profit for the financial year.

The accompanying accounting policies and notes form an integral part of these financial statements.

I.A.P.S. EDUCATIONAL CRUISES LIMITED

BALANCE SHEET AT 31 MAY 1996

	Note	1996 £	1996 £	1995 £	1995 £
Fixed assets					
Tangible assets	5		327		374
Investments	6		223,249		217,430
			<u>223,576</u>		<u>217,804</u>
Current assets					
Debtors	7	1,383		7,107	
Cash at bank and in hand		137,184		131,639	
		<u>138,567</u>		<u>138,746</u>	
Creditors: amounts falling due within one year	8	8,445		4,466	
Net current assets			<u>130,122</u>		<u>134,280</u>
Total assets less current liabilities			<u>353,698</u>		<u>352,084</u>
Capital and reserves					
Profit and loss account	10		<u>353,698</u>		<u>352,084</u>

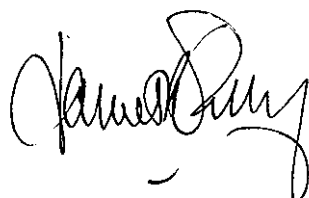
The financial statements were approved by the Board of Directors on 3 October 1996.

D H Burston



Director

J H C Tilly



Director

The accompanying accounting policies and notes form an integral part of these financial statements.

I.A.P.S. EDUCATIONAL CRUISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 1996

1 TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The turnover and profit before taxation are attributable to the provision of educational cruises for children.

The profit on ordinary activities is stated after:	1996 £	1995 £
Auditors' remuneration	750	750
Depreciation: Tangible fixed assets, owned	47	47

2 INCOME FROM OTHER FIXED ASSET INVESTMENTS

	Listed £	1996 Unlisted £	Listed £	1995 Unlisted £
From other fixed asset investments	-	13,708	6,467	6,600

3 DIRECTORS AND EMPLOYEES

Staff costs during the year were as follows:	1996 £	1995 £
Wages and salaries	6,000	6,000
Social security costs	301	331
	6,301	6,331

The average number of employees of the company during the year was 10 (1995: 10).

There was no directors' remuneration payable for the year (1995 £Nil).

4 TAX ON PROFIT ON ORDINARY ACTIVITIES

The company is a registered Charity and accordingly there is no liability to taxation on the results for the year.

I.A.P.S. EDUCATIONAL CRUISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 1996

5 TANGIBLE FIXED ASSETS

	Fixtures and fittings £
Cost	
At 1 June 1995 and at 31 May 1996	1,063
Depreciation	
At 1 June 1995	689
Provided in the year	47
At 31 May 1996	736
Net book amount at 31 May 1996	327
Net book amount at 31 May 1995	374

6 FIXED ASSET INVESTMENTS

	Investments other than loans £
Cost	
At 1 June 1995	217,430
Additions	13,819
Disposals	(8,000)
At 31 May 1996	223,249

All of the above relates to investments with COIF Charity Funds. The aggregate market value of these investments at 31 May 1996 was £239,588 (1995 £223,216).

7 DEBTORS

	1996 £	1995 £
Other debtors	1,383	7,107

I.A.P.S. EDUCATIONAL CRUISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 1996

8 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1996 £	1995 £
Trade creditors	5,950	2,066
Social security and other taxes	51	50
Accruals and deferred income	2,444	2,350
	<u>8,445</u>	<u>4,466</u>

9 SHARE CAPITAL

The company is limited by guarantee, having no share capital. Each member undertakes to contribute such amount not exceeding £1, as may be required in the event of a winding up.

10 RESERVES

	Profit and loss account £
At 1 June 1995	352,084
Retained profit for the year	1,614
At 31 May 1996	<u>353,698</u>

11 CAPITAL COMMITMENTS

The company had no capital commitments at 31 May 1996 or 31 May 1995.

12 CONTINGENT LIABILITIES

There were no contingent liabilities at 31 May 1996 or 31 May 1995.