



First Choice

SYMI INVESTMENTS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

**For the year ended
31 October 2001**



Company Number 2458850

SYMI INVESTMENTS LIMITED

DIRECTORS' REPORT for the year ended 31 October 2001

FINANCIAL STATEMENTS

The Directors present their report and financial statements of Symi Investments Limited for the year ended 31 October 2001.

PRINCIPAL ACTIVITY

The Company's principal activity is that of an investment company.

BUSINESS REVIEW, RESULTS AND DIVIDENDS

The profit after taxation for the year was £nil (2000: £nil). The Directors do not propose a dividend for the year ended 31 October 2001 (2000: £nil).

The profit transferred to reserves was £nil (2000: £nil).

DIRECTORS AND THEIR INTERESTS

The Directors of the Company at the date of this report are:

First Choice Holidays & Flights Limited appointed 29 March 2001
P J Long

Other directors who served in the year are as follows:

R J G Starling	resigned 20 March 2001
D Howell	resigned 3 May 2001

None of the Directors had any beneficial interest in the shares of the Company at any time during the year.

The interests of P J Long in the shares and share options of the ultimate parent company, First Choice Holidays PLC are disclosed in the financial statements of that company.

DIRECTORS' INSURANCE

The ultimate parent company maintains insurance policies on behalf of all the Directors of the Company against liability arising from negligence, breach of duty and breach of trust in relation to the Company.

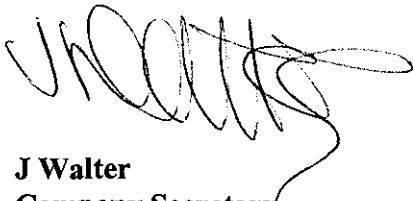
SYMI INVESTMENTS LIMITED

**DIRECTORS' REPORT (Continued)
for the year ended 31 October 2001**

AUDITOR

The Company has elected to dispense with the holding of Annual General Meetings, the laying of accounts before the members in general meeting and the appointment of auditors annually. Accordingly, KPMG Audit Plc will continue in office as auditor.

By order of the Board

A handwritten signature in black ink, appearing to read 'J Walter', with a long, sweeping flourish extending to the right.

**J Walter
Company Secretary
16 August 2002**

SYMI INVESTMENTS LIMITED

DIRECTORS' RESPONSIBILITIES

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 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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

SYMI INVESTMENTS LIMITED

REPORT OF THE INDEPENDENT AUDITOR to the members of Symi Investments Limited

We have audited the financial statements on pages 5 to 10.

Respective responsibilities of directors and auditor

The directors are responsible for preparing the directors' report and, as described on page 3, the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

We report to you our opinion as to whether the financial statements 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 financial statements, 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.

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 October 2001 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

KPMG Audit Plc

21 August 2002

**KPMG Audit Plc
Chartered Accountants
Registered Auditor
London**

SYMI INVESTMENTS LIMITED

PROFIT AND LOSS ACCOUNT
for the year ended 31 October 2001

The Company did not trade during the current or preceding year and has made neither profit nor loss, nor any other recognised gain or loss.

SYMI INVESTMENTS LIMITED**BALANCE SHEET
as at 31 October 2001**

	Note	2001 £	2000 £
FIXED ASSETS			
Investments	5	25,513,404	22,315,684
CURRENT ASSETS			
Debtors	6	511,409	8,686
CREDITORS: amounts falling due within one year	7	(25,585,866)	(21,885,423)
Net Current Liabilities		(25,074,457)	(21,876,737)
Net Assets		438,947	438,947
CAPITAL AND RESERVES			
Called up share capital	8	1,001,000	1,001,000
Profit and loss account		(562,053)	(562,053)
Equity Shareholders' funds		438,947	438,947

The financial statements on pages 5 to 10 were approved by the Board on 16 August 2002 and signed by on their behalf by:



D Blastland
Director – First Choice Holidays & Flights Limited

SYMI INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 October 2001

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with applicable accounting standards consistently applied and under the historical cost convention.

The accounts have been prepared on a going concern basis which the Directors believe is appropriate, as the ultimate holding company, First Choice Holidays PLC, has indicated its willingness to ensure the obligations and liabilities of the Company are met as they fall due.

The Company has adopted Financial Reporting Standard (FRS) 18 during the year which gives guidance relating to the selection, application and disclosure of accounting policies used in the financial statements. The adoption of FRS 18 has had no material impact on the Company's accounts.

Cash flow

The Company is exempt under Financial Reporting Standard No.1 (Revised) from the requirement to prepare a cash flow statement as it is a wholly owned subsidiary of First Choice Holidays PLC. First Choice Holidays PLC includes the Company's cash flow in its own published consolidated financial statements.

Related party transactions

The Company has taken advantage of the exemption contained in Financial Reporting Standard No.8 "Related Party Disclosure" as it is a wholly owned subsidiary of First Choice Holidays PLC. Therefore the company has not disclosed transactions or balances with entities which form part of the group headed by First Choice Holidays PLC.

Foreign Currencies

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date except to the extent covered by forward exchange contracts. Exchange gains and losses arising on trading and translation of monetary assets and liabilities are dealt with through the profit and loss account.

SYMI INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 October 2001

2. EMPLOYEES

The Company had no employees during the year (2000: nil).

3. DIRECTORS

The directors received no remuneration during the year (2000: £nil).

4. AUDITOR

The auditor's remuneration in both years was borne by a fellow subsidiary undertaking.

5. INVESTMENTS

	2001 £	2000 £
Shares in subsidiary undertaking :		
Net book value at the beginning of the year	22,315,684	15,225,583
Additions	<u>3,197,720</u>	<u>7,090,101</u>
Net book value at the end of the year	<u>25,513,404</u>	<u>22,315,684</u>

Additions to investments are for the purchase of 7,000,000 C\$1 preference shares on the 1 May 2001 at a consideration of £3,197,720. All investments are in unlimited preference shares in Signature Vacations Inc.

Subsidiary Undertaking

Signature Vacations Inc. is a tour operator incorporated in Canada. At 31 October 2001 it had an issued share capital of 25,000,000 common voting stock (of C\$1 each) and 58,873,142 non-voting unlimited preference shares (of C\$1 each). The principal country of operation of Signature Vacations Inc. is Canada and accounts are made up to 31 October.

At 31 October 2001, Symi Investments Limited held all of the preference shares of Signature Vacations Inc.

SYMI INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 October 2001

6. DEBTORS

	2001 £	2000 £
Amounts owed by subsidiary undertaking	<u>511,409</u>	<u>8,686</u>

7. CREDITORS : amounts falling due within one year

	2001 £	2000 £
Amounts due to parent company and fellow subsidiary undertakings	<u>25,585,866</u>	<u>21,885,423</u>

8. CALLED UP SHARE CAPITAL

	2001 £	2000 £
Authorised		
1,001,000 ordinary shares of £1 each	<u>1,001,000</u>	<u>1,001,000</u>
Allotted, issued and fully paid		
1,001,000 ordinary shares of £1 each	<u>1,001,000</u>	<u>1,001,000</u>

9. MOVEMENT IN EQUITY SHAREHOLDERS' FUNDS

	Share capital £	Profit & Loss account £	Total £
At 1 November 2000 &			
31 October 2001	<u>1,001,000</u>	<u>(562,053)</u>	<u>438,947</u>

SYMI INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 October 2001

10. ULTIMATE PARENT COMPANY

The Company is a wholly owned subsidiary undertaking of First Choice Holidays PLC, a company registered in England and Wales. First Choice Holidays PLC is the parent undertaking of the largest and smallest group of which Symi Investments Limited is a member and for which group accounts are drawn up. Copies of these group accounts are available from the Company Secretary, First Choice Holidays PLC, First Choice House, London Road, Crawley, West Sussex, RH10 9GX.