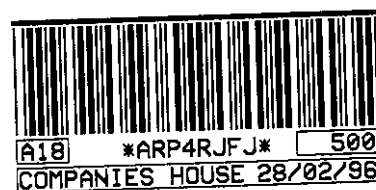


Company No: 2746479



**GULLIVERS SPORTS TRAVEL  
LIMITED**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30 JUNE 1995

**GULLIVERS SPORTS TRAVEL LIMITED**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 JUNE 1995**

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Company Registration Number:

2746479

Registered Office:

The Quadrangle  
Imperial Square  
CHELTENHAM  
Glos  
GL50 1PZ

Directors:

J H Maycock  
J Hall  
J Davison  
D Hall

Secretary:

J Hall

Bankers:

Barclays Bank plc  
Britannia House  
The Docks  
GLOUCESTER  
Glos  
GL1 2EH

Solicitors:

Layton Solicitors  
Saint Bartholomews  
Lewins Mead  
BRISTOL  
BS1 2NH

Auditors:

Grant Thornton  
Registered Auditors  
Chartered Accountants  
The Quadrangle  
Imperial Square  
CHELTENHAM  
Glos  
GL50 1PZ

**GULLIVERS SPORTS TRAVEL LIMITED**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 JUNE 1995**

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# GULLIVERS SPORTS TRAVEL LIMITED

## REPORT OF THE DIRECTORS

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The directors present their report together with financial statements for the year ended 30 June 1995.

### Principal activity

The company operates principally as a tour operator.

### Business review

On 1 January 1995, Gullivers Group Limited, the parent undertaking of the company, transferred to Gullivers Sports Travel Limited the segment of its trade as a tour operator that was licensed under the regulations of ATOL.

Following a successful year, during which the company managed tours to the Ashes in Australia and the Rugby World Cup in South Africa, the Gullivers Sports Travel business has reinforced its market position.

There was a profit for the year after taxation of £344,729 (1994: £Nil). The directors do not recommend payment of a dividend and the profit has therefore been retained.

### Directors

The present membership of the Board is set out below. All directors served throughout the year apart from J Davison and D Hall who were appointed to the Board on 21 October 1994. The interests of the directors, who are all directors of the parent undertaking, are disclosed in that company's financial statements.

	1995 'A' Ordinary Shares	1994 'A' Ordinary Shares
J Hall	-	1
J H Maycock	-	1
J Davison	-	-
D Hall	-	-

### Fixed assets

The principal additions to fixed assets during the year were land and buildings amounting to £395,000 which were transferred at open market valuation from the ultimate parent undertaking, Gullivers Group Limited.

# GULLIVERS SPORTS TRAVEL LIMITED

## REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 30 JUNE 1995

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### 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 year. In preparing those financial statements, the directors are required to :

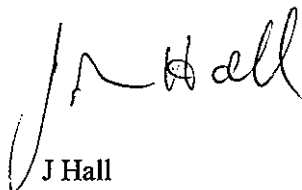
- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for maintaining 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.

### Auditors

Grant Thornton were appointed auditors on 13 October 1994 and offer themselves for reappointment as auditors in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF AND  
BY ORDER OF THE BOARD



J Hall  
Director and secretary

Date: 22/12/95

**REPORT OF THE AUDITORS TO THE MEMBERS OF**  
**GULLIVERS SPORTS TRAVEL LIMITED**

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We have audited the financial statements on pages 4 to 10 which have been prepared under the accounting policies set out on page 4.

**Respective responsibilities of directors and auditors**

As described on page 2 the company's directors are responsible for the preparation of 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 at 30 June 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Grant Thornton*

**GRANT THORNTON**  
**REGISTERED AUDITORS**  
**CHARTERED ACCOUNTANTS**

CHELTENHAM

Date: 22/12/95

## **GULLIVERS SPORTS TRAVEL LIMITED**

### **PRINCIPAL ACCOUNTING POLICIES**

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The financial statements have been prepared under the historical cost convention, except that certain freehold land and buildings are shown at their revalued amounts.

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 goods supplied and services provided, excluding VAT and trade discounts.

#### **DEPRECIATION**

Depreciation is calculated to write down the cost of all tangible fixed assets other than freehold land and buildings by the reducing balance method over their expected useful lives. The rates generally applicable are:

Fixtures and fittings	20% per annum
-----------------------	---------------

No depreciation is provided on freehold land and buildings as it is the company's policy to maintain these assets in a continual state of sound repair. The useful economic lives of these assets are thus so long and residual values so high that any depreciation would not be material. Residual values are based on prices prevailing at the date of acquisition or subsequent valuation, such valuations being carried out on a regular basis. Provision is made in the profit and loss account for any permanent diminution in value.

#### **DEFERRED TAXATION**

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

#### **FOREIGN CURRENCIES**

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. All other exchange differences are dealt with through the profit and loss account.

#### **CONTRIBUTION TO PENSION FUNDS**

##### **Defined Contribution Scheme**

The pension costs charged against profits represent the amount of the contributions payable to the scheme in respect of the accounting period.

**GULLIVERS SPORTS TRAVEL LIMITED****PROFIT AND LOSS ACCOUNT**

FOR THE YEAR ENDED 30 JUNE 1995

	Note	1995 £	1994 £
Turnover	1	8,245,775	-
Cost of sales		(6,753,641)	-
Gross profit		1,492,134	-
Administrative expenses		(986,773)	-
<b>Operating profit</b>		505,361	-
Net interest	2	8,368	-
<b>Profit on ordinary activities before taxation</b>	1	513,729	-
Tax on profit on ordinary activities	4	(169,000)	-
<b>Profit for the financial year</b>	9	£344,729	£-
<b>Statement of retained profits</b>		£	£
At 1 July 1994		-	-
Profit for the financial year		344,729	-
At 30 June 1995		£344,729	£-

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.



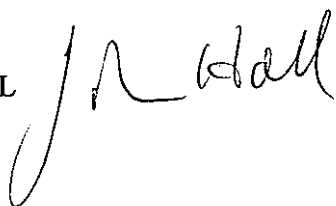
# GULLIVERS SPORTS TRAVEL LIMITED

## BALANCE SHEET AT 30 JUNE 1995

	Note	1995	1994
		£	£
<b>Fixed assets</b>			
Tangible assets	5	398,942	-
<b>Current assets</b>			
Debtors	6	1,132,503	2
Cash at bank and in hand		771,662	-
		<u>1,904,165</u>	<u>2</u>
<b>Creditors: amounts falling due within one year</b>	7	<u>(1,933,378)</u>	<u>-</u>
<b>Net current (liabilities)/assets</b>		(29,213)	2
<b>Total assets less current liabilities</b>		<u>£369,729</u>	<u>£2</u>
<b>Capital and reserves</b>			
Called up share capital	8	25,000	2
Profit and loss account		344,729	-
<b>Shareholders' funds</b>	9	<u>£369,729</u>	<u>£2</u>

The financial statements were approved by the Board of Directors on 22 December 1995.

J HALL



Director

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

# GULLIVERS SPORTS TRAVEL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 1995

### 1 TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

Turnover and profit on ordinary activities before taxation are attributable to the principal activity of the company, that of tour operator which is carried on entirely within the UK.

The profit on ordinary activities is stated after:

	1995 £	1994 £
Auditors' remuneration	8,000	-
Hire of plant and machinery	14,648	-
	<u>          </u>	<u>          </u>

### 2 NET INTEREST

	1995 £	1994 £
Interest payable and similar charges:		
On bank loans, overdraft and other loans:		
- repayable within 5 years, otherwise than by instalments	4,690	-
Other interest receivable and similar income	(13,058)	-
	<u>£(8,368)</u>	<u>£-</u>

### 3 DIRECTORS AND EMPLOYEES

The company did not employ any staff during the year. All staff duties were carried out by the employees of Gullivers Group Limited, the ultimate parent undertaking of the company.

### 4 TAX ON PROFIT ON ORDINARY ACTIVITIES

The tax charge is based on the profit for the year and represents:

	1995	1994
Corporation tax at 33% (1994: 25%)	£169,000	£-
	<u>          </u>	<u>          </u>

**GULLIVERS SPORTS TRAVEL LIMITED****NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

FOR THE YEAR ENDED 30 JUNE 1995

**5 TANGIBLE FIXED ASSETS**

	<b>Freehold land and buildings £</b>	<b>Fixtures and fittings £</b>	<b>Total £</b>
Cost or valuation			
At 1 July 1994	-	-	-
Additions	-	3,942	3,942
Transfer from group undertaking	395,000	-	395,000
	<u>395,000</u>	<u>3,942</u>	<u>398,942</u>
At 30 June 1995			
Depreciation			
At 1 July 1994	-	-	-
Provided in the year	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
At 30 June 1995	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Net book amount at 30 June 1995	<u>£395,000</u>	<u>£3,942</u>	<u>£398,942</u>
Net book amount at 30 June 1994	<u>£-</u>	<u>£-</u>	<u>£-</u>

**6 DEBTORS**

	<b>1995 £</b>	<b>1994 £</b>
Trade debtors	705,802	-
Amounts paid for future tours	221,821	-
VAT recoverable	105,000	-
Other debtors	23,009	2
Prepayments and accrued income	76,871	-
	<u>£1,132,503</u>	<u>£2</u>

**GULLIVERS SPORTS TRAVEL LIMITED****NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 30 JUNE 1995****7 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	1995 £	1994 £
Trade creditors	569,890	-
Amounts owed to group undertakings	264,204	-
Corporation tax	169,000	-
Other creditors	130,348	-
Amounts received for future tours	662,765	-
Accruals	81,250	-
VAT payable	55,921	-
	<u>£1,933,378</u>	<u>£-</u>

Amounts owed to group undertakings includes a loan of £264,000. The company has undertaken not to repay this loan without prior written consent from the Civil Aviation Authority.

**8 SHARE CAPITAL**

	1995	1994
Authorised 25,000 (1994: 1,000) ordinary shares of £1 each	£25,000	£1,000
	<u>                    </u>	<u>                    </u>
Allotted, called up and fully paid 25,000 (1994: 2) ordinary shares of £1 each	£25,000	£2
	<u>                    </u>	<u>                    </u>

**Allotments during the year**

In order to provide funds for the future development of the company, an allotment of 24,998 ordinary £1 shares was made at par on 14 December 1994.

**9 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	1995 £	1994 £
Profit for the financial year	344,729	-
Issue of shares	24,998	2
	<u>                    </u>	<u>                    </u>
Net increase in shareholders' funds	369,727	2
Shareholders' funds at 1 July 1994	2	-
	<u>                    </u>	<u>                    </u>
Shareholders' funds at 30 June 1995	<u>£369,729</u>	<u>£2</u>

# **GULLIVERS SPORTS TRAVEL LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 30 JUNE 1995**

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### **10 CAPITAL COMMITMENTS**

The company had no capital commitments at 30 June 1995 or 30 June 1994.

### **11 CONTINGENT LIABILITIES**

There were contingent liabilities at 30 June 1995 or 30 June 1994.

### **12 PENSIONS**

#### **Defined contribution scheme**

The group operates a defined contribution scheme for the benefit of employees and directors. The assets of the scheme are administered by trustees in a fund independent from those of the group.

### **13 ULTIMATE PARENT UNDERTAKING**

The ultimate parent undertaking of this company is its parent undertaking, Gullivers Group Limited, which is registered in England and Wales.

The largest and smallest group of undertakings for which group accounts have been drawn up is that headed by Gullivers Group Limited. The company is included in the consolidated financial statements of Gullivers Group Limited.

**FOR THE INFORMATION OF THE DIRECTORS ONLY**

**GULLIVERS SPORTS TRAVEL LIMITED**

**TRADING AND PROFIT AND LOSS ACCOUNT**

**FOR THE YEAR ENDED 30 JUNE 1995**

	<b>1995</b>		<b>1994</b>	
	£	£	£	£
<b>Sales</b>		8,245,775		-
Cost of sales		(6,753,641)		-
<b>Gross profit</b> 18.10% (1994: Nil %)		<u>1,492,134</u>		<u>-</u>
<b>Other income</b>				
Bank interest		13,058		-
		<u>1,505,192</u>		<u>-</u>
<b>Expenses</b>				
Management charges	336,834		-	
Disposables	259		-	
Subscriptions	1,097		-	
Wages/NI	220,498		-	
Bonuses	60,000		-	
Subcontractors	24,498		-	
Directors' expenses and entertaining	1,251		-	
Rent and rates	17,616		-	
Motor expenses	14,722		-	
Laundry and cleaning	292		-	
Light and heat	295		-	
Staff flights & expenses	26,167		-	
Telephone	28,477		-	
Postage and stationery	32,637		-	
Insurance and bonding costs	79,859		-	
Subscriptions and accommodation	38,777		-	
Advertising	61,034		-	
Repairs and renewals	6,139		-	
General establishment expenses	14,051		-	
Legal and professional fees	9,927		-	
Equipment hire	14,648		-	
Carriage and haulage	2,987		-	
Bank interest	4,690		-	
Computer expenses	11,999		-	
Commissions	7,853		-	
Profit on exchange	(25,144)		-	
		<u>(991,463)</u>		<u>-</u>
<b>Net profit</b>		<u>£513,729</u>		<u>£-</u>

**THIS PAGE DOES NOT FORM PART OF THE STATUTORY FINANCIAL STATEMENTS**