

**RUGBY INTERNATIONAL TRAVEL LIMITED**  
**REPORT AND ACCOUNTS**  
**FOR THE PERIOD FROM 1 JUNE 1998**  
**TO**  
**31 DECEMBER 1998**

<b>PAGE</b>	<b>CONTENTS</b>
1	General Information
2-3	Report of the Directors
4	Auditors Report
5	Profit and Loss Account
6	Balance Sheet
7-8	Notes to the Accounts



# **RUGBY INTERNATIONAL TRAVEL LIMITED**

## **GENERAL INFORMATION**

### **DIRECTORS**

S Northwood  
C Hamilton

### **SECRETARY**

S Northwood

### **ACCOUNTANTS & AUDITORS**

AR Consulting Limited  
Chartered Accountants  
P O Box 484  
South Croydon  
Surrey CR2 0ZR

### **REGISTERED OFFICE**

Suite 319, The Plaza  
535 Kings Road  
London  
SW10 0TZ

### **COMPANY NUMBER**

**3197854**

# **RUGBY INTERNATIONAL TRAVEL LIMITED**

## **REPORT OF THE DIRECTORS**

The directors presents their annual report with the financial statements of the company for the period ended 31 December 1998.

### **PRINCIPAL ACTIVITY**

The principal activity of the company in the period under review is that of travel agency for inward and outward bound individuals and tour groups.

### **DIRECTORS**

The directors who served during the period and the interest in the shares of the company of those serving at the period end were as follows:-

	Ordinary shares	
	At 31 December 1998	At 31 May 1998
S Northwood	-	25,000
C Hamilton	-	25,000

### **DIRECTOR'S 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 of the company for that period. In preparing those financial statements, the directors are required to:

1. select suitable accounting policies and then apply them consistently;
2. make judgements and estimates that are reasonable and prudent;
3. follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts.
4. 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 are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

# **RUGBY INTERNATIONAL TRAVEL LIMITED**

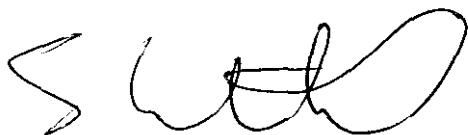
## **REPORT OF THE DIRECTORS**

### **AUDITORS**

The auditors, AR Consulting Limited, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

In preparing the above report, the directors have taken advantage of special exemptions applicable to small Companies.

Signed on behalf of the board of directors.



.....  
S C Northwood  
Director

Approved by the board on: 15 September 1999

# **RUGBY INTERNATIONAL TRAVEL LIMITED**

## **AUDITORS REPORT TO THE SHAREHOLDERS OF**

### **RUGBY INTERNATIONAL TRAVEL LIMITED**

We have audited the financial statements on pages 5 to 8 which have been prepared under the historical cost convention and the accounting policies set out on pages 7.

#### **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 by the director 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 company's affairs as at 31 December 1999 and its profit for the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

P O Box 484  
South Croydon  
Surrey  
CR2 0ZR

Dated: 15 September 1999

*AR Consulting Limited.*  
**AR CONSULTING LIMITED**  
Chartered Accountants and  
Registered Auditors

**RUGBY INTERNATIONAL TRAVEL LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE PERIOD ENDED 31 DECEMBER 1998**

	Note	31.12.1998 £	31.05.1998 £
<b>TURNOVER</b>	2	107,697	190,518
Cost of sales		(81,845)	(152,710)
<b>GROSS PROFIT</b>		25,852	37,808
Administrative expenses		(11,620)	(35,049)
<b>OPERATING PROFIT</b>	3	14,232	2,759
Interest receivable	5	725	0
Interest payable		(204)	(285)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		14,753	2,474
Tax on profit on ordinary activities	6	(3082)	(721)
<b>RETAINED PROFIT FOR THE PERIOD</b>		11,671	1,753
<b>RETAINED PROFIT BROUGHT FORWARD</b>		2,228	475
<b>RETAINED PROFIT CARRIED FORWARD</b>		13,899	2,228

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the above two financial years.

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the profit or loss for the above two financial years.

**NOTE OF HISTORICAL COST PROFITS AND LOSSES**

The difference between the results as disclosed in the profit and loss account and the result on an unmodified historical cost basis is not material.

The notes on pages 7 to 8 form part of these accounts.

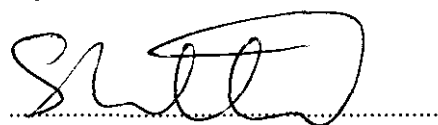
# RUGBY INTERNATIONAL TRAVEL LIMITED

## BALANCE SHEET - 31 DECEMBER 1998

	Note	31.12.1998 £	31.05.1998 £
<b>CURRENT ASSETS</b>			
Debtors	6	67,347	131,157
Cash at bank and in hand		19,365	15,739
		<u>86,712</u>	<u>146,896</u>
<b>CREDITORS:</b>			
<b>AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	7	(22,813)	(94,668)
<b>NET CURRENT ASSETS</b>		<u>63,899</u>	<u>52,228</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>63,899</u>	<u>52,228</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	8	50,000	50,000
Profit and loss account		13,899	2,228
		<u>63,899</u>	<u>52,228</u>

The directors have taken advantage of special exemptions conferred by Schedule 8 to the Companies Act 1985 applicable to small companies in the preparation of the financial statements and have done so on the grounds that, in their opinion, the company is entitled to those exemptions.

Signed on behalf of the board of directors



S Northwood  
Director

Approved by the board: 15 September 1999

The notes on pages 7 to 8 form part of these accounts

# RUGBY INTERNATIONAL TRAVEL LIMITED

## NOTES TO THE ACCOUNTS

### FOR THE PERIOD ENDED 31 DECEMBER 1998

#### 1. ACCOUNTING POLICIES

##### (a) Basis of Accounting

The accounts have been prepared in accordance with the historical cost convention. The principal accounting policies which the directors have adopted within that convention are set out below.

##### (b) Turnover

Turnover represents the value of services provided excluding Value Added Tax.

##### (c) Cash Flow Statement

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash flow Statements".

#### 2. TURNOVER

The turnover and pre tax profit are wholly attributable to the company's main activity.

Turnover attributable to geographical markets outside the United Kingdom amounted to 0%

#### 3. OPERATING PROFIT

	31.12.1998	31.05.1998
	£	£
Operating profit/(loss) is stated after charging:		
Auditor's' remuneration	753	800
	<u>753</u>	<u>800</u>

#### 4. EMPLOYEES

	31.12.1998	31.05.1998
	No. of Employees	No. of Employees
Average number of people (including directors) employed by the company during the year:		
Administration	2	2
	<u>2</u>	<u>2</u>
Costs in respect of these employees:		
Wages and salaries	2,400	15,922
Social security costs	120	1206
	<u>2,520</u>	<u>17,128</u>

#### 5. TAX ON PROFIT ON ORDINARY ACTIVITIES

	31.12.1998	31.05.1998
	£	£
The charge to corporation tax is based on the profit for the period at 21%	3,141	730
Over provision in previous year	(59)	(9)
	<u>3,082</u>	<u>721</u>



**RUGBY INTERNATIONAL TRAVEL LIMITED**  
**NOTES TO THE ACCOUNTS**  
**FOR THE PERIOD ENDED 31 DECEMBER 1998**

<b>6. DEBTORS</b>	<b>31.12.1998</b>	<b>31.05.1998</b>
	£	£
Trade debtors	9,833	102,614
Due from associated company	57,514	28,543
Prepayments	0	0
	<u>67,347</u>	<u>131,157</u>
<b>7. CREDITORS:</b>	<b>31.12.1998</b>	<b>31.05.1998</b>
<b>AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	<b>£</b>	<b>£</b>
Bank overdraft	0	0
Trade creditors	12,930	55,371
Directors current account	0	2,046
Corporation tax	3,812	730
Other taxes and social security	2,230	1,870
Accruals	3,841	34,651
	<u>22,813</u>	<u>94,668</u>
<b>8. CALLED UP SHARE CAPITAL</b>	<b>31.12.1998</b>	<b>31.05.1998</b>
	£	£
<b>Authorised</b>		
1,000,000 Ordinary shares of £1 each	1,000,000	1,000,000
1,000,000 10% Redeemable Cumulative Preference shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>
<b>Allotted</b>		
50,000 Ordinary shares of £1 each fully paid	<u>50,000</u>	<u>50,000</u>

**9. ULTIMATE HOLDING COMPANY**

The considers its ultimate holding company to be Northam Group Limited.