

FLAMINGO LAND LIMITED

Notice of Annual General Meeting

Notice is hereby given that the Annual General Meeting of the Company will be held at Kirby Misperton on Tuesday, 9th August 1988 at 12 noon for the following purposes:-

1. To consider and if thought fit, adopt the Directors' Report and Financial Statements for the year ended 31st March 1988.
2. To re-elect a director.
3. To re-appoint the auditors, Charles, Chartered Accountants, as auditors.
4. To transact any other ordinary business of the company.

Charles
CHARTERED ACCOUNTANTS

By Order of the Board

Joseph Friel *Joseph Friel*

Secretary.

18 Sandyford Place,
GLASGOW, G3 7NB.

8th August 1988.

FLAMINGO LAND LIMITED

Report of the Directors
for the Year ended 31st March 1988

The directors present herewith the audited financial statements for the year ended 31st March 1988.

RESULTS

The results for the year are set out in the Profit and Loss Account on page 3.

DIVIDEND

The directors do not recommend payment of a dividend for the year.

PRINCIPAL ACTIVITY

The principal activity of the company is operating a zoo and pleasure park and carrying on the business of selling and letting mobile homes and holiday homes.

CHANGES IN FIXED ASSETS

The movement in Tangible Fixed Assets is set out in Note 7.

DIRECTORS

The directors of the company during the year were:-

Robert Dewar Gibb
Maureen Gibb
Trevor Pullin

The director retiring is R.D. Gibb, who being eligible, offers himself for re-election.

DIRECTORS' SHAREHOLDINGS

According to the register kept by the company, the directors have interests in the company's shares as follows:-

	1988	1987
Robert Dewar Gibb	2,500	2,500
Maureen Gibb	2,500	2,500

AUDITORS

Charles, Chartered Accountants, are willing to continue in office and a resolution to re-appoint them will be proposed.

By Order of the Board

Joseph Friel

Secretary.

18 Sandyford Place,
GLASGOW, G3 7NB.

8th August 1988.

Charles
CHARTERED ACCOUNTANTS

REPORT OF THE AUDITORS

TO THE MEMBERS OF

FLAMINGO LAND LIMITED

We have audited the financial statements on pages 3 to 10 in accordance with approved auditing standards.

In our opinion the financial statements, which have been prepared under the historical cost convention, give a true and fair view of the state of the company's affairs at 31st March 1988 and of its result and source and application of funds for the year then ended on that date, and comply with the Companies Act 1985.

SHARLES

Chartered Accountants.

Charles
CHARTERED ACCOUNTANTS

GLASGOW.

8th August 1988.

FLAMINGO LAND LIMITED

Profit & Loss Account for Year ended 31st March 1988

	<u>Notes</u>	<u>1988</u> £	<u>1987</u> £
TURNOVER	2	3,633,332	3,139,374
Cost of Sales		<u>(663,605)</u>	<u>(603,601)</u>
GROSS PROFIT		2,969,727	2,535,773
Staff Costs		(865,986)	(805,761)
Administrative Expenses		<u>(2,258,183)</u>	<u>(1,811,250)</u>
NET OPERATING RESULT	3	(154,442)	(81,238)
Interest Received		26,092	29,935
Interest Payable	5	<u>(36,557)</u>	<u>(26,711)</u>
(LOSS) FOR YEAR BEFORE TAXATION		(164,907)	(78,014)
Taxation	6	<u>(11,497)</u>	<u>676</u>
(LOSS) FOR YEAR AFTER TAXATION		(176,404)	(77,338)
Retained Profit Brought Forward		<u>243,585</u>	<u>320,923</u>
RETAINED PROFIT CARRIED FORWARD		<u>67,181</u>	<u>243,585</u>

Charles
100, The Arcade, London E.C.2

The Notes on pages 5 to 9 form part of these Accounts
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FLAMINGO LAND LIMITED

Balance Sheet as at 31st March 1988

	Notes	1988 £	1987 £
FIXED ASSETS			
Tangible Assets	7	1,820,041	1,741,939
CURRENT ASSETS			
Stocks	8	118,740	79,291
Investment	9	40,000	30,000
Debtors	10	169,205	183,740
Bank & Cash Balances		244,296	53,085
		572,241	346,116
CREDITORS: amounts falling due within one year	11	(2,202,423)	(1,794,470)
NET CURRENT (LIABILITIES)		(1,630,182)	(1,448,354)
TOTAL ASSETS LESS CURRENT LIABILITIES		189,859	293,585
PROVISION FOR LIABILITIES AND CHARGES			
English Tourist Board	12	(72,678)	-
Deferred Taxation	13	-	-
		117,181	293,585
CAPITAL AND RESERVES			
Called Up Share Capital	14	50,000	50,000
Reserves		67,181	243,585
		117,181	293,585

Shares

Director: R. Gibb
Director: M. Gibb

RS
MA

Robert Gibb
M. Gibb

8th August 1988.

The Notes on pages 5 to 9 form part of these Accounts
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FLAMINGO LAND LIMITED

Notes on the Financial Statements

1. ACCOUNTING POLICIES

Stocks

Stocks have been valued at the lower of cost and net realisable value except for animals which have been valued at £20,000 being the original cost at date of acquisition of Flamingo Land by the Company. The costs of subsequent purchases of animals are charged to profit and loss account in the year of purchase. Proceeds from sales of animals are credited to profit and loss account in the year of sale.

Depreciation

Depreciation on motor vehicles and fixtures and fittings is provided at 25% on a straight line basis over their expected useful lives.

Properties are maintained out of revenue and no depreciation is provided on freehold properties which in the opinion of the directors are worth not less than their book values. In this respect the company does not comply with Statement of Standard Accounting Practice No. 12.

Deferred Taxation

Provision is made for deferred taxation at current tax rates on the excess of the net book values over the written down tax values of fixed assets eligible for capital allowances.

Grants

Grants received under the Land Drainage Scheme are deducted from the cost of the works.

2. TURNOVER

Turnover is stated at invoice value, exclusive of V.A.T.

3. NET OPERATING RESULT

	<u>1988</u>	<u>1987</u>
	<u>£</u>	<u>£</u>
This is stated after charging/(crediting):		
Auditors' Remuneration	4,200	3,800
Directors' Remuneration (Note 4)		
Salaries	103,000	188,686
Pension Scheme	203,000	153,000
Depreciation	655,878	654,431
Loss/(Profit) on Sale of Fixed Assets	44,098	(15,171)
Loss on Exchange	-	(6,273)
Deferred Contributions Released	(5,000)	-

FLAMINGO LAND LIMITED
Notes on the Financial Statements

4. EMPLOYEES

The average weekly number of employees during the year was made up as follows:-

	No.	No.
	—	—
Office and Management	14	12
Zoo, Pleasure Park and Mobile Homes	113	98
	—	—
	127	110
	—	—

Staff Costs during the year amounted to:

	1988	1987
	£	£
Wages and Salaries	513,467	415,727
Social Security Costs	46,519	48,348
	—	—
	559,986	464,075
	—	—
	£	£

Directors' Remuneration amounted to:

Salaries	103,000	188,686
Pension Scheme	203,000	153,000
	—	—
	306,000	341,686
	—	—
	865,986	805,761
	—	—

Emoluments of the Chairman who was also the highest paid Director

48,000	118,000
—	—

The emoluments of the other Directors fell within the range:

£15,001 - £20,000	—	1
£20,001 - £25,000	1	—
£25,001 - £30,000	1	—
£30,001 - £55,000	—	1

5. INTEREST PAYABLE

Repayable within 5 years:

	1988	1987
	£	£
Bank	6,145	7,823
Other	30,412	18,888
	—	—
	36,557	26,711
	—	—

FLAMINGO LAND LIMITED

Notes on the Financial Statements

6. TAXATION

	1988	1987
	£	£
The charge for the year comprises:		
United Kingdom Corporation Tax at 27%	11,447	45,200
Deferred Taxation at 27% (1987 - 35%)	-	(46,150)
Adjustment in respect of prior year	50	274
	11,497	(676)

The charge to United Kingdom Corporation Tax on the result for the year has been reduced as a result of consortium relief available to the company.

7. TANGIBLE FIXED ASSETS

	Freehold Land & Buildings	Motor Vehicles	Fixtures & Fittings	Total
	£	£	£	£
Cost				
At 1st April 1987	511,973	140,038	2,541,681	3,193,692
Additions during Year	368,967	41,470	378,118	788,555
Disposals during Year	-	(6,157)	(71,271)	(77,428)
At 31st March 1988	880,940	175,351	2,848,528	3,904,819
Depreciation				
At 1st April 1987	-	64,090	1,387,663	1,451,753
Disposals during Year	-	(4,717)	(18,136)	(22,853)
Charge for Year	-	39,914	615,964	655,878
At 31st March 1988	-	99,287	1,985,491	2,084,778
Net Book Value at 31st March 1988	880,940	76,064	863,037	1,820,041

8. STOCKS

	1988	1987
	£	£
Stocks consist of:		
Animals	20,000	20,000
Catering Food	21,510	2,102
Animal Food	1,352	2,764
Caravans	21,554	24,484
Provisions & Goods for Resale	7,617	1,475
Wines, Spirits & Cigarettes	7,907	3,890
Gifts & Souvenirs	38,544	24,320
Calor Gas	256	256
	118,740	79,291

FLAMINGO LAND LIMITED

Notes on the Financial Statements

9. INVESTMENT

	1988	1987
	£	£
Shares at Cost	30,000	30,000
Current Account	10,000	-
	<u>40,000</u>	<u>30,000</u>

The shares represent a 20% interest in Deeka Limited, a company registered in Scotland. The Directors are of the opinion that this investment is worth book value.

10. DEBTORS - due within one year

	1988	1987
	£	£
Trade Debtors	14,555	7,376
Other Debtors	89,429	118,954
Prepayments	65,221	57,410
	<u>169,205</u>	<u>183,740</u>

11. CREDITORS - amounts falling due within one year

	1988	1987
	£	£
Bank Overdraft	393,831	455,400
Trade Creditors	854,872	822,947
Rents and Deposits Received in Advance	137,143	114,598
Other Taxes and Social Security Costs	15,621	9,761
Other Creditors	2,437	1,855
Accruals	437,072	144,709
Loan from Pension Fund	350,000	200,000
Corporation Tax	11,447	45,200
	<u>2,202,423</u>	<u>1,794,470</u>

The overdraft is guaranteed by two of the directors for £50,000 plus interest and is secured by a mortgage over the freehold property. The loan from the company's Self Administered Pension Fund is unsecured and bears interest at a rate linked to bank base rate.

FLAMINGO LAND LIMITED

Notes on the Financial Statements

12. ENGLISH TOURIST BOARD

A repayable capital grant of £72,678 was received during the year from the English Tourist Board towards the cost of capital projects. This grant may fall to be repaid in five annual instalments depending upon results from appraisal by the English Tourist Board of performance levels advised five years from budget completion.

13. DEFERRED TAXATION

	<u>1988</u>	<u>1987</u>
	<u>£</u>	<u>£</u>
The provision at 31st March 1988 comprises:		
Excess of capital allowances over depreciation provided in the accounts at 27% (1987 - 35%)	<u>-</u>	<u>-</u>

The full potential liability at 31st March 1988 was £nil.

14. SHARE CAPITAL

	<u>1988</u>	<u>1987</u>
	<u>£</u>	<u>£</u>
Authorised, Issued & Fully Paid		
Ordinary Shares of £1 each	<u>50,000</u>	<u>50,000</u>

15. CAPITAL EXPENDITURE SCHEMES

There were no commitments for capital expenditure at 31st March 1988 (1987 - £nil).

Shares
REGISTERED IN GERMANY

FLAMINGO LAND LIMITED

Statement of Source and Application of Funds
for Year ended 31st March 1988

	1988	1987
	£	£
SOURCE OF FUNDS		
(Loss) on Ordinary Activities before Taxation	(164,907)	(78,014)
Adjustment for items not involving Movement of Working Capital:		
Depreciation	655,878	654,431
Loss/(Profit) on Disposal of Tangible Fixed Assets	44,098	(15,171)
TOTAL GENERATED FROM OPERATIONS	535,069	561,246
FUNDS FROM OTHER SOURCES		
Proceeds of Disposal of Tangible Fixed Assets	10,477	31,038
Loan Received from Pension Fund	350,000	-
Repayable Capital Grant Received	72,678	-
	968,224	592,284
APPLICATION OF FUNDS		
Purchase of Tangible Fixed Assets	788,555	939,148
Tax Paid	45,250	-
	833,805	939,148
WORKING CAPITAL - Increase/(Decrease)	134,419	(346,864)
COMPONENTS OF INCREASE/(DECREASE) IN WORKING CAPITAL		
Stocks	39,449	(66,063)
Investment	10,000	-
Debtors & Prepayments	(14,535)	44,337
Creditors	(153,275)	(75,706)
	(118,361)	(97,432)
MOVEMENT IN NET LIQUID FUNDS		
Bank & Cash	252,780	(249,432)
	134,419	(346,864)

The Notes on pages 5 to 9 form part of these Accounts
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Charles