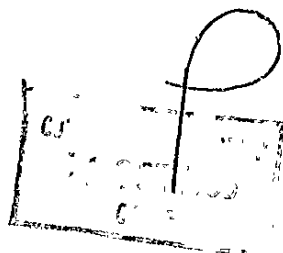


52543/41

REPORT OF THE DIRECTORS
AND
STATEMENT OF ACCOUNTS
FOR THE
YEAR ENDED 31ST MARCH 1983



FLAMINGO LAND LIMITED

Notice of Annual General Meeting

Notice is hereby given that the Annual General Meeting of the Company will be held at Hamilton on Thursday 6th October 1983 at 4 p.m. for the following purposes:-

1. To consider and if thought fit, adopt the Directors' Report and Statement of Accounts for the year ended 31st March 1983.
2. To re-elect a Director.
3. To re-appoint the auditors, F.F. Sharles & Co., C.A.
4. To transact any other ordinary business of the Company.

By Order of the Board

Joseph Friel

Secretary.

18 Sandyford Place,
GLASGOW, G3 7NB.

4th October 1983.

FLAMINGO LAND LIMITED

Report of the Directors
for the Year ended 31st March 1983

The Directors present herewith the Audited Accounts for the year ended 31st March 1983.

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 Fixed Assets is set out in Note 4.

DIRECTORS

The Directors of the Company during the year were:-

Robert Dewar Gibb
Maureen Gibb

The Director retiring is Maureen Gibb, who being eligible, offers herself for re-election.

DIRECTORS' SHAREHOLDINGS

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

| | 1983 | 1982 |
|-------------------|-------|-------|
| Robert Dewar Gibb | 2,500 | 2,500 |
| Maureen Gibb | 2,500 | 2,500 |

AUDITORS

F.F. Sharles & Co., C.A., are willing to continue in office and a resolution to re-appoint them will be proposed.

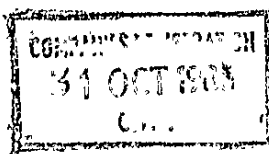
By Order of the Board

Joseph Friel

Secretary.

18 Sandyford Place,
GLASGOW, G3 7NB.

4th October 1983.



REPORT OF THE AUDITORS
TO THE MEMBERS OF
FLAMINGO LAND LIMITED

We have examined the Accounts set out on pages 3 to 9. The Accounts have been prepared on the historical cost convention.

In our opinion the Accounts give, under the accounting convention stated above, a true and fair view of the state of affairs of the Company at 31st March 1983 and of the Profit and of the source and application of funds for the year ended on that date, and comply with the Companies Acts 1948 to 1981.



Chartered Accountants.

18 Sandyford Place,
GLASGOW, G3 7NB.

4th October 1983.

FLAMINGO LAND LIMITED

Profit & Loss Account for Year ended 31st March 1983

| Notes | | 1983 | 1982 |
|-------|---|-----------|---------|
| | | ----- | ----- |
| 1 | Turnover | 1,003,125 | 976,789 |
| 2 | Profit for Year before Taxation | 43,937 | 2,877 |
| 3 | Taxation | 3,068 | (3,064) |
| | Profit for Year after Taxation | 40,869 | 5,941 |
| | Balance at credit of Profit & Loss Account at 1st April 1982 | 204,188 | 193,247 |
| | Balance forward to Balance Sheet | 245,057 | 204,188 |

The Notes on pages 6 to 8 form an integral part of these Accounts
Audit Report page 2

FLAMINGO LAND LIMITED

Balance Sheet as at 31st March 1983

| Notes | | 1983 | 1982 |
|-------|--------------------------------------|---------|---------|
| 4 | FIXED ASSETS | 549,055 | 495,553 |
| | NET CURRENT LIABILITIES | | |
| | Current Liabilities | | |
| | Creditors & Accrued Charges | 223,183 | 243,711 |
| | Rents & Deposits Received in advance | 64,138 | 63,177 |
| 5 | Clydesdale Bank PLC | 139,053 | 25,500 |
| 3 | Corporation Tax | - | 5,939 |
| | | 426,374 | 338,327 |
| | Less: | | |
| | Current Assets | | |
| 6 | Stocks | 88,596 | 66,537 |
| 7 | Investment | 30,000 | - |
| | Debtors & Prepayments | 49,059 | 56,326 |
| | Cash on Hand and on Deposit | 31,442 | 1,169 |
| | | 199,097 | 124,032 |
| | EXCESS OF CURRENT LIABILITIES OVER | | |
| | CURRENT ASSETS | 227,277 | 214,295 |
| | NET WORTH | 321,778 | 281,258 |
| | Represented by: | | |
| 8 | SHARE CAPITAL | 50,000 | 50,000 |
| | RESERVES | 245,057 | 204,188 |
| | Shareholders' Funds | 295,057 | 254,188 |
| 9 | DEFERRED TAXATION | 20,293 | 18,499 |
| 10 | DEFERRED CONTRIBUTION | 6,428 | 8,571 |
| | | 321,778 | 281,258 |

Director: R. Gibb
Director: M. Gibb

Robert Gibb
M. Gibb

The Notes on pages 6 to 8 form an integral part of these Accounts
Audit Report page 2

FLAMINGO LAND LIMITED

Summary of Accounting Policies

(a) **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.

(b) **DEPRECIATION**

Depreciation on motor vehicles and fixtures and fittings is calculated 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.

(c) **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.

(d) **GRANTS**

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

FLAMINGO LAND LIMITED

Notes on the Accounts - 31st March 1983

1. TURNOVER

Turnover represents cash received from gate admissions and services and the invoiced value of sales.

2. PROFIT BEFORE TAXATION

Profit before taxation is stated after charging:-

| | 1983 | 1982 |
|---------------------------------------|---------|---------|
| | ----- | ----- |
| i) Depreciation | 31,838 | 21,276 |
| ii) Emoluments of Directors - Note 11 | | |
| Salaries | 83,300 | 67,500 |
| Pension Scheme | 98,425 | 208,000 |
| iii) Interest Payable | | |
| Bank | 1,806 | 677 |
| Other - Short Term | 670 | - |
| iv) Auditors' Remuneration | 3,900 | 3,000 |
| | ----- | ----- |
| | 219,939 | 300,453 |
| | ----- | ----- |

and crediting:

| | | |
|----------------------------------|--------|--------|
| i) Interest Received | 13,582 | 38,650 |
| ii) Gain on Sale of Fixed Assets | 780 | 3,807 |
| | ----- | ----- |
| | 14,362 | 42,457 |
| | ----- | ----- |

3. TAXATION

| | 1983 | 1982 |
|--|-------|---------|
| | ----- | ----- |
| (a) The charge for the year comprises: | | |
| United Kingdom Corporation Tax at 38% | | |
| (1982 - 40%) | - | (5,361) |
| Transfer to Deferred Taxation at 38% | | |
| (1982 - 40%) | 1,794 | 5,071 |
| | ----- | ----- |
| | 1,794 | (290) |
| Overprovision of Deferred Taxation in prior year | - | (2,774) |
| Underprovision of Corporation Tax in prior year | 1,274 | - |
| | ----- | ----- |
| | 3,068 | (5,064) |
| | ----- | ----- |

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

(b) The Corporation Tax provision at 31st March 1983 comprises:

| | 1983 | 1982 |
|----------------------------|-------|-------|
| | ----- | ----- |
| Year ended 31st March 1980 | - | (50) |
| Year ended 31st March 1981 | - | 5,989 |
| | ----- | ----- |
| | - | 5,939 |
| | ----- | ----- |

FLAMINGO LAND LIMITED

Notes on the Accounts - 31st March 1983 (Contd.)

4. FIXED ASSETS

| | Freehold Land & Buildings | Motor Vehicles | Fixtures & Fittings | Total |
|--------------------------------------|---------------------------------|-------------------|---------------------------|----------|
| Cost | | | | |
| At 1st April 1982 | 454,041 | 28,234 | 56,869 | 539,144 |
| Additions during Year | 31,904 | 10,295 | 48,355 | 90,554 |
| Disposals during Year | - | (14,323) | (2,070) | (16,393) |
| At 31st March 1983 | 485,945 | 24,206 | 103,154 | 613,305 |
| Depreciation | | | | |
| At 1st April 1982 | - | 16,218 | 27,373 | 43,591 |
| Disposals during Year | - | (9,627) | (1,552) | (11,179) |
| Charge for Year | - | 6,051 | 25,787 | 31,838 |
| At 31st March 1983 | - | 12,642 | 51,608 | 64,250 |
| Net Book Value at 31st March 1983 | 485,945 | 11,564 | 51,546 | 549,055 |

5. CLYDESDALE BANK PLC

The overdraft is guaranteed by Robert Gibb and Mrs. Maureen Gibb for £50,000 plus interest and is secured by a mortgage over the freehold property.

6. STOCKS

Stocks consist of:-

| | 1983 | 1982 |
|-------------------------------|--------|--------|
| Animals | 20,000 | 20,000 |
| Catering Food Stuffs | 17,666 | 7,183 |
| Animal Food Stuffs | 857 | 1,703 |
| Petrol | - | 3,605 |
| Caravans | 15,779 | 16,663 |
| Brochures & Guides | 241 | 446 |
| Provisions & Goods for Resale | 474 | 5,673 |
| Wines, Spirits & Cigarettes | 12,323 | 9,567 |
| Gifts & Souvenirs | 20,594 | 1,207 |
| Calor Gas | 662 | 490 |
| | 88,596 | 66,537 |

7. INVESTMENT

The investment represents a 20% interest in Deeka Limited, an unquoted company. The Directors are of the opinion that this investment is worth book value.

- 3 -
FLAMINGO LAND LIMITED

Notes on the Accounts - 31st March 1983 (Contd.)

8. SHARE CAPITAL

| | Authorised | | Issued and Fully Paid | |
|----------------------------|------------|--------|-----------------------|--------|
| | 1983 | 1982 | 1983 | 1982 |
| Ordinary Shares of £1 each | 50,000 | 50,000 | 50,000 | 50,000 |

9. DEFERRED TAXATION

| | 1983 | 1982 |
|---|--------|--------|
| The provision at 31st March 1983 comprises: | | |
| Excess of capital allowances over depreciation provided in the accounts at 38% (1982 - 40%) | 20,293 | 18,499 |

The full potential liability at 31st March 1983 was £20,293.

10. DEFERRED CONTRIBUTION

Under the terms of a sales agreement with one of its suppliers, the Company received a contribution towards the cost of extensions and alterations to its premises. The contribution is being released to profit and loss account on a straight line basis by reference to the period of agreement. The amount of contribution released for the year ended 31st March 1983 was £2,143.

11. DIRECTORS' EMOLUMENTS

The particulars of Directors' emoluments are as follows:-

| | 1983 | 1982 |
|---|---------|---------|
| Emoluments to the highest paid director | | |
| For Management | 63,800 | 55,000 |
| Pension Contributions | 81,300 | 156,300 |
| | 145,100 | 211,300 |

Number of directors where total emoluments were within the range:-

| | | |
|-------------------|---|---|
| £10,001 - £15,000 | - | 1 |
| £15,001 - £20,000 | 1 | - |
| £20,001 - £25,000 | - | 1 |
| £25,001 - £30,000 | 1 | - |

12. CAPITAL EXPENDITURE SCHEMES

There were no commitments for capital expenditure at 31st March 1983 (1982 - £nil).

FLAMINGO LAND LIMITED

Statement of Source and Application of Funds
for Year ended 31st March 1983

| | 1983 | 1982 |
|---|-----------|----------|
| SOURCE OF FUNDS | | |
| Profit before Tax | 43,937 | 2,877 |
| Sale of Fixed Assets | 5,994 | 28,862 |
| Adjustment for items not involving the movement of funds:- | | |
| Depreciation less gain on Sale | 31,058 | 17,469 |
| Deferred Contribution Released | (2,143) | (2,143) |
| | 28,915 | 15,326 |
| | 78,846 | 47,065 |
| APPLICATION OF FUNDS | | |
| Purchase of Fixed Assets | 90,554 | 39,169 |
| Taxation Paid | 7,213 | 46,000 |
| | 97,767 | 85,169 |
| | (18,921) | (38,104) |
| INCREASE/DECREASE IN WORKING CAPITAL | | |
| Increase/(Decrease) in Stocks | 22,059 | (40,062) |
| Increase in Investment | 30,000 | - |
| (Decrease)/Increase in Debtors | (7,267) | 15,418 |
| Decrease in Creditors | 20,528 | 12,571 |
| (Increase) in Rents Paid in Advance | (961) | (9,315) |
| MOVEMENT IN BANK AND CASH BALANCES | | |
| (Increase)/Decrease in Bank Overdraft | (113,553) | 22,590 |
| Increase/(Decrease) in Deposit & Cash Balances | 30,273 | (39,306) |
| | (18,921) | (38,104) |