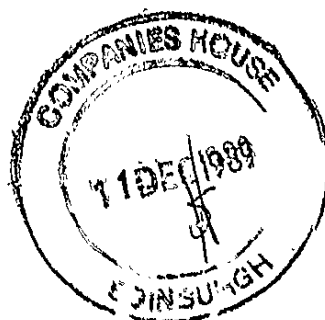


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FLAMINGO LAND LIMITED  
REPORT OF THE DIRECTORS  
AND  
FINANCIAL STATEMENTS  
FOR THE  
YEAR ENDED 31ST MARCH 1989

Charles  
The Accountants



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 11th August 1989 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 1989.
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.

By Order of the Board

Joseph Friel

Secretary.

18 Sandyford Place,  
GLASGOW, G3 7NB.

19th July 1989.

FLAMINGO LAND LIMITED

Report of the Directors  
for the Year ended 31st March 1989

The directors present herewith the audited financial statements for the year ended 31st March 1989.

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 Trevor Pullin, 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:-

	1989	1988
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.

19th July 1989.

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 Auditing Standards.

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31st March 1989 and of its result and source and application of funds for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

SHARLES

Chartered Accountants.

GLASGOW.

19th July 1989.

Sharies

FLAMINGO LAND LIMITED

Profit & Loss Account for Year ended 31st March 1989

	Notes	1989 £	1988 £
TURNOVER	2	4,734,247	3,633,332
Cost of Sales		(964,325)	(663,605)
GROSS PROFIT		3,769,922	2,969,727
Staff Costs		(1,259,254)	(865,986)
Administrative Expenses		(2,237,632)	(2,258,183)
NET OPERATING RESULT	3	273,036	(154,442)
Interest Received		52,465	26,092
Interest Payable	5	(50,953)	(36,557)
PROFIT/(LOSS) FOR YEAR BEFORE TAXATION		274,548	(164,907)
Taxation	6	(116,860)	(11,497)
PROFIT/(LOSS) FOR YEAR AFTER TAXATION		157,688	(176,404)
Retained Profit Brought Forward		67,181	243,585
RETAINED PROFIT CARRIED FORWARD	14	224,869	67,181

Sharies

FLAMINGO LAND LIMITED

Balance Sheet as at 31st March 1989

	Notes	1989 £	1988 £
FIXED ASSETS			
Tangible Assets	7	2,263,388	1,820,041
CURRENT ASSETS			
Stocks	8	233,654	118,740
Investment	9	57,500	40,000
Debtors	10	257,771	169,205
Bank & Cash Balances		34,008	244,296
		582,933	572,241
CREDITORS: amounts falling due within one year	11	(2,498,774)	(2,202,423)
NET CURRENT (LIABILITIES)		(1,915,841)	(1,630,182)
TOTAL ASSETS LESS CURRENT LIABILITIES		347,547	189,859
PROVISION FOR LIABILITIES AND CHARGES			
English Tourist Board		-	(72,678)
Deferred Taxation	12	-	-
		347,547	117,181
CAPITAL AND RESERVES			
Called Up Share Capital	13	50,000	50,000
Reserves	14	297,547	67,181
		347,547	117,181

Director: R. Gibb  
Director: M. Gibb

*Robert Gibb*  
*M Gibb*

19th July 1989.

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 invoiced value, exclusive of V.A.T.

3. NET OPERATING RESULT

	<u>1989</u>	<u>1988</u>
	£	£
This is stated after charging/(crediting):		
Auditors' Remuneration	4,000	4,200
Directors' Remuneration (Note 4)	296,672	103,000
Salaries	233,000	203,000
Pension Scheme	675,721	655,878
Depreciation	(59,896)	44,098
(Gain)/Loss on Sale of Fixed Assets	(4,769)	-
(Gain) on Exchange	(2,463)	(5,000)
Deferred Contributions Released	-----	-----

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	15	14
Zoo, Pleasure Park and Mobile Homes	150	113
	---	---
	165	127
	---	---

Staff Costs during the year amounted to:

	1989	1988
	---	---
	£	£
Wages and Salaries	656,271	513,467
Social Security Costs	59,737	46,519
Pension Scheme	13,574	-
	---	---
	729,582	559,986
	---	---
	£	£

Directors' Remuneration amounted to:

Salaries	296,672	103,000
Pension Scheme	233,000	203,000
	---	---
	529,672	306,000
	---	---

1,259,254	865,986
---	---

Emoluments of the Chairman who was also the highest paid Director

185,000	48,000
---	---

The emoluments of the other Directors fell within the range:

£20,001 - £25,000	-	1
£25,001 - £30,000	-	1
£30,001 - £35,000	1	-
£35,001 - £40,000	1	-

5. INTEREST PAYABLE

Repayable within 5 years:

	1989	1988
	---	---
	£	£
Bank	5,012	6,145
Other	45,941	30,412
	---	---
	50,953	36,557
	---	---



FLAMINGO LAND LIMITED

Notes on the Financial Statements

6. TAXATION

	1989	1988
	£	£
The charge for the year comprises:		
United Kingdom Corporation Tax at 35% (1989 - 27%)	116,891	11,447
Adjustment in respect of prior year	(31)	50
	<u>116,860</u>	<u>11,497</u>

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 1988	880,940	175,351	2,848,528	3,904,819
Additions during Year	417,904	20,648	713,594	1,152,146
Disposals during Year	-	(15,295)	(109,614)	(124,909)
At 31st March 1989	<u>1,298,844</u>	<u>180,704</u>	<u>3,452,508</u>	<u>4,932,056</u>
Depreciation				
At 1st April 1988	-	99,287	1,985,491	2,084,778
Disposals during Year	-	(15,235)	(76,596)	(91,831)
Charge for Year	-	40,621	635,100	675,721
At 31st March 1989	<u>-</u>	<u>124,673</u>	<u>2,543,995</u>	<u>2,668,668</u>
Net Book Value at 31st March 1989	<u>1,298,844</u>	<u>56,031</u>	<u>908,513</u>	<u>2,263,388</u>

8. STOCKS

	1989	1988
	£	£
Stocks consist of:		
Animals	20,000	20,000
Catering Food	49,386	21,510
Animal Food	1,647	1,352
Caravans	23,021	21,554
Provisions & Goods for Resale	12,883	7,617
Wines, Spirits & Cigarettes	16,952	7,907
Gifts & Souvenirs	70,641	38,514
Calor Gas	-	256
Telephone Cards	1,193	-
Consumable Equipment	37,931	-
	<u>233,654</u>	<u>118,740</u>

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FLAMINGO LAND LIMITED

Notes on the Financial Statements

9. INVESTMENT

	<u>1989</u>	<u>1988</u>
	£	£
Shares at Cost	30,000	30,000
Current Account	27,500	10,000
	<u>57,500</u>	<u>40,000</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

	<u>1989</u>	<u>1988</u>
	£	£
Trade Debtors	76,792	14,555
Other Debtors	135,840	89,429
Prepayments	45,139	65,221
	<u>257,771</u>	<u>169,205</u>

11. CREDITORS - amounts falling due within one year

	<u>1989</u>	<u>1988</u>
	£	£
Bank Overdraft	294,841	393,831
Trade Creditors	816,350	854,872
Rents and Deposits Received in Advance	191,209	137,143
Other Taxes and Social Security Costs	24,699	15,621
Other Creditors	6,826	2,437
Accruals	786,511	437,072
Loan from Pension Fund	250,000	350,000
Corporation Tax - a.p. ended 31.3.88	11,447	11,447
a.p. ended 31.3.89	116,891	-
	<u>2,498,774</u>	<u>2,202,423</u>

The overdraft 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. DEFERRED TAXATION

There is no provision required for Deferred Taxation.

13. SHARE CAPITAL

	<u>1989</u>	<u>1988</u>
	£	£
Authorised, Issued & Fully Paid		
Ordinary Shares of £1 each	<u>50,000</u>	<u>50,000</u>

14. RESERVES

	<u>Capital Reserve</u>	<u>Retained Profit</u>	<u>Total</u>
	£	£	£
At 1st April 1988	-	67,181	67,181
Profit for Year after Taxation	-	157,688	157,688
English Tourist Board Repayable Capital Grant	<u>72,678</u>	-	<u>72,678</u>
At 31st March 1989	<u>72,678</u>	<u>224,869</u>	<u>297,547</u>

15. CAPITAL EXPENDITURE SCHEMES

There were no commitments for capital expenditure at 31st March 1989 (1988 - nil).

FLAMINGO LAND LIMITED

Statement of Source and Application of Funds  
for Year ended 31st March 1989

	1989	1988
	£	£
<b>SOURCE OF FUNDS</b>		
Profit/(Loss) on Ordinary Activities before Taxation	274,548	(164,907)
Adjustment for items not involving Movement of Working Capital:		
Depreciation	675,721	655,878
(Gain)/Loss on Disposal of Tangible Fixed Assets	(59,896)	44,098
Transfer of Tangible Fixed Assets to Stock at Net Book Value	6,972	-
<b>TOTAL GENERATED FROM OPERATIONS</b>	<b>897,345</b>	<b>535,069</b>
<b>FUNDS FROM OTHER SOURCES</b>		
Proceeds of Disposal of Tangible Fixed Assets	86,002	10,477
Loans Received from Pension Fund	650,000	350,000
Repayable Capital Grant Received	-	72,678
	<b>1,633,347</b>	<b>968,224</b>
<b>APPLICATION OF FUNDS</b>		
Purchase of Tangible Fixed Assets	(1,152,146)	(788,555)
Tax Paid	-	(45,250)
Repayment of Loan to Pension Fund	(750,000)	-
	<b>(1,902,146)</b>	<b>(833,805)</b>
<b>WORKING CAPITAL - (Decrease)/Increase</b>	<b>(268,799)</b>	<b>134,419</b>
<b>COMPONENTS OF (DECREASE)/INCREASE IN WORKING CAPITAL</b>		
Stocks	114,914	39,449
Investment	17,500	10,000
Debtors & Prepayments	88,566	(14,535)
Creditors	(378,481)	(153,275)
	<b>(157,501)</b>	<b>(118,361)</b>
<b>MOVEMENT IN NET LIQUID FUNDS</b>		
Bank & Cash	(111,298)	252,780
	<b>(268,799)</b>	<b>134,419</b>

The Notes on pages 5 to 9 form part of these Accounts  
Audit Report page 2