

**Insight Travel Services Limited**

**Directors' report and financial  
statements**

**Registered number 1970858**

**31 December 2006**

**TUESDAY**



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## Directors' report

The directors present their directors' report and financial statements for the year ended 31 December 2006

### Principal activities

The principal activity of the company is the provision of data processing, administration and other services to other group companies

### Business review

Both the year end financial position and the level of business were considered satisfactory and the directors expect that the present level of activity will be maintained for the foreseeable future

### Results and dividends

The profit for the year, after taxation, amounted to £143,100 (2005 £144,761) Directors do not recommend the payment of a dividend (2005 £nil)

### Financial instruments

Details of the company's financial risk management objectives and policies are included in note 14 to the financial statements

### Directors and directors' interests

The directors who held office during the year were as follows

JS Boulding  
DID Howie

None of the directors who held office at the end of the financial year had any disclosable interest in the shares of the Company

According to the register of directors' interest, no rights to subscribe for shares in or debentures of the company or any other group company were granted to any of the directors or their immediate families, or exercised by them, during the financial year

### Disclosure of information to auditors

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

### Auditors

During the year Hargreaves, Brown & Benson resigned and KPMG LLP were appointed as auditors of the company. In accordance with Section 384 of the Companies Act 1985, a resolution for the re-appointment of KPMG LLP as auditors of the company is to be proposed at the forthcoming Annual General Meeting

By order of the board



DID Howie  
Secretary

Gareloch House  
Gareloch Road  
Port Glasgow  
Renfrewshire  
PA14 5XH

3 August 2007



## **Statement of directors' responsibilities in respect of the directors' report and the financial statements**

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with IFRSs as adopted by the EU and applicable laws.

The financial statements are required by law to present fairly the financial position and the performance of the company, the Companies Act 1985 provides in relation to such financial statements that references in the relevant part of that Act to financial statements giving a true and fair view are references to their achieving a fair presentation.

- In preparing these financial statements, the directors are required to
- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- state whether they have been prepared in accordance with IFRSs as adopted by the EU, and
- 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 that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that its financial statements comply with the Companies Act 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.







## KPMG LLP

St James' Square  
Manchester  
M2 6DS  
United Kingdom

### **Independent auditors' report to the members of Insight Travel Services Limited**

We have audited the financial statements of Insight Travel Services Limited for the year ended 31 December 2006 which comprise the Income Statement, the Balance Sheet, the Cash Flow Statement and the Statement of Changes in Equity and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of directors and auditors**

The directors' responsibilities for preparing the financial statements in accordance with applicable law and International Financial Reporting Standards (IFRSs) as adopted by the EU are set out in the Statement of Directors' Responsibilities on page 2.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and whether the financial statements have been properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

#### **Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 judgments 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.



**Independent auditors' report to the members of Insight Travel Services Limited** *(continued)*

**Opinion**

In our opinion

- the financial statements give a true and fair view, in accordance with IFRSs as adopted by the EU, of the state of the company's affairs as at 31 December 2006 and of its profit for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the financial statements

*KPMG LLP*

**KPMG LLP**  
*Chartered Accountants*  
*Registered Auditor*

*28/8/* 2007



## Income statement

for the year ended 31 December 2006

	<i>Note</i>	2006 £	2005 £
<b>Revenue</b>		<b>1,854,150</b>	<b>1 831,500</b>
Cost of sales		(1,685,584)	(1 664,930)
<b>Operating profit</b>	<b>3</b>	<b>168,566</b>	<b>166,570</b>
Finance income	<b>6</b>	<b>39,325</b>	<b>42,800</b>
Finance expense	<b>6</b>	<b>(21)</b>	<b>(5)</b>
<b>Profit before tax</b>		<b>207,870</b>	<b>209,365</b>
Taxation	<b>7</b>	<b>(64,770)</b>	<b>(64 604)</b>
<b>Profit for the year</b>		<b>143,100</b>	<b>144,761</b>

All results relate to continuing operations

The company has no recognised gains or losses other than the results for the year as set out above



**Statement of changes in equity**  
*for the year ended 31 December 2006*

	Share premium £	Share capital £	Retained earnings £	Total £
At 1 January 2005	17,145,100	40,000	(15,863,007)	1,322,093
Profit for the year	-	-	144,761	144 761
At 1 January 2006	17,145,100	40,000	(15,718,246)	1,466,854
Profit for the year	-	-	143 100	143 100
At 31 December 2006	17,145,000	40,000	(15,575,146)	1,609,954

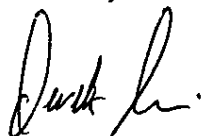




**Balance Sheet**  
*at 31 December 2006*

	<i>Note</i>	<b>2006</b> £	<b>2005</b> £
<b>Non-current assets</b>			
Plant and equipment	8	92,228	73,290
Deferred tax asset	11	-	18,288
		<u>92,228</u>	<u>91,578</u>
<b>Current assets</b>			
Trade and other receivables	9	629,492	325,683
Cash and cash equivalents	10	1,665,236	1,827,920
		<u>2,294,728</u>	<u>2,153,603</u>
<b>Total assets</b>		<u>2,386,956</u>	<u>2,245,181</u>
<b>Non-current Liabilities</b>			
Deferred tax liabilities	11	(3,560)	-
		<u>(3,560)</u>	<u>-</u>
<b>Current liabilities</b>			
Trade and other payables	12	(730,520)	(728,824)
Tax payable		(42,922)	(49,503)
		<u>(773,442)</u>	<u>(778,327)</u>
<b>Total liabilities</b>		<u>(777,002)</u>	<u>(778,327)</u>
<b>Net assets</b>		<u>1,609,954</u>	<u>1,466,854</u>
<b>Equity</b>			
Share capital	17	40,000	40,000
Share premium		17,145,100	17,145,100
Accumulated deficit		(15,575,146)	(15,718,246)
<b>Total Equity</b>		<u>1,609,954</u>	<u>1,466,854</u>

These financial statements were approved by the board of directors on 3 August 2007 and were signed on its behalf by



**DID Howie**  
Director



**Cash Flow Statement**  
*for the year ended 31 December 2006*

	<i>Note</i>	<b>2006</b> £	<b>2005</b> £
<b>Cash flows from operating activities</b>			
Profit for the year		143,100	144,761
<i>Adjustments for</i>			
Depreciation		28,400	21,761
Finance expense		21	5
Finance income		(39,325)	(42,800)
Gain on sale of plant and equipment		(3,235)	-
Taxation expense		64,770	64,604
		<hr/>	<hr/>
<b>Operating profit before changes in working capital</b>		193,731	188,331
(Increase)/decrease in trade and other receivables		(303,809)	228,688
Increase/(decrease) in trade and other payables		1,694	(1,425,498)
Interest paid		(21)	(5)
Taxation paid		(49,501)	(36,220)
		<hr/>	<hr/>
<b>Net cash used in operating activities</b>		(157,906)	(1,044,704)
		<hr/>	<hr/>
<b>Cash flows from investment activities</b>			
Interest received		39,325	42,800
Proceeds from sale of plant and equipment		8,500	-
Acquisition of plant and equipment	8	(52,603)	(32,101)
		<hr/>	<hr/>
<b>Net cash (used in)/from investing activities</b>		(4,778)	10,699
		<hr/>	<hr/>
<b>Net decrease in cash and cash equivalents</b>		(162,684)	(1,034,005)
Cash and cash equivalents at 1 January		1,827,920	2,861,925
		<hr/>	<hr/>
<b>Cash and cash equivalents at 31 December</b>		1,665,236	1,827,920
		<hr/>	<hr/>



## Notes

*(forming part of the financial statements)*

### 1 Accounting policies

Insight Travel Services Limited (the "Company") is a company incorporated in the UK

The company financial statements have been prepared and approved by the directors in accordance with International Financial Reporting Standards as adopted by the EU ("Adopted IFRSs")

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements

#### **Revenue**

Revenue represents the income earned from the provision of administrative services. All revenue excludes value added tax.

#### **Foreign currency**

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the rates prevailing on the date when the fair value was determined. Non-monetary items that are measured at historical cost in a foreign currency are not translated.

Exchange differences arising on the settlement of monetary items and on the retranslation of monetary items are taken to the income statement. Exchange differences arising on non-monetary items, carried at fair value, are included in the income statement, except for the differences arising on the retranslation of non-monetary items in respect of which gains and losses are recorded in equity. For such non-monetary items, any exchange component of that gain or loss is also recognised directly in equity.

#### **Intra-group financial instruments**

Where the Company enters into financial guarantee contracts to guarantee the indebtedness of other companies within its group, the company considers these to be insurance arrangements and accounts for them as such. In this respect, the company treats the guarantee contract as a contingent liability until such time as it becomes probable that the company will be required to make a payment under the guarantee.

#### **Employee benefits**

##### **Defined benefit plans**

The company participates in a group defined benefit pension scheme, which was closed to new members from 1 May 2004. The assets of the scheme are held separately from those of the company in separate trustee administered funds. The pension scheme is a group plan and Insight Travel Services Limited is not the sponsoring entity. Consequently, the scheme is accounted for as defined contribution scheme and obligations for contributions are recognised as an expense in the income statement as incurred.

##### **Defined contribution plans**

From 1 May 2004 the company participated in a group defined contribution scheme, open to all employees subject to scheme rules. The assets of the scheme are held separately from those of the company in separate trust administered funds. Obligations for contributions to defined contribution pension plans are recognised as an expense in the income statement as incurred.



## Notes (continued)

### 1 Accounting policies (continued)

#### *Plant and equipment*

Plant and equipment are stated at cost less accumulated depreciation and impairment losses

Depreciation is charged to the income statement on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment. Land is not depreciated. The estimated useful lives are as follows:

Fixtures and fittings	10% - 25% on cost
Motor Vehicles	25% on cost with 20% residual value

#### *Cash and cash equivalents*

Cash and cash equivalents comprise cash balances and call deposits. Bank overdrafts that are repayable on demand and form an integral part of the Company's cash management are included as a component of cash and cash equivalents for the purpose only of the statement of cash flows.

#### *Taxation*

Tax on the profit or loss for the year comprises current and deferred tax. Tax is recognised in the income statement except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided on temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The following temporary differences are not provided for: the initial recognition of goodwill, the initial recognition of assets or liabilities that affect neither accounting nor taxable profit other than in a business combination, and differences relating to investments in subsidiaries to the extent that they will probably not reverse in the foreseeable future. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the balance sheet date.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised.

#### *Expenses*

##### *Operating lease payments*

Payments made under operating leases are recognised in the income statement on a straight-line basis over the term of the lease. Lease incentives received are recognised in the income statement as an integral part of the total lease expense.

##### *Net financing costs*

Net financing costs comprise interest payable, finance charges on shares classified as liabilities and finance leases, interest receivable on funds invested, dividend income, foreign exchange gains and losses that are recognised in the income statement.

Interest income and interest payable is recognised in profit or loss as it accrues, using the effective interest method. Dividend income is recognised in the income statement on the date the entity's right to receive payments is established.





## Notes (continued)

### 2 Revenue

The turnover and pre tax result are wholly attributable to the company's main activity, being the provision of data process in administration and other services to other group companies

### 3 Expenses and auditors' remuneration

*Included in profit/loss are the following*

	2006 £	2005 £
Depreciation on owned plant and equipment	28,400	21 761
Operating lease costs		
Plant and equipment	-	9 828
Other	50,015	71 659
Net loss on foreign currency translation	21,410	96 136
Gain on sale of plant and equipment	3,235	-
	<u>          </u>	<u>          </u>

*Auditors' remuneration*

	2006 £	2005 £
Audit fee	25,800	17,000
	<u>          </u>	<u>          </u>

### 4 Staff numbers and costs

The average number of persons employed by the Company during the year, analysed by category, was as follows

	Number of employees 2006	2005
Administration	49	48
	<u>          </u>	<u>          </u>

The aggregate payroll costs of these persons were as follows

	2006 £	2005 £
Wages and salaries	1,059,786	989 960
Social security costs	89,731	87,287
Other pension costs	125,801	109 214
Total	<u>1,275,318</u>	<u>1,186 461</u>

### 5 Remuneration of directors

	2006 £	2005 £
Directors' emoluments	262,498	214 980
	<u>          </u>	<u>          </u>

	Number of directors 2006	2005
Retirement benefits are accruing to the following number of directors under		
Defined benefit schemes	2	2
	<u>          </u>	<u>          </u>



## Notes (Continued)

### 5 Remuneration of Directors (Continued)

The aggregate of emoluments and amounts receivable under long term incentive schemes of the highest paid director was £130,199 (2005 £138,470). He is a member of a defined benefit scheme, under which his accrued pension at the year end was £106,051 (2005 £83,638).

### 6 Finance income and expense

	2006 £	2005 £
Interest income	39,325	42,800
Financial income	39,325	42,800
Interest expense	21	5
Financial expenses	21	5

### 7 Taxation

#### Recognised in the income statement

	2006 £	2005 £
<i>Current tax expense</i>		
Current year	42,922	49,505
Over/under provision in prior year	-	(147)
	42,922	49,358
<i>Deferred tax expense</i>		
Origination and reversal of temporary differences		
Capital allowances	4,960	7,767
Other	16,888	7,497
	21,848	15,246
Total tax in income statement	64,770	64,604

#### Reconciliation of effective tax rate

	2006 £	2005 £
Profit before tax	207,870	209,365
Tax using the UK corporation tax rate of 30% (2005 30%)	62,361	62,810
Non-deductible expenses	2,409	1,941
Over provided in prior years	-	(147)
Total tax in income statement	64,770	64,604



## Notes (continued)

### 8 Plant and equipment

	Office equipment, fixtures & fittings £	Motor Vehicles £	Total £
<b>Cost</b>			
Balance at 1 January 2006	224,326	64,461	288,787
Acquisitions	17,331	35,272	52,603
Disposals	(70,367)	(26,325)	(96,692)
	<hr/>	<hr/>	<hr/>
Balance at 31 December 2006	171,290	73,408	244,698
	<hr/>	<hr/>	<hr/>
<b>Depreciation</b>			
Balance at 1 January 2006	171,565	43,932	215,497
Depreciation charge for the year	16,982	11,418	28,400
Disposals	(70,367)	(21,060)	(91,427)
	<hr/>	<hr/>	<hr/>
Balance at 31 December 2006	118,180	34,290	152,470
	<hr/>	<hr/>	<hr/>
<b>Net book value</b>			
At 31 December 2005	52,761	20,529	73,290
	<hr/>	<hr/>	<hr/>
At 31 December 2006	53,110	39,118	92,228
	<hr/>	<hr/>	<hr/>

### 9 Trade and other receivables

	2006 £	2005 £
Trade receivables due from group undertakings	516,195	272,324
Other trade receivables and prepayments	113,297	53,359
	<hr/>	<hr/>
	629,492	325,683
	<hr/>	<hr/>

### 10 Cash and cash equivalents

	2006 £	2005 £
Cash and cash equivalents per balance sheet	624,271	797,276
Deposits	1,040,965	1,030,644
	<hr/>	<hr/>
Cash and cash equivalents per cash flow statements	1,665,236	1,827,920
	<hr/>	<hr/>



## Notes (continued)

### 11 Deferred tax assets /liabilities

#### *Recognised deferred tax assets/liabilities*

Deferred tax assets/liabilities are attributable to the following

	2006 £	2005 £
Plant and equipment	(3,560)	18 288

The deferred tax asset account consists of the tax effect and timing differences in respect of excess of taxation allowances over depreciation on plant and equipment

#### *The movement in the deferred taxation during the year*

	2006 £	2005 £
At 1 January 2006	18,288	33 534
Recognised in income statement	(21,848)	(15 246)
At 31 December 2006	(3,560)	18,288

### 12 Trade and other payables

	2006 £	2005 £
Trade payables	37,053	10,287
Trade payables due to group undertakings	607,170	618,175
Other payables and accruals	30,014	41,213
VAT payable	-	8 212
PAYE and social security	56,283	50,937
	730,520	728,824

### 13 Pension scheme

#### **Pension plans**

The company contributes to a group pension scheme open to all employees, subject to scheme rules. The scheme comprises a group plan defined benefit scheme, which was closed to new members from 1 May 2004 and a group plan defined contribution scheme, which was opened from that date. The assets are held in separate trustee administered funds. The defined benefit group plan is accounted for as a defined contribution scheme as there is no contractual agreement allocating the cost of the scheme. Details of the scheme deficit and plan assets are provided below.

During the year ended 31 December 2006 £ 117,212 was charged against profits in respect of the defined benefit scheme (2005 £102,475) and £8,589 was charged against profits in respect of the defined contribution scheme (2005 £6,739).





## Notes (continued)

### 13 Pension scheme (continued)

Plan assets consist of the following

	2006 £000	2005 £000
Equity securities	8,845	7,446
Bonds	921	699
Property	104	90
Cash	638	508
	<u>10,508</u>	<u>8,743</u>

### Movement in the liability for defined benefit obligations

	2006 £000	2005 £000
Liability for defined benefit obligations at 1 January	15,339	11,992
Interest cost	761	660
Current service cost	760	604
Benefits paid by the plan	(125)	(128)
Members contributions	172	172
Actuarial (gains)/losses recognised in equity (see below)	(871)	2,039
Liability for defined benefit obligations at 31 December	<u>16,036</u>	<u>15,339</u>

### Movement in plan assets

	2006 £000	2005 £000
Fair value of plan assets at 1 January	8,742	6,636
Contributions paid into the plan	797	785
Benefits paid by the plan	(125)	(128)
Expected return on plan assets	739	606
Actuarial (losses)/gains recognised in equity	355	844
Fair value of plan assets at 31 December	<u>10,508</u>	<u>8,743</u>

### Components of pension expense

	2006 £000	2005 £000
Current service costs	760	604
Interest on obligation	761	660
Expected return on plan assets	(739)	(606)
	<u>782</u>	<u>658</u>



## Notes (continued)

### 13 Pension scheme (continued)

#### Actuarial assumptions

Principal actuarial assumptions at the reporting date (expressed as weighted averages)

	2006 £	2005 £
Discount rate at 31 December	5.10	4.70
Expected return on plan assets at 1 January	7.50	7.28
Future salary increases	4.10	3.75
Future pension increases on benefits accrued from 1997 to 2005	3.20	3.00
Future pension increases on benefits accrued post 2005	2.90	2.70
Rate of increase on deferred pensions	3.10	2.75
Inflation	3.10	2.75

### 14 Financial risk management objectives and policies

The company holds or issues financial instruments in order to achieve three main objectives, as follows

- a) to finance its operations,
- b) to manage its exposure to interest risk from its operations and from its sources of finance, and
- c) for trading purposes

In addition, various financial instruments (e.g. trade receivables, trade payables, accruals and prepayments) arise directly from the company's operations

Transactions in financial instruments result in the company assuming or transferring to another party one or more of the financial risks described below

#### Credit risk

The company monitors credit risk closely and considers that its current policies of credit checks meet its objectives of managing exposure to credit risk

The company has no significant concentrations of credit risk. Amounts shown in the balance sheet best represent the maximum credit risk exposure in the event of other parties failing to perform their obligations under financial instruments

#### Liquidity risk

The company at all times maintains adequate committed credit facilities in order to meet all its commitments as and when they fall due. There are no long term borrowings

### 15 Operating leases

Non-cancellable operating lease rentals are payable as follows

	2006 £	2005 £
Less than one year	57,345	55,476
Between two and five years	94,690	152,035
More than five years	-	-
	<u>152,035</u>	<u>207,511</u>

The company has entered into two short term leases in respect of properties it occupies



## Notes (continued)

### 16 Related party transactions

During the year the company received services from other members of the group as follows

	2006 £	2005 £
Trafalgar Management Services Limited	24,000	37,794
	<u>24,000</u>	<u>37,794</u>

During the year the company provided services to other members of the group as follows

	2006 £	2005 £
Radical Travel Group Limited	15,300	15,200
Trafalgar Travel Limited	16,500	14,700
Trafalgar Management Services Limited	35,200	34,300
Trafalgar London Handling Limited	23,600	22,900
Tracoin Services Limited	5,800	5,500
Contiki Services Limited	1,200	1,200
Evan Evans Tours Limited	1,200	4,000
Insight Vacations Limited	137,000	138,100
AAT Kings Tours (UK) Limited	19,150	21,700
Trafalgar Operations Limited	384,600	340,300
Trafalgar Tours Bermuda Limited	86,350	81,600
Insight Operations Bermuda Limited	132,650	124,300
Insight Tours International (Bermuda) Limited	893,400	926,500
Busabout Operations Limited	61,600	64,800
Grand European Operations Limited	40,600	36,400
	<u>1,854,150</u>	<u>1,831,500</u>

Amounts owing to other members of the group, which are unsecured and payable on demand were

	2006 £	2005 £
Insight Tours International (Bermuda) Limited	513,043	411,077
Insight Vacations Limited	-	8,805
Evan Evans Tours Limited	-	693
Trafalgar London Handling Limited	-	3,100
Busabout Operations Limited	3,900	6,200
Trafalgar Travel Limited	-	300
Trafalgar Operations Limited	28,319	109,882
Trafalgar Tours Bermuda Limited	13,480	34,930
AAT Kings Car UK Limited	-	4,544
Contiki Services Limited	-	2,428
Milestone Management Services Limited	-	20,556
Summer Lodge Management Limited	48,427	15,662
	<u>607,170</u>	<u>618,177</u>



## Notes (continued)

### 16 Related party transactions (continued)

Amounts owing by other members of the group, which are unsecured and payable on demand were

	2006 £	2005 £
<i>Parent Company</i>		
Insight Group Limited	220,428	220,422
<i>Other Group Companies</i>		
Insight Vacations Limited	42,959	-
AAT Kings Tours (UK) Limited	2,287	-
Insight International Tours Limited	18,894	19,969
Tracoin Services Limited	9,077	1,611
Contiki Services Limited	12,815	-
Radical Travel Limited	9,279	-
Trafalgar Management Services Limited	99,159	16,014
Trafalgar London Handling Limited	47,835	-
Evan Evans Tours Limited	47,555	-
Grand European Operations Limited	3,507	14,308
Trafalgar Travel Limited	2,400	-
	<u>516,195</u>	<u>272,324</u>

Details of the company's immediate parent and the ultimate controlling party are included at note 18

### 17 Share capital

#### Share capital

	Ordinary shares	
	2006	2005
On issue at 1 January	40,000	40,000
On issue at 31 December – fully paid	<u>40,000</u>	<u>40,000</u>
	<u>40,000</u>	<u>40,000</u>
	<u>40,000</u>	<u>40,000</u>
	<u>40,000</u>	<u>40,000</u>
<i>Authorised</i>		
40,000 Ordinary shares of £1 each	40,000	40,000
	<u>40,000</u>	<u>40,000</u>
	<u>40,000</u>	<u>40,000</u>
<i>Allotted, called up and fully paid</i>		
40,000 Ordinary shares of £1 each	40,000	40,000
	<u>40,000</u>	<u>40,000</u>
Shares classified in shareholders funds	<u>40,000</u>	<u>40,000</u>

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company

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**Notes** *(continued)*

**18 Ultimate parent company**

The company's ultimate parent undertaking is The Travel Corporation Limited, a company incorporated in the British Virgin Islands

The largest group in which the results of the Company are consolidated is that headed The Travel Corporation Limited, a company incorporated in the British Virgin Islands. The financial statements of this company are not available to the public. The smallest group in which they are consolidated is that headed by Insight Group Limited, a company registered in England and Wales. Copies of the consolidated financial statements of Insight Group Limited are available to the public from the Registrar of Companies.

