

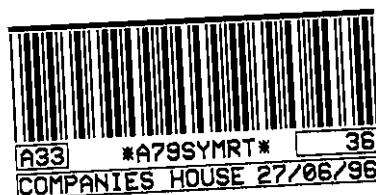


BDO Stoy Hayward  
Chartered Accountants

**VILLA OWNERS TRAVEL CLUB LIMITED**

**ABBREVIATED ACCOUNTS**

**for the year ended  
31 December 1995**



**Company Number 1992328**

BDO Stoy Hayward firms also in the South East, Ayr, Bacup, Belfast, Birmingham, Bristol, Bury St. Edmunds, Cardiff, Edinburgh, Glasgow, Ipswich, Leeds, Manchester, Newcastle-upon-Tyne, Newmarket, Norwich, Nottingham, Peterborough, Poole, Rochdale, Saltcoats, Sheffield, Southampton, Stranraer, Sunderland, Wolverhampton.  
BDO Stoy Hayward – South East Firm has Offices in London, Bromley, Chelmsford, Epsom, Reading, Richmond, Ware and Wembley.

**DIRECTORS**

RG Boyce (Chairman)  
GD Baber  
NP Beamish

**SECRETARY**

GD Baber

**REGISTERED OFFICE**

Kentford Lodge  
Kentford  
Newmarket  
Suffolk

**AUDITORS**

BDO Stoy Hayward  
87 Guildhall Street  
Bury St Edmunds  
Suffolk

**BANKERS**

Lloyds Bank plc  
Bury St Edmunds  
Suffolk

**SOLICITORS**

Taylor Vinters  
Merlin Place  
Milton Road  
Cambridge

**AUDITORS' REPORT**

to the directors of Villa Owners Travel Club Limited  
pursuant to paragraph 24 of Schedule 8 to the Companies Act 1985

We have examined the abbreviated accounts on pages 3 to 6 together with the full financial statements of Villa Owners Travel Club Limited for the year ended 31 December 1995. The scope of our work for the purpose of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors' statement on page 3 and that the abbreviated accounts have been properly prepared from the full financial statements.

In our opinion the directors are entitled under Sections 246 to 247 of the Companies Act 1985 to the exemptions conferred in Section A of Part III of Schedule 8 to that Act in respect of the year ended 31 December 1995, and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with that Schedule.

On 24 June 1996 we reported, as auditors of Villa Owners Travel Club Limited, to the members on the full financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 December 1995 and our audit report was as follows:

We have audited the financial statements on pages 5 to 10 which have been prepared on the basis of the accounting policies set out on page 7.

**Respective responsibilities**

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 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.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*BDO Stoy Hayward*  
Chartered Accountants  
Registered Auditors

24 June 1996

VILLA OWNERS TRAVEL CLUB LIMITED

**BALANCE SHEET**  
as at 31 December 1995

	Notes	£	1995 £	£	1994 £
<b>FIXED ASSETS</b>					
Tangible assets	2		7,035		9,290
<b>CURRENT ASSETS</b>					
Stocks		-		1,680	
Debtors		784,495		743,856	
Cash at bank		470,000		387,679	
		<u>1,254,495</u>		<u>1,133,215</u>	
<b>CREDITORS: amounts falling due within one year</b>	3	<u>(1,101,612)</u>		<u>(1,011,761)</u>	
<b>Net Current Assets</b>			<u>152,883</u>		<u>121,454</u>
<b>Total Assets less Current Liabilities</b>			<u>159,918</u>		<u>130,744</u>
<b>CREDITORS: amounts falling due after more than one year</b>			<u>(499)</u>		<u>(3,495)</u>
<b>Net Assets</b>			<u><u>159,419</u></u>		<u><u>127,249</u></u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	4		40,000		40,000
Profit and loss account			119,419		87,249
<b>Shareholders' Funds</b>			<u><u>159,419</u></u>		<u><u>127,249</u></u>

All shareholders' funds are attributable to equity interests.

We have relied on Sections 246 and 247 of the Companies Act 1985, entitling us to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, and we do so on the grounds that the company is entitled to the benefit of these sections as a small company.

The abbreviated accounts on pages 3 to 6 were approved by the Board on 21 June 1996.

  
RG Boyce  
Director

**1 ACCOUNTING POLICIES**

**Accounting convention**

The financial statements are prepared under the historical cost convention.

**Turnover**

Turnover represents amounts receivable for travel services, together with the related commissions, provided net of trade discounts and VAT.

**Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost less estimated residual value of each asset on a straight-line basis over its expected useful life as follows:

Office equipment	- 10 years
Computer equipment	- 4 years

**Hire purchase commitments**

Assets obtained under hire purchase contracts are capitalised as tangible fixed assets at the estimated present value of underlying payments and are depreciated in accordance with the above policy. Obligations under such agreements are included in creditors net of finance charges allocated to future periods. The finance element of payments is charged to the profit and loss account over the period of the hire purchase contract so as to produce a constant periodic rate of charge on the outstanding balance of the net obligation in each period.

Rentals paid under other leases (operating leases) are charged against income on a straight line basis over the lease term.

**Stocks**

Stocks, being publications, are stated at the lower of cost and net realisable value.

**Deferred taxation**

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.

**Compliance with accounting standards**

The financial statements have been prepared in accordance with applicable accounting standards.

VILLA OWNERS TRAVEL CLUB LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS  
for the year ended 31 December 1995

2 TANGIBLE FIXED ASSETS

Summary	Office equipment £	Computer equipment £	Total £
<b>Cost</b>			
1 January 1995	2,559	28,976	31,535
Additions	2,500	-	2,500
<b>31 December 1995</b>	<b>5,059</b>	<b>28,976</b>	<b>34,035</b>
<b>Depreciation</b>			
1 January 1995	1,854	20,391	22,245
Charge for the year	409	4,346	4,755
<b>31 December 1995</b>	<b>2,263</b>	<b>24,737</b>	<b>27,000</b>
<b>Net book value</b>			
Owned assets	2,796	494	3,290
Hire purchase asset	-	3,745	3,745
<b>31 December 1995</b>	<b>2,796</b>	<b>4,239</b>	<b>7,035</b>
Owned assets	705	1,094	1,799
Hire purchase asset	-	7,491	7,491
<b>31 December 1994</b>	<b>705</b>	<b>8,585</b>	<b>9,290</b>

3 CREDITORS

Creditors include an amount of £3,495 (1994: £6,491) in respect of obligations under a hire purchase contract. This is secured on the underlying assets of the contract.

4 CALLED UP SHARE CAPITAL

	1995 Number	Authorised 1994 Number	1995 £	Allotted and fully paid 1994 £
£1 Ordinary shares	100,000	100,000	40,000	40,000

**5 DIRECTORS**

**(1) Balance with connected undertaking**

At the year end the company owed £146,605 (1994: £69,878) to Villa Owners Club Limited.

This balance is interest free, unsecured and repayable on demand.

**(2) Transactions involving directors**

During the year management charges of £120,000 and commissions of £266,543 were payable to Villa Owners Club Limited. In view of the relationship noted below, GD Baber had a material interest in these transactions.

**(3) Nature of relationships**

GD Baber is a director and significant shareholder of Villa Owners Club Limited.