

**GROUP STRATEGIC REPORT, REPORT OF THE DIRECTORS AND
AUDITED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH NOVEMBER 2017
FOR
CLASS TOURS LIMITED**

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FOR THE YEAR ENDED 30TH NOVEMBER 2017**

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CLASS TOURS LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 30TH NOVEMBER 2017**

DIRECTORS: N S English
Mrs P M Bryant

SECRETARY: N S English

REGISTERED OFFICE: Verulam House
142 Old Shoreham Road
Hove
East Sussex
BN3 7BD

REGISTERED NUMBER: 06537480 (England and Wales)

AUDITORS: Parkers
Chartered Accountants and Statutory Auditors
178-180 Church Road
Hove, East Sussex
BN3 2DJ

**GROUP STRATEGIC REPORT
FOR THE YEAR ENDED 30TH NOVEMBER 2017**

The directors present their strategic report of the company and the group for the year ended 30th November 2017.

REVIEW OF BUSINESS

The group saw modest turnover growth in 2017 alongside an uptick in Gross Margin, as the business continued to deal with the ongoing impact of the EUR Referendum and it's adverse impact on the value of Sterling. As a result of that and some exceptional costs, Net Profit ended up down year on year.

The Directors expect turnover to grow healthily in 2018, with Gross Margins also returning to levels seen historically. As well as growing the business organically, the Directors are looking to develop the business through corporate and property acquisitions.

PRINCIPAL RISKS AND UNCERTAINTIES

The risks to continued good performance lie principally with general economic performance and terrorist events.

ON BEHALF OF THE BOARD:

.....
N S English, Director

Date: 12/3/2018

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH NOVEMBER 2017**

The directors present their report with the financial statements of the company and the group for the year ended 30th November 2017.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of a specialist tour operator.

DIVIDENDS

Interim dividends of £0.97 per share on the Ordinary £1 shares were paid during the year. The directors recommend that no final dividend be paid on these shares.

No interim dividend was paid on the Ordinary B £1 shares. The directors recommend that no final dividend be paid on these shares.

No interim dividend was paid on the Ordinary C £1 shares. The directors recommend that no final dividend be paid on these shares.

The total distribution of dividends for the year ended 30th November 2017 was £127,765.

DIRECTORS

The directors shown below have held office during the whole of the period from 1st December 2016 to the date of this report.

N S English
Mrs P M Bryant

Other changes in directors holding office are as follows:

N G Goddard - resigned 17th October 2017

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Group Strategic Report, the Report of the Directors 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 the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- 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 adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH NOVEMBER 2017**

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

ON BEHALF OF THE BOARD:


.....
N S English - Director

Date: 12/3/2018
.....

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF CLASS TOURS LIMITED

Opinion

We have audited the financial statements of Class Tours Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 30th November 2017 on pages seven to thirty. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors 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.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company affairs as at 30th November 2017 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information in the Group Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Group Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Group Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF CLASS TOURS LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group Strategic Report or the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the group or the parent company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Annette Watson

Annette Watson PhD BSc FCA (Senior Statutory Auditor)
for and on behalf of Parkers
Chartered Accountants and Statutory Auditors
178-180 Church Road
Hove, East Sussex
BN3 2DJ

Date: 12th march 2018

CLASS TOURS LIMITED (REGISTERED NUMBER: 06537480)

**CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 30TH NOVEMBER 2017**

| | Notes | 2017 £ | 2016 £ |
|---|-------|-----------------------|-----------------------|
| TURNOVER | | 11,128,175 | 10,880,739 |
| Cost of sales | | <u>7,995,887</u> | <u>7,797,981</u> |
| GROSS PROFIT | | 3,132,288 | 3,082,758 |
| Administrative expenses | | <u>2,674,830</u> | <u>2,250,617</u> |
| | | 457,458 | 832,141 |
| Other operating income | | <u>807</u> | <u>-</u> |
| OPERATING PROFIT | 4 | 458,265 | 832,141 |
| Interest receivable and similar income | | <u>1,661</u> | <u>9,992</u> |
| | | 459,926 | 842,133 |
| Interest payable and similar expenses | 6 | <u>22,779</u> | <u>24,467</u> |
| PROFIT BEFORE TAXATION | | 437,147 | 817,666 |
| Tax on profit | 7 | <u>112,212</u> | <u>229,603</u> |
| PROFIT FOR THE FINANCIAL YEAR | | 324,935 | 588,063 |
| Profit attributable to: Owners of the parent | | <u><u>324,935</u></u> | <u><u>588,063</u></u> |

The notes form part of these financial statements

**CONSOLIDATED OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30TH NOVEMBER 2017**

| Notes | 2017 £ | 2016 £ |
|---|----------------|----------------|
| PROFIT FOR THE YEAR | 324,935 | 588,063 |
| OTHER COMPREHENSIVE INCOME | | |
| Property revaluation | - | 349,585 |
| Exchange rate movement on reserves | 5,817 | 28,277 |
| Income tax relating to components of other comprehensive income | - | - |
| | <hr/> | <hr/> |
| OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF INCOME TAX | 5,817 | 377,862 |
| | <hr/> | <hr/> |
| TOTAL COMPREHENSIVE INCOME FOR THE YEAR | 330,752 | 965,925 |
| | <hr/> <hr/> | <hr/> <hr/> |
| Total comprehensive income attributable to: Owners of the parent | 330,752 | 965,925 |
| | <hr/> <hr/> | <hr/> <hr/> |

The notes form part of these financial statements

CONSOLIDATED BALANCE SHEET
30TH NOVEMBER 2017

| | Notes | 2017 £ | 2016 £ |
|--|-------|-------------------------|-------------------------|
| FIXED ASSETS | | | |
| Intangible assets | 10 | 3,595 | 4,793 |
| Tangible assets | 11 | 2,700,573 | 2,654,871 |
| Investments | 12 | | |
| Interest in associate | | 134 | - |
| | | <u>2,704,302</u> | <u>2,659,664</u> |
| CURRENT ASSETS | | | |
| Stocks | 13 | 36,418 | 37,292 |
| Debtors | 14 | 2,667,494 | 1,151,682 |
| Investments | 15 | 517,250 | 516,515 |
| Cash at bank and in hand | | 1,572,087 | 2,362,708 |
| | | <u>4,793,249</u> | <u>4,068,197</u> |
| CREDITORS | | | |
| Amounts falling due within one year | 16 | 3,387,836 | 2,723,946 |
| NET CURRENT ASSETS | | <u>1,405,413</u> | <u>1,344,251</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>4,109,715</u> | <u>4,003,915</u> |
| CREDITORS | | | |
| Amounts falling due after more than one year | 17 | (285,053) | (340,836) |
| PROVISIONS FOR LIABILITIES | 20 | (134,800) | (177,618) |
| NET ASSETS | | <u><u>3,689,862</u></u> | <u><u>3,485,461</u></u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 21 | 141,414 | 140,000 |
| Share premium | 22 | 10,000 | 10,000 |
| Revaluation reserve | 22 | 349,585 | 349,585 |
| Retained earnings | 22 | 3,188,863 | 2,985,876 |
| SHAREHOLDERS' FUNDS | | <u><u>3,689,862</u></u> | <u><u>3,485,461</u></u> |

The financial statements were approved by the Board of Directors on 12/3/2018 and were signed on its behalf by:

.....
N S English Director

COMPANY BALANCE SHEET
30TH NOVEMBER 2017

| | Notes | 2017 | | 2016 | |
|--|-------|------------------|-------------------------|------------------|-----------------------|
| | | £ | £ | £ | £ |
| FIXED ASSETS | | | | | |
| Intangible assets | 10 | | 1 | | 1 |
| Tangible assets | 11 | | 605,552 | | 603,633 |
| Investments | 12 | | 1,134 | | 1,000 |
| | | | <u>606,687</u> | | <u>604,634</u> |
| CURRENT ASSETS | | | | | |
| Stocks | 13 | 23,793 | | 22,567 | |
| Debtors | 14 | 2,132,226 | | 576,535 | |
| Investments | 15 | 517,250 | | 516,515 | |
| Cash at bank and in hand | | 1,028,219 | | 1,061,610 | |
| | | <u>3,701,488</u> | | <u>2,177,227</u> | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 16 | 2,361,269 | | 1,908,643 | |
| NET CURRENT ASSETS | | | <u>1,340,219</u> | | <u>268,584</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>1,946,906</u> | | <u>873,218</u> |
| PROVISIONS FOR LIABILITIES | 20 | | <u>15,000</u> | | <u>27,818</u> |
| NET ASSETS | | | <u><u>1,931,906</u></u> | | <u><u>845,400</u></u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 21 | | 141,414 | | 140,000 |
| Share premium | 22 | | 10,000 | | 10,000 |
| Retained earnings | 22 | | 1,780,492 | | 695,400 |
| SHAREHOLDERS' FUNDS | | | <u><u>1,931,906</u></u> | | <u><u>845,400</u></u> |
| Company's profit for the financial year | | | <u><u>1,206,947</u></u> | | <u><u>173,667</u></u> |

The financial statements were approved by the Board of Directors on 12/3/2018 and were signed on its behalf by:

.....
 N S English - Director

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30TH NOVEMBER 2017

| | Called up share capital £ | Retained earnings £ | Share premium £ | Revaluation reserve £ | Total equity £ |
|--------------------------------------|------------------------------------|---------------------------|-----------------------|-----------------------------|----------------------|
| Balance at 1st December 2015 | 140,000 | 2,618,366 | 10,000 | - | 2,768,366 |
| Changes in equity | | | | | |
| Dividends | - | (248,830) | - | - | (248,830) |
| Total comprehensive income | - | 616,340 | - | 349,585 | 965,925 |
| Balance at 30th November 2016 | <u>140,000</u> | <u>2,985,876</u> | <u>10,000</u> | <u>349,585</u> | <u>3,485,461</u> |
| Changes in equity | | | | | |
| Issue of share capital | 1,414 | - | - | - | 1,414 |
| Dividends | - | (127,765) | - | - | (127,765) |
| Total comprehensive income | - | 330,752 | - | - | 330,752 |
| Balance at 30th November 2017 | <u>141,414</u> | <u>3,188,863</u> | <u>10,000</u> | <u>349,585</u> | <u>3,689,862</u> |

COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30TH NOVEMBER 2017

| | Called up share capital £ | Retained earnings £ | Share premium £ | Total equity £ |
|--------------------------------------|------------------------------------|---------------------------|-----------------------|-------------------------|
| Balance at 1st December 2015 | 140,000 | 742,286 | 10,000 | 892,286 |
| Changes in equity | | | | |
| Dividends | - | (248,830) | - | (248,830) |
| Total comprehensive income | - | 201,944 | - | 201,944 |
| Balance at 30th November 2016 | <u>140,000</u> | <u>695,400</u> | <u>10,000</u> | <u>845,400</u> |
| Changes in equity | | | | |
| Issue of share capital | 1,414 | - | - | 1,414 |
| Dividends | - | (127,765) | - | (127,765) |
| Total comprehensive income | - | 1,212,857 | - | 1,212,857 |
| Balance at 30th November 2017 | <u><u>141,414</u></u> | <u><u>1,780,492</u></u> | <u><u>10,000</u></u> | <u><u>1,931,906</u></u> |

The notes form part of these financial statements

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 30TH NOVEMBER 2017**

| | Notes | 2017 £ | 2016 £ |
|---|-------|-------------------------|-------------------------|
| Cash flows from operating activities | | | |
| Cash generated from operations | 1 | 1,271,874 | 1,140,790 |
| Interest paid | | (74) | (370) |
| Interest element of hire purchase payments paid | | (22,705) | (24,097) |
| Tax paid | | (183,078) | (155,147) |
| Net cash from operating activities | | <u>1,066,017</u> | <u>961,176</u> |
| Cash flows from investing activities | | | |
| Purchase of tangible fixed assets | | (172,759) | (321,028) |
| Purchase of fixed asset investments | | (134) | - |
| Sale of tangible fixed assets | | 10,000 | - |
| Interest received | | 1,661 | 9,992 |
| Net cash from investing activities | | <u>(161,232)</u> | <u>(311,036)</u> |
| Cash flows from financing activities | | | |
| Capital repayments in year | | (269,073) | (298,682) |
| Amount withdrawn by directors | | (22,624) | (14,288) |
| Share issue | | 1,414 | - |
| Loan to parent company | | (1,276,623) | - |
| Equity dividends paid | | (127,765) | (248,830) |
| Short term deposit | | (735) | (1,293) |
| Net cash from financing activities | | <u>(1,695,406)</u> | <u>(563,093)</u> |
| (Decrease)/increase in cash and cash equivalents | | <u>(790,621)</u> | <u>87,047</u> |
| Cash and cash equivalents at beginning of year | 2 | <u>2,362,708</u> | <u>2,275,661</u> |
| Cash and cash equivalents at end of year | 2 | <u><u>1,572,087</u></u> | <u><u>2,362,708</u></u> |

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 30TH NOVEMBER 2017

1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

| | 2017 | 2016 |
|--|------------------|------------------|
| | £ | £ |
| Profit before taxation | 437,147 | 817,666 |
| Depreciation charges | 389,288 | 350,654 |
| Loss on disposal of fixed assets | 2,656 | - |
| Fair value of forward contracts | (15,313) | (65,732) |
| Finance costs | 22,779 | 24,467 |
| Finance income | (1,661) | (9,992) |
| | <u>834,896</u> | <u>1,117,063</u> |
| Decrease/(increase) in stocks | 874 | (22,041) |
| (Increase)/decrease in trade and other debtors | (65,812) | 30,981 |
| Increase in trade and other creditors | 501,916 | 14,787 |
| | <u>1,271,874</u> | <u>1,140,790</u> |
| Cash generated from operations | 1,271,874 | 1,140,790 |

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 30th November 2017

| | 30/11/17 | 1/12/16 |
|---------------------------|------------------|------------------|
| | £ | £ |
| Cash and cash equivalents | <u>1,572,087</u> | <u>2,362,708</u> |

Year ended 30th November 2016

| | 30/11/16 | 1/12/15 |
|---------------------------|------------------|------------------|
| | £ | £ |
| Cash and cash equivalents | <u>2,362,708</u> | <u>2,275,661</u> |

3. ACQUISITION OF BUSINESS

During the year Poole Bay Travel Limited registered a branch in France.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH NOVEMBER 2017**

1. STATUTORY INFORMATION

Class Tours Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the General Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Associates

The French associate Company has not been included in the consolidated accounts, but has been disclosed in the notes.

Significant judgements and estimates

The directors have valued the freehold property on an open market basis. No other significant judgements have had to be made by the directors in preparing these financial statements.

Turnover

Revenue receivable for inclusive tours is recognised on the date of departure, other tours are recognised on the date of departure

Hotel revenue is recognised on the date the booking becomes non-cancellable.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2012 has been amortised evenly over its estimated useful life of five years.

Goodwill on consolidation, being the amount of goodwill in connection with the acquisition of Poole Bay Travel Limited in 2015.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH NOVEMBER 2017

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

Land and buildings include a freehold hotel. Land and buildings are carried at their revalued amounts, being fair value at the date of valuation less subsequent depreciation and impairment losses. Revaluations are performed with sufficient regularity to ensure that the carrying amounts do not differ materially from those that would be determined using fair values at the end of each reporting period. Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Any revaluation increase in the carrying amount of land and buildings is recognised in other comprehensive income and included in a revaluation reserve in equity, except to the extent that it reverses a revaluation decrease of the same asset previously recognised in profit or loss, in which case the increase is credited to profit and loss to the extent of the decrease previously expended.

Decreases that offset previous increases of the same asset are charged in other comprehensive income and debited against revaluation reserve in equity; decreases exceeding the balance in revaluation reserve relating to an asset are recognised in profit or loss. Each year the difference between depreciation based on the revalued carrying amount of the asset recognised in profit or loss and depreciation based on the asset's original cost is transferred from revaluation reserve to retained earnings.

Land and buildings were revalued by a third party last financial year and this year by the Directors, whilst they were carried at cost less accumulated depreciation and impairment in previous periods. The use of a policy of revaluation provides more relevant and reliable information about the value of the property owned by the company.

Vehicles and machinery are carried at cost less accumulated depreciation and accumulated impairment losses

Land is not depreciated. Depreciation on other assets is calculated so as to write off the cost or valuation of an asset, less its residual value, over their estimated useful lives as follows:

Buildings 2% and 10% on cost

Plant and machinery 25% reducing balance and 15% reducing balance

Fixtures and fittings 25% on reducing balance

Motor Vehicles 25% on reducing balance

Computer equipment 25% on reducing balance and 33% on cost

On disposal, the difference between the net disposal proceeds and the carrying amount of the item sold is recognised in profit or loss.

Investments in associates

Investments in associate undertakings are recognised at cost.

Stocks

Current brochure stocks are stated at cost.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH NOVEMBER 2017

2. **ACCOUNTING POLICIES - continued**

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to profit or loss in the period to which they relate.

Impairment of non-financial assets

At each reporting date non-financial assets not carried at fair value, like goodwill and plant, property and equipment, are reviewed to determine whether there is an indication that an asset may be impaired. If there is an indication of possible impairment, the recoverable amount of any asset or group of related assets, which is the higher of value in use and the fair value less cost to sell, is estimated and compared with its carrying amount. If the recoverable amount is lower, the carrying amount of the asset is reduced to its recoverable amount and an impairment loss is recognised immediately in profit or loss.

If an impairment loss is subsequently reversed, the carrying amount of the asset or group of related assets is increased to the revised estimate of its recoverable amount, but not to exceed the amount that would have been determined had no impairment loss been recognised for the asset or group of related assets.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH NOVEMBER 2017**

2. ACCOUNTING POLICIES - continued

Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in profit or loss.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and the best estimate, which is an approximation, of the amount that the company would receive for the asset if it were to be sold at the reporting date.

Financial assets and liabilities are only offset and the net amount reported in the statement of financial position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Presentation currency

The financial statements have been prepared in Sterling.

3. EMPLOYEES AND DIRECTORS

| | 2017 £ | 2016 £ |
|-----------------------|------------------|------------------|
| Wages and salaries | 1,943,573 | 1,696,700 |
| Social security costs | 149,455 | 110,432 |
| Other pension costs | 4,702 | 3,679 |
| | <u>2,097,730</u> | <u>1,810,811</u> |

The average monthly number of employees during the year was as follows:

| | 2017 | 2016 |
|-----------------------------|------------|------------|
| Directors | 2 | 3 |
| UK sales and administration | 85 | 67 |
| France operations | 35 | 53 |
| | <u>122</u> | <u>123</u> |

The average number of employees by undertakings that were proportionately consolidated during the year was 65.

| | 2017 £ | 2016 £ |
|-------------------------|---------------|---------------|
| Directors' remuneration | <u>42,656</u> | <u>24,192</u> |

The number of directors to whom retirement benefits were accruing was as follows:

| | 2017 | 2016 |
|------------------------|----------|----------|
| Money purchase schemes | <u>2</u> | <u>2</u> |

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH NOVEMBER 2017**

4. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

| | 2017 | 2016 |
|--|-------------------|-------------------|
| | £ | £ |
| Hire of plant and machinery | 44,826 | 40,914 |
| Other operating leases | 190,500 | 157,738 |
| Depreciation - owned assets | 192,673 | 182,414 |
| Depreciation - assets on hire purchase contracts | 195,417 | 160,042 |
| Loss on disposal of fixed assets | 2,656 | - |
| Goodwill amortisation | 1,198 | 8,198 |
| Auditors' remuneration | 14,675 | 10,340 |
| Auditors' remuneration for non audit work | 29,688 | 7,501 |
| Foreign exchange differences | (6,674) | (65,732) |
| | <u> </u> | <u> </u> |

5. EXCEPTIONAL ITEMS

| | 2017 | 2016 |
|-------------------|-------------------|-------------------|
| | £ | £ |
| Loans written off | - | 33,472 |
| | <u> </u> | <u> </u> |

6. INTEREST PAYABLE AND SIMILAR EXPENSES

| | 2017 | 2016 |
|---------------|-------------------|-------------------|
| | £ | £ |
| Bank interest | 74 | 370 |
| Hire purchase | 22,705 | 24,097 |
| | <u> </u> | <u> </u> |
| | 22,779 | 24,467 |
| | <u> </u> | <u> </u> |

7. TAXATION

Analysis of the tax charge

The tax charge on the profit for the year was as follows:

| | 2017 | 2016 |
|---------------------|-------------------|-------------------|
| | £ | £ |
| Current tax: | | |
| UK corporation tax | 142,022 | 178,066 |
| Prior year taxation | 13,008 | (6,163) |
| | <u> </u> | <u> </u> |
| Total current tax | 155,030 | 171,903 |
| Deferred tax | (42,818) | 57,700 |
| | <u> </u> | <u> </u> |
| Tax on profit | 112,212 | 229,603 |
| | <u> </u> | <u> </u> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH NOVEMBER 2017

7. TAXATION - continued**Tax effects relating to effects of other comprehensive income**

| | Gross £ | 2017 Tax £ | Net £ |
|------------------------------------|-----------------------|---------------------------|-----------------------|
| Property revaluation | | | |
| Exchange rate movement on reserves | 5,817 | - | 5,817 |
| | <u>5,817</u> | <u>-</u> | <u>5,817</u> |
| | | | |
| | Gross £ | 2016 Tax £ | Net £ |
| Property revaluation | 349,585 | - | 349,585 |
| Exchange rate movement on reserves | 28,277 | - | 28,277 |
| | <u>377,862</u> | <u>-</u> | <u>377,862</u> |

8. INDIVIDUAL INCOME STATEMENT

As permitted by Section 408 of the Companies Act 2006, the Income Statement of the parent company is not presented as part of these financial statements.

9. DIVIDENDS

| | 2017 £ | 2016 £ |
|----------------------------|-----------------------|-----------------------|
| Ordinary shares of £1 each | | |
| Interim | <u>127,765</u> | <u>248,830</u> |

10. INTANGIBLE FIXED ASSETS**Group****COST**

At 1st December 2016
and 30th November 2017

**Goodwill
£**

40,991

AMORTISATION

At 1st December 2016
Amortisation for year

36,198
1,198

At 30th November 2017

37,396

NET BOOK VALUE

At 30th November 2017

3,595

At 30th November 2016

4,793

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH NOVEMBER 2017

10. INTANGIBLE FIXED ASSETS - continued

Company

Goodwill
£

COST

At 1st December 2016
and 30th November 2017

35,001

AMORTISATION

At 1st December 2016
and 30th November 2017

35,000

NET BOOK VALUE

At 30th November 2017

1

At 30th November 2016

1

11. TANGIBLE FIXED ASSETS

Group

| Freehold property £ | Short leasehold improvements £ | Plant and machinery £ |
|---------------------------|---|-----------------------------|
|---------------------------|---|-----------------------------|

COST OR VALUATION

At 1st December 2016

| | | |
|-----------|---------|---------|
| 1,449,275 | 353,172 | 376,225 |
|-----------|---------|---------|

Additions

| | | |
|--------|-------|--------|
| 57,325 | 6,690 | 34,263 |
|--------|-------|--------|

Exchange differences

| | | |
|--------|-------|-------|
| 15,802 | 2,220 | 2,945 |
|--------|-------|-------|

At 30th November 2017

| | | |
|------------------|----------------|----------------|
| <u>1,522,402</u> | <u>362,082</u> | <u>413,433</u> |
|------------------|----------------|----------------|

DEPRECIATION

At 1st December 2016

| | | |
|--------|---------|---------|
| 18,746 | 164,651 | 181,207 |
|--------|---------|---------|

Charge for year

| | | |
|--------|--------|--------|
| 45,394 | 32,030 | 49,911 |
|--------|--------|--------|

Eliminated on disposal

| | | |
|---|---|---|
| - | - | - |
|---|---|---|

Exchange differences

| | | |
|-----|-------|-------|
| 213 | 6,084 | 1,963 |
|-----|-------|-------|

At 30th November 2017

| | | |
|---------------|----------------|----------------|
| <u>64,353</u> | <u>202,765</u> | <u>233,081</u> |
|---------------|----------------|----------------|

NET BOOK VALUE

At 30th November 2017

| | | |
|------------------|----------------|----------------|
| <u>1,458,049</u> | <u>159,317</u> | <u>180,352</u> |
|------------------|----------------|----------------|

At 30th November 2016

| | | |
|------------------|----------------|----------------|
| <u>1,430,529</u> | <u>188,521</u> | <u>195,018</u> |
|------------------|----------------|----------------|

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH NOVEMBER 2017

11. TANGIBLE FIXED ASSETS - continued

Group

| | Fixtures and fittings £ | Motor vehicles £ | Computer equipment £ | Totals £ |
|--------------------------|----------------------------------|------------------------|----------------------------|-------------|
| COST OR VALUATION | | | | |
| At 1st December 2016 | 98,957 | 1,105,139 | 59,809 | 3,442,577 |
| Additions | 7,677 | 290,695 | 35,554 | 432,204 |
| Disposals | - | (59,200) | - | (59,200) |
| Exchange differences | 2,572 | 1,064 | 13 | 24,616 |
| At 30th November 2017 | 109,206 | 1,337,698 | 95,376 | 3,840,197 |
| DEPRECIATION | | | | |
| At 1st December 2016 | 76,018 | 307,624 | 39,460 | 787,706 |
| Charge for year | 10,970 | 231,536 | 18,249 | 388,090 |
| Eliminated on disposal | - | (46,544) | - | (46,544) |
| Exchange differences | 2,099 | - | 13 | 10,372 |
| At 30th November 2017 | 89,087 | 492,616 | 57,722 | 1,139,624 |
| NET BOOK VALUE | | | | |
| At 30th November 2017 | 20,119 | 845,082 | 37,654 | 2,700,573 |
| At 30th November 2016 | 22,939 | 797,515 | 20,349 | 2,654,871 |

Cost or valuation at 30th November 2017 is represented by:

| | Freehold property £ | Short leasehold improvements £ | Plant and machinery £ |
|-------------------|---------------------------|---|-----------------------------|
| Valuation in 2017 | 349,585 | - | - |
| Cost | 1,172,817 | 362,082 | 413,433 |
| | 1,522,402 | 362,082 | 413,433 |

| | Fixtures and fittings £ | Motor vehicles £ | Computer equipment £ | Totals £ |
|-------------------|----------------------------------|------------------------|----------------------------|-------------|
| Valuation in 2017 | - | - | - | 349,585 |
| Cost | 109,206 | 1,337,698 | 95,376 | 3,490,612 |
| | 109,206 | 1,337,698 | 95,376 | 3,840,197 |

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH NOVEMBER 2017**

11. TANGIBLE FIXED ASSETS - continued

Group

If freehold land and buildings had not been revalued they would have been included at the following historical cost:

| | 2017 | 2016 |
|------------------------|----------------|-------------|
| | £ | £ |
| Cost | 937,300 | 937,300 |
| Aggregate depreciation | 44,484 | 18,746 |

Freehold land and buildings were valued on an open market basis on 30th November 2017 by the Directors at €1.7m.

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

| | Motor vehicles £ |
|--------------------------|---------------------------------|
| COST OR VALUATION | |
| At 1st December 2016 | 863,000 |
| Additions | 259,445 |
| At 30th November 2017 | 1,122,445 |
| DEPRECIATION | |
| At 1st December 2016 | 187,875 |
| Charge for year | 195,417 |
| At 30th November 2017 | 383,292 |
| NET BOOK VALUE | |
| At 30th November 2017 | 739,153 |
| At 30th November 2016 | 675,125 |

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH NOVEMBER 2017**

11. TANGIBLE FIXED ASSETS - continued

Company

| | Short leasehold improvements £ | Plant and machinery £ | Fixtures and fittings £ |
|-----------------------|---|--------------------------------------|--|
| COST | | | |
| At 1st December 2016 | 515,562 | 366,775 | 94,903 |
| Additions | 57,325 | 22,487 | 7,440 |
| Exchange differences | 18,022 | 2,945 | 2,572 |
| | <hr/> | <hr/> | <hr/> |
| At 30th November 2017 | 590,909 | 392,207 | 104,915 |
| | <hr/> | <hr/> | <hr/> |
| DEPRECIATION | | | |
| At 1st December 2016 | 164,651 | 178,883 | 74,015 |
| Charge for year | 51,018 | 46,640 | 10,462 |
| Exchange differences | 6,297 | 1,963 | 2,099 |
| | <hr/> | <hr/> | <hr/> |
| At 30th November 2017 | 221,966 | 227,486 | 86,576 |
| | <hr/> | <hr/> | <hr/> |
| NET BOOK VALUE | | | |
| At 30th November 2017 | 368,943 | 164,721 | 18,339 |
| | <hr/> | <hr/> | <hr/> |
| At 30th November 2016 | 350,911 | 187,892 | 20,888 |
| | <hr/> | <hr/> | <hr/> |
| | Motor vehicles £ | Computer equipment £ | Totals £ |
| COST | | | |
| At 1st December 2016 | 56,763 | 58,532 | 1,092,535 |
| Additions | - | 34,263 | 121,515 |
| Exchange differences | 1,064 | 13 | 24,616 |
| | <hr/> | <hr/> | <hr/> |
| At 30th November 2017 | 57,827 | 92,808 | 1,238,666 |
| | <hr/> | <hr/> | <hr/> |
| DEPRECIATION | | | |
| At 1st December 2016 | 32,212 | 39,141 | 488,902 |
| Charge for year | 8,114 | 17,606 | 133,840 |
| Exchange differences | - | 13 | 10,372 |
| | <hr/> | <hr/> | <hr/> |
| At 30th November 2017 | 40,326 | 56,760 | 633,114 |
| | <hr/> | <hr/> | <hr/> |
| NET BOOK VALUE | | | |
| At 30th November 2017 | 17,501 | 36,048 | 605,552 |
| | <hr/> | <hr/> | <hr/> |
| At 30th November 2016 | 24,551 | 19,391 | 603,633 |
| | <hr/> | <hr/> | <hr/> |

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH NOVEMBER 2017**

12. FIXED ASSET INVESTMENTS

Group

| | Interest in associate £ |
|-----------------------|--|
| COST | |
| Additions | <u>134</u> |
| At 30th November 2017 | <u>134</u> |
| NET BOOK VALUE | |
| At 30th November 2017 | <u><u>134</u></u> |

Interest in associate

Sarl Central Windsurf

The group's share of Sarl Central Windsurf is as follows:

| | 2017 £ | 2016 £ |
|--|-------------------|-------------------|
| Turnover | <u>77,057</u> | <u>72,861</u> |
| Profit before tax | <u>230</u> | 5,742 |
| Taxation | - | - |
| Profit after tax | <u>230</u> | <u>5,742</u> |
| Share of assets | | |
| Fixed assets | <u>29,419</u> | 15,089 |
| Current assets | <u>12,939</u> | 24,955 |
| Share of liabilities | | |
| Liabilities due within one year | <u>(33,570)</u> | 30,860 |
| Liabilities due after one year or more | - | - |
| Share of net assets | <u>8,788</u> | <u>70,904</u> |

Company

| | Shares in group undertakings £ | Interest in associate £ | Totals £ |
|-----------------------|---|--|---------------------|
| COST | | | |
| At 1st December 2016 | <u>1,000</u> | - | <u>1,000</u> |
| Additions | - | <u>134</u> | <u>134</u> |
| At 30th November 2017 | <u>1,000</u> | <u>134</u> | <u>1,134</u> |
| NET BOOK VALUE | | | |
| At 30th November 2017 | <u>1,000</u> | <u>134</u> | <u>1,134</u> |
| At 30th November 2016 | <u>1,000</u> | - | <u>1,000</u> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH NOVEMBER 2017

12. FIXED ASSET INVESTMENTS - continued

The group or the company's investments at the Balance Sheet date in the share capital of companies include the following:

Subsidiaries

Castaway School Travel Limited

Registered office:

Nature of business: School travel

| | % holding | 2017 £ | 2016 £ |
|--------------------------------|--------------|-----------|-----------|
| Class of shares: | 100.00 | | |
| Ordinary | | | |
| Aggregate capital and reserves | | 1,621,968 | 2,496,804 |
| Profit for the year | | 325,164 | 291,238 |

Poole Bay Travel Limited

Registered office:

Nature of business: Coach operator

| | % holding | 2017 £ | 2016 £ |
|--------------------------------|--------------|-----------|-----------|
| Class of shares: | 100.00 | | |
| Ordinary | | | |
| Aggregate capital and reserves | | 133,285 | 139,355 |
| (Loss)/profit for the year | | (5,977) | 124,355 |

Associated company

SARL Central Windsurf

Registered office: France

Nature of business: Concession stand

| | % holding | 30/9/17 £ | 30/9/16 £ |
|--------------------------------|--------------|--------------|--------------|
| Class of shares: | 36.00 | | |
| Ordinary | | | |
| Aggregate capital and reserves | | 42,358 | 39,144 |
| Profit for the year | | 230 | 5,742 |

13. STOCKS

| | Group | | Company | |
|--------|-----------|-----------|-----------|-----------|
| | 2017 £ | 2016 £ | 2017 £ | 2016 £ |
| Stocks | 36,418 | 37,292 | 23,793 | 22,567 |

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH NOVEMBER 2017**

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | Group | | Company | |
|------------------------------------|------------------|------------------|------------------|----------------|
| | 2017 | 2016 | 2017 | 2016 |
| | £ | £ | £ | £ |
| Trade debtors | 73,410 | 155,311 | 32,161 | 42,612 |
| Payments on account | 841,372 | 710,488 | 326,452 | 373,047 |
| Amounts owed by group undertakings | 1,450,000 | - | 1,572,009 | 2,162 |
| Other debtors | 85,451 | 60,530 | 65,622 | 40,204 |
| Derivative financial instrument | 64,154 | 48,841 | 64,154 | 48,841 |
| VAT | 80,782 | 105,335 | - | - |
| Prepayments and accrued income | 72,325 | 71,177 | 71,828 | 69,669 |
| | <u>2,667,494</u> | <u>1,151,682</u> | <u>2,132,226</u> | <u>576,535</u> |

15. CURRENT ASSET INVESTMENTS

| | Group | | Company | |
|--------------------|----------------|----------------|----------------|----------------|
| | 2017 | 2016 | 2017 | 2016 |
| | £ | £ | £ | £ |
| Short term deposit | <u>517,250</u> | <u>516,515</u> | <u>517,250</u> | <u>516,515</u> |

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | Group | | Company | |
|---------------------------------------|------------------|------------------|------------------|------------------|
| | 2017 | 2016 | 2017 | 2016 |
| | £ | £ | £ | £ |
| Bank loans and overdrafts | - | - | - | 1,662 |
| Hire purchase contracts (see note 18) | 278,935 | 232,780 | - | - |
| Payments on account | 2,375,176 | 1,990,383 | 1,647,984 | 1,455,222 |
| Trade creditors | 161,117 | 118,054 | 123,142 | 110,615 |
| Amounts owed to group undertakings | 174,487 | - | 351,776 | 165,395 |
| Corporation tax | 142,022 | 178,066 | 67,000 | 60,000 |
| Social security and other taxes | 21,324 | - | 15,314 | - |
| Foreign social security | 42,285 | 27,188 | 31,085 | 27,188 |
| VAT | - | - | 50,936 | 60,427 |
| Other creditors | 97,974 | 100,017 | 824 | 508 |
| Directors' current accounts | - | 22,624 | - | 22,624 |
| Accruals and deferred income | 94,516 | 54,834 | 73,208 | 5,002 |
| | <u>3,387,836</u> | <u>2,723,946</u> | <u>2,361,269</u> | <u>1,908,643</u> |

17. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

| | Group | |
|---------------------------------------|----------------|----------------|
| | 2017 | 2016 |
| | £ | £ |
| Hire purchase contracts (see note 18) | <u>285,053</u> | <u>340,836</u> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH NOVEMBER 2017

18. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

Group

| | Hire purchase contracts | |
|------------------------------|-------------------------|----------------|
| | 2017 | 2016 |
| | £ | £ |
| Gross obligations repayable: | | |
| Within one year | 290,530 | 255,923 |
| Between one and five years | 292,482 | 367,081 |
| | <u>583,012</u> | <u>623,004</u> |
| Finance charges repayable: | | |
| Within one year | 11,595 | 23,143 |
| Between one and five years | 7,429 | 26,245 |
| | <u>19,024</u> | <u>49,388</u> |
| Net obligations repayable: | | |
| Within one year | 278,935 | 232,780 |
| Between one and five years | 285,053 | 340,836 |
| | <u>563,988</u> | <u>573,616</u> |

Group

| | Non-cancellable operating leases | |
|----------------------------|----------------------------------|------------------|
| | 2017 | 2016 |
| | £ | £ |
| Within one year | 186,900 | 141,100 |
| Between one and five years | 712,800 | 564,500 |
| In more than five years | 779,800 | 742,800 |
| | <u>1,679,500</u> | <u>1,448,400</u> |

Company

| | Non-cancellable operating leases | |
|----------------------------|----------------------------------|------------------|
| | 2017 | 2016 |
| | £ | £ |
| Within one year | 151,900 | 106,000 |
| Between one and five years | 607,800 | 424,500 |
| In more than five years | 779,700 | 742,800 |
| | <u>1,539,400</u> | <u>1,273,300</u> |

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH NOVEMBER 2017**

19. SECURED DEBTS

The following secured debts are included within creditors:

| | Group | |
|-------------------------|----------------|----------------|
| | 2017 | 2016 |
| | £ | £ |
| Hire purchase contracts | 563,988 | 573,616 |

20. PROVISIONS FOR LIABILITIES

| | Group | Company | |
|--------------------------------|-----------------|----------------|---------------|
| | 2017 | 2016 | 2017 |
| | £ | £ | £ |
| Deferred tax | | | |
| Accelerated capital allowances | 108,100 | 148,718 | 15,000 |
| Tax losses carried forward | (32,300) | (37,100) | - |
| Property revaluation | 59,000 | 66,000 | - |
| | 134,800 | 177,618 | 15,000 |

Group

| | Deferred tax £ |
|--------------------------------|-------------------------------|
| Balance at 1st December 2016 | 177,618 |
| Accelerated capital allowances | (47,618) |
| Trading losses | 4,800 |
| Property revaluation | |
| Balance at 30th November 2017 | 134,800 |

Company

| | Deferred tax £ |
|--------------------------------|-------------------------------|
| Balance at 1st December 2016 | 27,818 |
| Accelerated capital allowances | (12,818) |
| Balance at 30th November 2017 | 15,000 |

21. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

| Number: | Class: | Nominal value: | 2017 | 2016 |
|------------------|------------|-------------------|----------------|----------------|
| | | | £ | £ |
| 141,414 | Ordinary | £1 | 141,414 | 131,900 |
| (2016 - 131,900) | | | | |
| NIL | Ordinary B | £1 | - | 1,400 |
| NIL | Ordinary C | £1 | - | 6,700 |
| | | | 141,414 | 140,000 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH NOVEMBER 2017

21. CALLED UP SHARE CAPITAL - continued

The following shares were issued during the year for cash at par:

1,414 Ordinary C shares of £1

On 17th October 2017 1,414 Ordinary C non-voting £1 shares were issued for £nil.

On 17th October 2017 the Company passed an ordinary resolution that the 1,400 Ordinary B non-voting £1 shares and the 8,114 Ordinary C non-voting £1 shares should be redesignated as Ordinary voting £1 shares. The change of variation was filed on 17th October 2017.

22. RESERVES

Group

| | Retained earnings £ | Share premium £ | Revaluation reserve £ | Totals £ |
|-----------------------------|---------------------------|-----------------------|-----------------------------|------------------|
| At 1st December 2016 | 2,985,876 | 10,000 | 349,585 | 3,345,461 |
| Profit for the year | 324,935 | | | 324,935 |
| Dividends | (127,765) | | | (127,765) |
| Euro translation adjustment | 5,817 | - | - | 5,817 |
| At 30th November 2017 | <u>3,188,863</u> | <u>10,000</u> | <u>349,585</u> | <u>3,548,448</u> |

Company

| | Retained earnings £ | Share premium £ | Totals £ |
|-----------------------------|---------------------------|-----------------------|------------------|
| At 1st December 2016 | 695,400 | 10,000 | 705,400 |
| Profit for the year | 1,206,947 | | 1,206,947 |
| Dividends | (127,765) | | (127,765) |
| Euro translation adjustment | 5,910 | - | 5,910 |
| At 30th November 2017 | <u>1,780,492</u> | <u>10,000</u> | <u>1,790,492</u> |

23. ULTIMATE PARENT COMPANY

Voyager TopCo Limited is regarded by the directors as being the company's ultimate parent company.

The Group's controlling party is Voyager BidCo Limited.

The ultimate parent company has not prepared group accounts this year, the consolidated accounts can be obtained from the registered office of Class Tours Limited.

24. GUARANTEES

During the year the Company paid £10,000 to settle a guarantee and indemnity in respect of a lease purchase agreement for the benefit of Pegasus Coaches Limited, a company formerly under common control.