

Limited Liability Partnership Registration No. OC307522 (England and Wales)

GLOBAL LEISURE PARTNERS LLP
MEMBERS' REPORT AND CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2008

TUESDAY



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COMPANIES HOUSE

GLOBAL LEISURE PARTNERS LLP

LIMITED LIABILITY PARTNERSHIP INFORMATION

Board members	M W B Harms	(Designated member)
	Mrs L A Harms	(Designated member)
	R L Decker	
	C Gagnon	

Limited liability partnership number	OC307522
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Registered office	17/18 Old Bond Street London W1S 4PT
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Auditors	Saffery Champness Lion House Red Lion Street London WC1R 4GB
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Business address	17/18 Old Bond Street London W1S 4PT
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Bankers	Royal Bank of Scotland 62-63 Threadneedle Street London EC2R 8LA
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Solicitors	Gibson, Dunn & Crutcher LLP Telephone House 2-4 Temple Avenue London EC4Y OHB
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GLOBAL LEISURE PARTNERS LLP

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GLOBAL LEISURE PARTNERS LLP

MEMBERS' REPORT FOR THE PERIOD ENDED 31 MARCH 2008

The members present their report and consolidated financial statements for the 11 month period ended 31 March 2008.

Principal activities and review of the business

The principal activity of the Limited Liability Partnership ("LLP") was the provision of corporate finance advice to, and principal investments in, the leisure industry. These services are regulated by the Financial Services Authority ("FSA"), and the LLP is registered with the FSA as a Securities and Futures firm.

Designated members

The following designated members have held office since 1 May 2007:

M W B Harms
Mrs L A Harms

Policy on members' drawings

The members' drawings policy allows each member to draw a proportion of their profit share, subject to the cash requirements of the business.

A member's capital requirement is linked to their share of profit and the financing requirement of the limited liability partnership.

Auditors

Saffery Champness have expressed their willingness to continue as auditors of the Limited Liability Partnership.

GLOBAL LEISURE PARTNERS LLP

MEMBERS' REPORT FOR THE PERIOD ENDED 31 MARCH 2008

Statement of members' responsibilities

Company law (as applied to limited liability partnerships by regulation 3 of the Limited Liability Partnership Regulations 2001) requires the members to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the LLP and of its profit or loss for that period. In preparing those financial statements, the members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the LLP will continue in business.

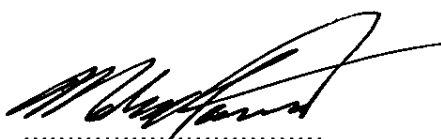
The members are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the LLP and to enable them to ensure that the financial statements comply with the Companies Act 1985 (as applied to Limited Liability Partnerships by regulation 3 of the Limited Liability Partnership Regulations 2001). They are also responsible for safeguarding the assets of the LLP and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of disclosure of information to auditors

In the case of each of the persons who are members at the time when this report is approved, the following applies:

- (a) so far as the members are aware, there is no relevant audit information of which the limited liability partnership's auditors are unaware, and
- (b) they have taken all the steps that they ought to have taken as members in order to make themselves aware of any relevant audit information and to establish that the limited liability partnership's auditors are aware of that information.

On behalf of the members



M W B Harms
Designated Member

24 June 2008

GLOBAL LEISURE PARTNERS LLP

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF GLOBAL LEISURE PARTNERS LLP

We have audited the consolidated financial statements of Global Leisure Partners LLP group on pages 5 to 17 for the period ended 31 March 2008. These financial statements have been prepared in accordance with the accounting policies set out therein.

Respective responsibilities of the members and auditors

As described in the statement of members' responsibilities on page 2, the LLP's members are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

This report is made solely to the LLP's members, as a body, in accordance with Section 235 of the Companies Act 1985 as modified by the Limited Liability Partnerships Regulations 2001. Our audit work has been undertaken so that we might state to the LLP's members those matters we are required to state to them in an auditors' 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 LLP and the LLP's members as a body, for our audit work, for this report or for the opinions we have formed.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985 as modified by the Limited Liability Partnerships Regulations 2001 and whether, in our opinion, the information given in the members' report is consistent with the financial records. We also report if, in our opinion, the LLP 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 members' remuneration and transactions with the LLP is not disclosed.

We read the members' 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 judgements made by the members in the preparation of the financial statements, and of whether the accounting policies are appropriate to the group'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.

GLOBAL LEISURE PARTNERS LLP

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF GLOBAL LEISURE PARTNERS LLP

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of affairs of the group and the LLP as at 31 March 2008 and of the profit of the group for the year then ended; and
- the financial statements have been properly prepared in accordance with the Companies Act 1985 as modified by the Limited Liability Partnerships Regulations 2001; and
- the information given in the members' report is consistent with the financial statements.



Saffery Champness

24 June 2008

Chartered Accountants
Registered Auditors

Lion House
Red Lion Street
London
WC1R 4GB

GLOBAL LEISURE PARTNERS LLP**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 31 MARCH 2008**

	Notes	11 month period Ended 31 March 2008 £	Year Ended 30 April 2007 £
Turnover	2	13,447,346	1,754,093
Administrative expenses		(4,732,238)	(2,622,628)
Operating profit/(loss)	4	8,715,108	(868,535)
Other interest receivable and similar income	5	361,982	390,057
Interest payable and similar charges	6	(160,223)	(89,453)
Amounts written off investments		(2,990,184)	-
Profit/(loss) on ordinary activities before taxation		5,926,683	(567,931)
Tax on profit /(loss) on ordinary activities		-	-
Profit/(loss) on ordinary activities after taxation		5,926,683	(567,931)
Minority interests		2,734,781	(233,245)
Profit/(loss) for the financial year before members' remuneration and profit shares	11	8,661,464	(801,176)
Profit/(loss) for the financial year before members' remuneration and profit shares		8,661,464	(801,176)
Members' remuneration charged as an expense	11	(5,883,028)	(1,073,723)
Profit/(loss) for the financial year available for discretionary division among members		2,778,436	(1,874,899)

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

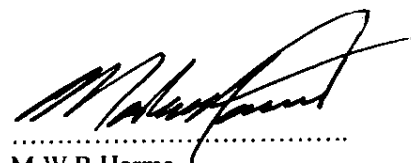
The notes on pages 8 to 17 form part of these financial statements.

GLOBAL LEISURE PARTNERS LLP

BALANCE SHEETS AT 31 MARCH 2008

		Group 31 March 2008 Notes £	Group 30 April 2007 £	LLP 31 March 2008 £	LLP 30 April 2007 £
Fixed assets					
Tangible assets	7	91,362	143,715	87,933	141,684
Investments	8	56,381,321	8,780,284	311,506	152,070
		<u>56,472,683</u>	<u>8,923,999</u>	<u>399,439</u>	<u>293,754</u>
Current assets					
Debtors	9	1,751,133	581,198	2,815,201	893,409
Cash at bank and in hand		6,006,500	458,881	402,458	328,311
		<u>7,757,633</u>	<u>1,040,079</u>	<u>3,217,659</u>	<u>1,221,720</u>
Creditors: amounts falling due within one year	10	(1,324,127)	(1,081,439)	(826,262)	(1,024,453)
Net current (liabilities)/assets		<u>6,433,506</u>	<u>(41,360)</u>	<u>2,391,397</u>	<u>197,267</u>
Total assets less current liabilities		62,906,189	8,882,639	2,790,836	491,021
Minority interests		(56,587,417)	(8,744,888)	-	-
Net assets attributable to members		<u>6,318,772</u>	<u>137,751</u>	<u>2,790,836</u>	<u>491,021</u>
Represented by:					
Loans and other debts due to members	11	2,383,604	206,317	2,383,604	72,917
Loans and other debts due from members	11	(2,645,126)	(829,028)	(2,645,126)	(829,028)
Members' capital	11	6,100,239	2,600,239	6,100,239	2,600,239
Other reserves	11	480,055	(1,839,777)	(3,047,881)	(1,353,107)
Total members' interests	11	<u>6,318,772</u>	<u>137,751</u>	<u>2,790,836</u>	<u>491,021</u>

The financial statements were approved by the Members on 24 June 2008



M W B Harms
Designated Member

The notes on pages 8 to 17 form part of these financial statements.

GLOBAL LEISURE PARTNERS LLP

CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 31 MARCH 2008

		2008	2007
	Notes	£	£
Net cash (outflow)/inflow from operating activities	15	8,639,340	(805,096)
Returns on investments and servicing of finance			
Interest received		103,362	48,764
Interest paid		(160,223)	(82,693)
Net cash (outflow)/inflow for returns on investments and servicing of finance		(56,861)	(33,929)
Capital expenditure and financial investments			
Purchase of tangible fixed assets		(30,522)	(132,336)
Purchase of fixed asset investments		(14,575)	(63,651)
Disposal of fixed asset investments		602	-
Net cash outflow from capital expenditure and financial investments		(44,495)	(195,987)
Transactions with members			
Payments to members		(5,980,443)	(2,234,530)
Contributions by members		3,500,000	500,000
Net cash outflow from transactions with members		(2,480,443)	(1,734,530)
Financing			
Other new short term loans		-	509,922
Repayment of short term loans		(509,922)	-
Net cash inflow from financing		(509,922)	509,922
(Decrease)/increase in cash in the period	16,17	5,547,619	(2,259,620)

The notes on pages 8 to 17 form part of these financial statements.

GLOBAL LEISURE PARTNERS LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2008

1 Accounting policies

The financial statements have been prepared in accordance with the applicable accounting standards and the Limited Liability Partnerships' Statement of Recommended Practice (March 2006).

1.1 Basis of consolidation

The consolidated accounts include the financial statements of the LLP and its subsidiary undertakings made up to 31 March 2008. The results of subsidiaries sold or acquired are included in the profit and loss account up to, or from the date control passes. Intra-group sales and profits are eliminated fully on consolidation.

1.2 Accounting convention

The financial statements are prepared under the historical cost convention.

1.3 Turnover

Turnover represents amounts receivable for services net of VAT. Fees which are contingent upon the successful completion of deals are recognised upon completion of those deals.

1.4 Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fitting and equipment	33% straight line
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1.5 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.6 Investments

Fixed asset investments in the groups trading entities and investment vehicles are stated at cost less provision for diminution in value.

Fixed asset investments in investments made by the group with a view to future profit are valued in accordance with the International Private Equity and Venture Capital Valuation Guidelines.

1.7 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

1.8 Taxation

The profits of the LLP are not subject to corporation tax. Instead the members are subject to tax on their share of the LLP's profits or capital gains on their share of the LLP's assets. There is no provision in the financial statements for the members' liabilities.

2 Turnover

The total turnover of the Group for the 11 month period has been derived from its principal activity. Turnover of £6,759,740 was generated within the United Kingdom and turnover of £6,687,606 was generated in North America.

GLOBAL LEISURE PARTNERS LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2008

3 Profit for the financial year

As permitted by Section 230 of the Companies Act 1985 (as modified for application to LLPs), the parent LLP's profit and loss account has not been included in these financial statements. The profit before members' remuneration and profit shares for the 11 month financial period of the parent LLP was £4,604,317 (2007: Loss £513,233).

4 Operating profit/(loss)

	11 month period ended 2008 £	Year ended 2007 £
Operating profit/(loss) is stated after charging:		
Depreciation of tangible assets	82,886	77,905
(Gain)/loss on foreign exchange transactions	(138,791)	46,042
Operating lease rentals	178,610	175,856
Fees payable to the group's auditor for the audit of the annual accounts of the group (LLP £42,000; 2007: £32,500)	46,675	34,600
Fees payable to the group's auditor for other services:		
- other services relating to taxation	19,600	13,650
- all other services	61,628	55,944

5 Investment income

	11 month period ended 2008 £	Group Year ended 2007 £
Bank interest	104,055	48,764
Other interest receivable	257,927	341,293
	361,982	390,057

6 Interest payable

	11 month period ended 2008 £	Group Year ended 2007 £
Other interest payable	160,223	89,453

GLOBAL LEISURE PARTNERS LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2008

7	Tangible fixed assets - Group	Fixtures, fittings & equipment £
	Cost	
	At 1 May 2007	252,627
	Additions	30,533
	At 31 March 2008	283,160
	Depreciation	
	At 1 May 2007	108,912
	Charge for the year	82,886
	At 31 March 2008	191,798
	Net book value	
	At 31 March 2008	91,362
	At 30 April 2007	143,715
	Tangible fixed assets (continued) - LLP	
		Fixtures, fittings & equipment £
	Cost	
	At 1 May 2007	249,989
	Additions	28,052
	At 31 March 2008	278,041
	Depreciation	
	At 1 May 2007	108,305
	Charge for the year	81,803
	At 31 March 2008	190,108
	Net book value	
	At 31 March 2008	87,933
	At 30 April 2007	141,684

GLOBAL LEISURE PARTNERS LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2008

8	Fixed asset investments (Group & LLP)	Group 2008 £	LLP 2008 £
	At 1 May 2007	8,780,284	152,070
	Additions	50,591,787	159,436
	Disposals	(602)	-
	Amounts written off	(2,990,148)	-
	At 31 March 2008	56,381,321	311,506

Holdings of more than 20%:

The LLP controls more than 20% of the capital or voting rights of the following entities.

Subsidiary undertaking	Country of registration	% held	Principal activity
Global Leisure Partners LLC	USA	100%	Corporate finance advisor
Global Leisure Capital Partners LLC	USA	100%	Investment holding
GLCP (Macau) Limited	BVI	100%	Investment holding
GLCP (Guernsey) Limited	UK	100%	Investment holding
GLCP Gala Holding LP	USA	75%* ¹	Investment holding
GLCP FF Holding LP	USA	75%* ¹	Investment holding
GLCP Sisal Holding LP	USA	99%* ³	Investment holding
GLCP Harrah's Holding LP	USA	0.049%* ³	Investment holding
GLCP Gala Investment LP	USA	0.75%* ²	Investment holding
GLCP FF Investment LP	USA	3.68%* ²	Investment holding
GLCP Sisal Investment LP	USA	0.124%* ⁴	Investment holding
GLCP Harrah's Investment LP	USA	0.000098%* ⁴	Investment holding

*¹ The investment in the two entities is held 74% by Global Leisure Partners LLP and 1% by Global Leisure Capital Partners LLC. The remaining 25% of the capital of these entities is held by certain members of Global Leisure Partners LLP.

*² 1% of the capital of GLCP Gala Investment LP is held by GLCP Gala Holding LP, bringing Global Leisure Partners LLP's ultimate interest in this entity to 0.75%. 5% of the capital of GLCP FF Investment LP is held by GLCP FF Holding LP, bringing Global Leisure Partners LLP's ultimate interest in this entity to 3.68%. GLCP Gala Holding LP is the general partner of GLCP Gala Investments LP and GLCP FF Holding LP is the general partner of GLCP FF Investment LP.

*³ The investment in the GLCP Sisal Holding LP is held 99% by Global Leisure Capital Partners LLC and in GLCP Harrah's Holding LP is held 0.049% by Global Leisure Capital Partners LLC. The remaining capital of these entities is held by certain members of Global Leisure Partners LLP.

*⁴ 0.125% of the capital of GLCP Sisal Investment LP is held by GLCP Sisal Holding LP, bringing Global Leisure Partners LLP's ultimate interest in this entity to 0.124%. 0.2% of the capital of GLCP Harrah's Investment LP is held by GLCP Harrah's Holding LP, bringing Global Leisure Partners LLP's ultimate interest in this entity to 0.000098%. GLCP Sisal Holding LP is the general partner of GLCP Sisal Investments LP and GLCP Harrah's Holding LP is the general partner of GLCP Harrah's Investment LP.

GLOBAL LEISURE PARTNERS LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2008

9	Debtors	Group		LLP	
		2008 £	2007 £	2008 £	2007 £
	Trade debtors	753,813	-	727,383	-
	Amounts due from group undertakings	-	-	1,809,480	685,427
	Other debtors	831,355	461,293	87,467	90,642
	Prepayments and accrued income	165,965	119,905	190,871	117,340
		<u>1,751,133</u>	<u>581,198</u>	<u>2,815,201</u>	<u>893,409</u>

Included within Amounts due from group undertakings (LLP) is an amount of £141,032 (2007: £141,032) which is due in more than 1 year.

10	Creditors: amounts falling due within one year	Group		LLP	
		2008 £	2007 £	2008 £	2007 £
	Trade creditors	398,731	217,176	259,034	200,943
	Amounts due to group undertakings	-	-	98,840	-
	Other creditors	20,272	542,505	20,272	469,588
	Accruals and deferred income	905,124	321,758	448,116	353,922
		<u>1,324,127</u>	<u>1,081,439</u>	<u>826,262</u>	<u>1,024,453</u>

GLOBAL LEISURE PARTNERS LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2008

11 Members' interests – Group

	Members' capital £	Other reserves £	Total £	Loans and other debts due to/(from) members £	Total £
Members' interests at 1 May 2007	2,600,239	(1,839,777)	760,462	(622,711)	137,751
Members' remuneration charged as an expense	-	(5,883,028)	(5,883,028)	1,925,000	(3,958,028)
Profit/(loss) for the period available for division among Members	-	8,661,464	8,661,464	-	8,661,464
Members' interests after profit/(loss) for the period	2,600,239	938,659	3,538,898	1,302,289	4,841,187
Other division of profit	-	(458,604)	(458,604)	458,604	-
Members' capital Introduced	3,500,000	-	3,500,000	-	3,500,000
Drawings in respect of members tax liabilities	-	-	-	(1,816,098)	(1,816,098)
Repayments of debt	-	-	-	(206,317)	(206,317)
Amounts due to Members				2,383,604	
Amounts due from Members				(2,645,126)	
Members' interests at 31 March 2008	6,100,239	480,055	6,580,294	(261,522)	6,318,772

In the event of a winding up the amounts included in "Loans and other amounts due to members" rank equally with unsecured creditors.

GLOBAL LEISURE PARTNERS LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2008

11 Members' interests (continued) – LLP

	Members' capital £	Other reserves £	Total £	Loans and other debts due to/(from) members £	Total £
Members' interests at 1 May 2007	2,600,239	(1,353,107)	1,247,132	(756,111)	491,021
Members' remuneration charged as an expense	-	(5,840,487)	(5,840,487)	1,925,000	(3,915,487)
Profit/(loss) for the period available for division among Members	-	4,604,317	4,604,317	-	4,604,317
Members' interests after profit/(loss) for the period	2,600,239	(2,589,277)	10,962	1,168,889	1,179,851
Other division of profit	-	(458,604)	(458,604)	458,604	-
Members' capital Introduced	3,500,000	-	3,500,000	-	3,500,000
Drawings in respect of members tax liabilities	-	-	-	(1,816,098)	(1,816,098)
Repayments of debt	-	-	-	(72,917)	(72,917)
Amounts due to Members				2,383,604	
Amounts due from Members				(2,645,126)	
Members' interests at 31 March 2008	6,100,239	(3,047,881)	3,052,358	(261,522)	2,790,836

In the event of a winding up the amounts included in "Loans and other amounts due to members" rank equally with unsecured creditors.

12 Information in relation to members

	2008 Number	2007 Number
The average number of members during the year was:	8	8
	£	£
Salaried remuneration of members	3,226,323	783,723
Remuneration arising from participation rights	2,614,164	290,000
	5,840,487	1,073,723
Remuneration of the highest paid member	2,524,164	245,116

GLOBAL LEISURE PARTNERS LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2008

13 Employees

Number of employees

The average number of salaried employees during the period was 12 (2007: 12).

Employment costs	2008 £	2007 £
Wages and salaries	686,696	1,075,127
Social security costs	80,881	91,063
	<u>767,577</u>	<u>1,166,190</u>

14 Related party transactions

The LLP has taken advantage of the exemption in Financial Reporting Standard Number 8 from the requirement to disclose transactions with group companies of which more than 90% of the voting rights are held on the grounds that consolidated financial statements are prepared by the ultimate parent entity.

The following related parties for Global Leisure Partners LLP existed at 31 March 2008:

GLCP Gala Holding LP, a 75% subsidiary of Global Leisure Partners LLP, owed Global Leisure Partners LLP an amount of £26,013 (2007: £20,737) due to promissory notes issued and their accrued interest and £2,555 (2007: £2,183) due to expenses paid by Global Leisure Partners LLP on behalf of GLCP Gala Holding LP.

GLCP FF Holding LP, a 75% subsidiary of Global Leisure Partners LLP, owed Global Leisure Partners LLP an amount of £172,913 (2007: £136,919) due to promissory notes issued and their accrued interest and £18,718 (2007: £3,629) due to expenses paid by Global Leisure Partners LLP on behalf of GLCP FF Holding LP.

GLCP Gala Investment LP, an entity subject to common control, owed Global Leisure Partners LLP an amount of £113,185 (2007: £63,678) and Global Leisure Capital Partners LLC £13,097 (2007: £nil) due to expenses paid by Global Leisure Partners LLP and Global Leisure Capital Partners LLC on behalf of GLCP Gala Investment LP. In addition, GLCP Gala Investment LP paid management fees of £35,669 (2007: £38,986) to Global Leisure Partners LLP.

GLCP FF Investment LP, an entity subject to common control, owed Global Leisure Partners LLP an amount of £57,360 (2007: £79,796) and Global Leisure Capital Partners LLC £44,812 (2007: £36,742) due to expenses paid by Global Leisure Partners LLP and Global Leisure Capital Partners LLC on behalf of GLCP FF Investment LP. In addition, GLCP FF Investment LP paid management fees of £43,914 (2007: £42,625) to Global Leisure Partners LLP.

GLCP Sisal Investment LP, an entity subject to common control, owed Global Leisure Partners LLP an amount of £114,045 (2007: £91,880) due to expenses paid by Global Leisure Partners LLP on behalf of GLCP Sisal Investment LP.

GLCP Harrah's Investment LP, an entity subject to common control, owed Global Leisure Capital Partners LLC an amount of £342,643 (2007: £nil) due to expenses paid and income received by Global Leisure Capital Partners LLC on behalf of GLCP Harrah's Investment LP. In addition, GLCP Harrah's Investment LP paid management fees of £73,937 (2007: £nil) to Global Leisure Capital Partners LLC.

GLOBAL LEISURE PARTNERS LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2008

15 Reconciliation of operating loss to net cash outflow from operating activities

	2008 £	2007 £
Operating (loss)/profit	8,715,108	(868,535)
Depreciation charges	82,886	77,905
Increase in debtors	(907,735)	(83,306)
Increase in creditors within one year	769,081	68,840
Net cash (outflow)/inflow from operating activities	8,639,340	(805,096)

16 Analysis of net funds	1 May 2007 £	Cash Flow £	Other non cash changes £	31 March 2008 £
Net cash:				
Cash at bank and in hand	458,881	5,547,619	-	6,006,500
Debt:				
Debts falling due after one year	-	-	-	-
Net funds	458,881	5,547,619	-	6,006,500

17 Reconciliation of net cash flow to movement in net funds

	2008 £	2007 £
(Decrease)/increase in cash in the period	5,547,619	(2,259,620)
Cash outflow from decrease in debt	-	350,000
Movement in net funds in the period	5,547,619	(1,909,620)
Opening net funds	458,881	2,368,501
Closing net funds	6,006,500	458,881

18 Ultimate controlling party

The ultimate controlling parties are M W B Harms and Mrs L A Harms.

GLOBAL LEISURE PARTNERS LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2008

19 Financial commitments

At 31 March 2008 the group had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2008	2007
	£	£
Expiry date:		
Within one year	-	-
Between two and five years	175,856	175,856
In over five years	-	-
	<u>175,856</u>	<u>175,856</u>