

**VOLCANOES UK LIMITED**  
**UNAUDITED**  
**FINANCIAL STATEMENTS**  
**INFORMATION FOR FILING WITH THE REGISTRAR**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2021**

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	4	427	1,325
		<u>427</u>	<u>1,325</u>
<b>Current assets</b>			
Debtors	5	2,778,390	3,086,386
Cash at bank and in hand	6	120,928	99,529
		<u>2,899,318</u>	<u>3,185,915</u>
Creditors: amounts falling due within one year	7	(2,555,051)	(1,267,996)
<b>Net current assets</b>		<u>344,267</u>	<u>1,917,919</u>
<b>Total assets less current liabilities</b>		<u>344,694</u>	<u>1,919,244</u>
Creditors: amounts falling due after more than one year	8	-	(1,471,879)
<b>Net assets</b>		<u><u>344,694</u></u>	<u><u>447,365</u></u>
<b>Capital and reserves</b>			
Called up share capital		1,000	1,000
Profit and loss account		343,694	446,365
		<u><u>344,694</u></u>	<u><u>447,365</u></u>

**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT 31 DECEMBER 2021**

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The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

.....  
**K R James**  
Director

Date: 5 August 2022

The notes on pages 3 to 10 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

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**1. General information**

Volcanoes UK Limited is a private company limited by shares incorporated in England and Wales. The address of the registered office is given in the company information page of these financial statements.

The nature of the company's operations and principal activities in the year under review were those of a travel agent.

**2. Accounting policies**

**2.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies.

The following principal accounting policies have been applied:

**2.2 Going concern**

Due to the Covid-19 pandemic the business was interrupted from March 2020. During 2021 and as at the date of signing the financial statements there has been significant recovery and the group is trading profitably. As at the date of approval of these financial statements, the impact of Covid-19 on the Company's trading continues to be assessed and is subject to rapidly changing external factors, including Government responses to controlling the spread of the virus and its impact on the tourism industry.

If required, the company is able to reduce and restrict expenditure to align with current prevailing circumstances. Additionally and if required the parent company has indicated its financial support will be provided for the foreseeable future for the business. The directors consider it appropriate to prepare the financial statements on a going concern basis.

**2.3 Foreign currency translation**

**Functional and presentation currency**

The Company's functional and presentational currency is GBP.

**Transactions and balances**

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

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**2. Accounting policies (continued)**

**2.4 Revenue**

Revenue represents commission receivable excluding VAT, for tours departing during the financial year, recognised on a departure date basis.

**2.5 Operating leases: the Company as lessee**

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

**2.6 Government grants**

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of comprehensive income in the same period as the related expenditure.

**2.7 Pensions**

**Defined contribution pension plan**

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of financial position. The assets of the plan are held separately from the Company in independently administered funds.

**2.8 Current and deferred taxation**

The tax expense for the year comprises current and deferred tax. Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

**2.9 Tangible fixed assets**

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

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**2. Accounting policies (continued)**

**2.9 Tangible fixed assets (continued)**

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Plant and machinery	- 33.33% straight line
Fixtures and fittings	- 33.33% straight line
Computer equipment	- 33.33% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

**2.10 Debtors**

Short-term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

**2.11 Cash and cash equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

**2.12 Creditors**

Short-term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

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**2. Accounting policies (continued)**

**2.13 Provisions for liabilities**

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to profit or loss in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the reporting date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of financial position.

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**


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**2. Accounting policies (continued)****2.14 Financial instruments**

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

**2.15 Dividends**

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

**3. Employees**

The average monthly number of employees, including directors, during the year was 4 (2020 - 4).

**4. Tangible fixed assets**

	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Total £
<b>Cost or valuation</b>				
At 1 January 2021	3,636	840	27,438	31,914
At 31 December 2021	3,636	840	27,438	31,914
<b>Depreciation</b>				
At 1 January 2021	3,636	840	26,113	30,589
Charge for the year on owned assets	-	-	898	898
At 31 December 2021	3,636	840	27,011	31,487
<b>Net book value</b>				
At 31 December 2021	-	-	427	427
<b>At 31 December 2020</b>	-	-	1,325	1,325



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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**


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**5. Debtors**

	2021 £	2020 £
Trade debtors	1,669,305	1,767,989
Other debtors	1,051,649	1,286,225
Prepayments and accrued income	25,251	28,426
Deferred taxation	32,185	3,746
	<u>2,778,390</u>	<u>3,086,386</u>

**6. Cash and cash equivalents**

	2021 £	2020 £
Cash at bank and in hand	120,928	99,529
	<u>120,928</u>	<u>99,529</u>

**7. Creditors: Amounts falling due within one year**

	2021 £	2020 £
Trade creditors	30,294	15,067
Corporation tax	-	4,973
Other taxation and social security	31,286	7,196
Other creditors	1,125,331	575,755
Accruals and deferred income	1,368,140	665,005
	<u>2,555,051</u>	<u>1,267,996</u>

Included within accruals and deferred income are advance receipts of £1,335,603 (2020: £630,805) for holidays departing after the year end.

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**


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**8. Creditors: Amounts falling due after more than one year**

	2021 £	2020 £
Accruals and deferred income	-	1,471,879
	<u>-</u>	<u>1,471,879</u>

Included within accruals and deferred income are advance receipts of £Nil (2020: £1,471,879) for holidays departing after the year end.

**9. Deferred taxation**

	2021 £
At beginning of year	3,746
Charged to profit or loss	28,439
<b>At end of year</b>	<u><u>32,185</u></u>

The deferred tax asset is made up as follows:

	2021 £	2020 £
Fixed asset timing differences	(107)	(252)
Short term timing differences	46	82
Losses and other deductions	32,246	3,916
	<u><u>32,185</u></u>	<u><u>3,746</u></u>

**10. Pension commitments**

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £2,922 (2020: £2,041). Contributions totalling £Nil (2020: £431) were payable to the fund at the reporting date and are included in creditors.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

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**11. Related party transactions**

During the year, the company received money from clients on behalf of Volcanoes Safaris Limited, a company under common control registered in Rwanda. The net balance of these transactions was £258,002. As at the year end, an amount of £785,616 (2020: £1,043,618) was due from Volcanoes Safaris Limited.

The company also received money from clients on behalf of Volcanoes Safaris Limited, a company under common control registered in Uganda. The net balance of these transactions was £580,139. As at the year end, an amount of £1,112,867 (2020: £532,728) was due to Volcanoes Safaris Limited.

At the year end, the company was owed £59,851 (2020: £35,007) from Volcanoes PM Holding Co Limited, a connected company. The net balance of these transactions was £24,844.

At the year end, the company was owed £1,350 (2020: £1,350) from Volcanoes Uganda Holding Co Limited, a connected company. The net balance of these transactions was £nil.

At the year end, the company was owed £191,656 (2020: £198,925) from Volcanoes Safaris Partnership Trust, a connected company. The net balance of these transactions was £7,269.

**12. Post balance sheet events**

Future revenues and profit are likely to be affected by the restrictions on travel and consumer confidence to travel though the directors cannot determine at present the extent to which the company is likely to be affected (See note 2.2).

**13. Controlling party**

The parent company is Volcanoes Uganda Holding Co Limited. The ultimate parent company is Volcanoes PM Holding Co Limited, a company controlled by P Moman.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.