



**KPMG Audit Plc**  
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E14 5GL  
United Kingdom

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The Registrar  
Companies House  
Crown Way  
Mandy  
Cardiff  
CF14 3UZ

Our ref JS/LW  
Contact Jane Sawyer

1239/90

15<sup>th</sup> December 2011

Dear Sir/Madam,

**Copy of the Statement on ceasing to hold office as auditors of each of the multiple companies listed in the appendix pursuant to section 521 of the Companies Act 2006**

In accordance with section 521 of the Companies Act 2006, we enclose a copy of our statutory statement, which was delivered to the Registered Office of the Companies listed in the appendix, in accordance with section 519 of the Companies Act 2006

Yours faithfully,

Jane Sawyer  
Director  
KPMG Audit Plc

TUESDAY



\*R00K28I2\*  
RM 20/12/2011 #490  
COMPANIES HOUSE



*KPMG Audit Plc*

*1 November 2011*

We request that any correspondence in relation to this statement be sent to our registered office  
15 Canada Square London E14 5GL, marked for the attention of the Audit Regulation  
Department

Yours faithfully.

*KPMG Audit Plc*

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DX149124 Canary Wharf 3

**Private & confidential**

TUI Travel PLC  
Attn: Joyce Walter  
TUI Travel House  
Fleming Way, Crawley  
West Sussex RH11 9QL

Our ref: ck/643

Contact: Mike Harper  
020 7311 2411

1 November 2011

Dear Sirs

**Statement in respect of the subsidiary companies of TUI Travel PLC set out in Appendix 1 (together "the Companies") on ceasing to hold office as auditors, pursuant to section 519 of the Companies Act 2006**

In accordance with section 519 of the Companies Act 2006 we set out below the circumstances connected with our ceasing to hold office that we consider should be brought to the attention of the Companies' members or creditors

The audited consolidated financial statements of TUI Travel Plc and its subsidiaries ("the Group") for the year ended 30 September 2010 contain, inter alia a restatement of its results for the year ended 30 September 2009 and its financial position as that date. The directors have restated the 2009 financial statements because they contained material errors arising from the overstatement of revenues and the inappropriate release of unmatched credits to the income statement. Details of the circumstances giving rise to the restatements are set out in note 1(B)(ii) to the financial statements

As set out in note 1(B)(ii) the major part of the restatement is attributable to failures in the systems and controls of the Group's UK tour operator business over an extended period of time. Most of this period pre-dated our appointment as auditors of the entity concerned. In relation to the release of unmatched credits, note 1(B)(ii) refers to inappropriate analysis, judgements and accounting processes undertaken by the directors of that entity to book the unmatched credits in the accounting records of the entity concerned

We had extensive discussions with the directors of the TUI Travel Plc over the background to these restatements, the implications arising from them and their disclosure and accounting treatment in the financial statements. Over the course of these discussions our relationship with certain directors became increasingly strained. As a result we were not confident that in the future we could carry out an audit of the TUI Travel Plc to the appropriate standard, but others may be able to do so. Accordingly we decided not to seek reappointment as auditors of TUI Travel Plc on 29 December 2010 and, further, we have also decided to resign as auditors of the Companies

TUESDAY

ASZ

20/12/2011  
COMPANIES HOUSE

#160



KPMG Audit Plc

1 November 2011

<i>Company name</i>	<i>Company registered number</i>
Falcon Leisure Group (Overseas) Limited	2220337
First Choice Overseas Holding Limited	2469120
Hotelbeds UK Limited (formerly Tuna Tours Limited)	01163558
Hotels London Limited	03734526
LateRooms Limited	03816947
Platinum Event Travel Limited	04278759
Student City Travel Limited (formerly Ski Alpine Ltd)	3662315
Student Skiing Limited	06263597
Sunsail Limited	1239190
TISS Transportation Limited	04053188
Travel Scot World Limited	01208976
TUI Northern Europe Ltd	3490138