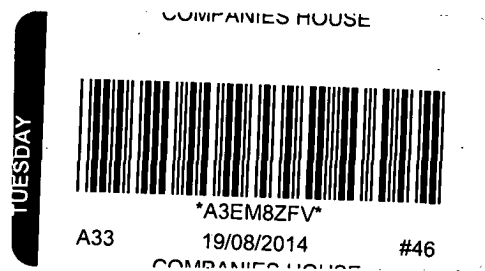

JETAIR (UK) LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2014



JETAIR (UK) LIMITED

COMPANY INFORMATION

DIRECTORS	Mr H D Gardi Ms P Kanga
COMPANY SECRETARY	Ms P Kanga
REGISTERED NUMBER	01364154
REGISTERED OFFICE	Jetair House 188 Hammersmith Road London W6 7DJ
TRADING ADDRESS	Jetair House 188 Hammersmith Road London SW1A 1HB
INDEPENDENT AUDITOR	Crowe Clark Whitehill (London) Limited 52 Jermyn Street London SW1Y 6LX
BANKERS	Barclays Bank PLC 50 Pall Mall London SW1A 1QF

JETAIR (UK) LIMITED

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JETAIR (UK) LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2014

The directors present their report and the financial statements for the year ended 31 March 2014.

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Directors' report 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 of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments 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 transactions and disclose with reasonable accuracy at any time the financial position of the company 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PRINCIPAL ACTIVITIES

The principal activities of the company continued to be those of acting as passenger sales agent for airlines and the provision of services within the travel industry.

DIRECTORS

The directors who served during the year were:

Mr H D Gardi
Ms P Kanga

DISCLOSURE OF INFORMATION TO AUDITOR

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditor is aware of that information.

AUDITOR

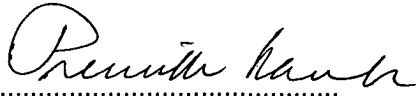
Under section 487(2) of the Companies Act 2006, Crowe Clark Whitehill (London) Limited will be deemed to have been reappointed as auditor 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

JETAIR (UK) LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2014**

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board and signed on its behalf.



.....
Ms P Kanga
Director

Date: 14/8/2014

JETAIR (UK) LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF JETAIR (UK) LIMITED

We have audited the financial statements of Jetair (UK) Limited for the year ended 31 March 2014, set out on pages 5 to 14. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 an Auditor's 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

As explained more fully in the Directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

JETAIR (UK) LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF JETAIR (UK) LIMITED

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

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, or returns adequate for our audit have not been received from branches not visited by us; or
- the 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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and to take advantage of the small companies' exemption from the requirement to prepare a Strategic report or in preparing the Directors' report.

Nigel Bostock

Nigel Bostock (Senior statutory auditor)

for and on behalf of

Crowe Clark Whitehill (London) Limited

Statutory Auditor

52 Jermyn Street

London

SW1Y 6LX

Date: 18 August 2014

JETAIR (UK) LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2014**

	Note	2014 £	2013 £
TURNOVER	1	1,746,119	1,477,153
Cost of sales		(130,999)	(143,569)
GROSS PROFIT		1,615,120	1,333,584
Distribution costs		(440,075)	(420,972)
Administrative expenses		(813,078)	(822,097)
OPERATING PROFIT	2	361,967	90,515
Interest receivable and similar income		1,923	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		363,890	90,515
Tax on profit on ordinary activities	3	(84,133)	(23,317)
PROFIT FOR THE FINANCIAL YEAR	9	279,757	67,198

The notes on pages 8 to 14 form part of these financial statements.

JETAIR (UK) LIMITED

**NOTE OF HISTORICAL COST PROFITS AND LOSSES
FOR THE YEAR ENDED 31 MARCH 2014**

	2014 £	2013 £
REPORTED PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	363,890	90,515
Realisation of valuation gains of previous periods	18,596	18,596
HISTORICAL COST PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	382,486	109,111
HISTORICAL PROFIT FOR THE YEAR AFTER TAXATION	298,353	85,794

The notes on pages 8 to 14 form part of these financial statements.

JETAIR (UK) LIMITED
REGISTERED NUMBER: 01364154

BALANCE SHEET
AS AT 31 MARCH 2014

	Note	£	2014 £	£	2013 £
FIXED ASSETS					
Tangible assets	4		1,246,726		1,265,696
Investments	5		5		5
			<u>1,246,731</u>		<u>1,265,701</u>
CURRENT ASSETS					
Debtors	6	1,281,881		1,549,126	
Cash at bank and in hand		586,090		524,808	
		<u>1,867,971</u>		<u>2,073,934</u>	
CREDITORS: amounts falling due within one year	7	(746,014)		(1,200,704)	
NET CURRENT ASSETS			<u>1,121,957</u>		<u>873,230</u>
NET ASSETS			<u><u>2,368,688</u></u>		<u><u>2,138,931</u></u>
CAPITAL AND RESERVES					
Called up share capital	8		100,000		100,000
Revaluation reserve	9		1,077,371		1,095,967
Profit and loss account	9		1,191,317		942,964
SHAREHOLDERS' FUNDS			<u><u>2,368,688</u></u>		<u><u>2,138,931</u></u>

The financial statements have been prepared in accordance with the provisions applicable to small companies within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

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



.....
Ms P Kanga
 Director

Date:

14/8/2014

The notes on pages 8 to 14 form part of these financial statements.

JETAIR (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2014

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of leasehold land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)..

1.2 Going concern

The directors have prepared cash flow forecasts for the period covering 12 months from the date of approval of these financial statements.

On this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis.

The Financial Statements do not include any adjustments that may be necessary, should the company's future cash flows be less than projected.

1.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

Turnover principally represents commissions receivable on ticket sales made as a passenger sales agent for Jet Airways, additional 'override' commission receivable from Jet Airways during the year and interest income, exclusive of Value Added Tax.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

L/Term Leasehold Property	-	Over the remaining length of the lease
Motor vehicles	-	25% per annum straight line
Fixtures & fittings	-	20% per annum straight line
Office equipment	-	50% per annum straight line

JETAIR (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2014

1. ACCOUNTING POLICIES (continued)

1.5 Revaluation of tangible fixed assets

The part of the annual depreciation charge on revalued assets which relates to the revaluation surplus is transferred from the revaluation reserve to the profit and loss account.

The directors consider the value shown in the accounts to fairly reflect the current value of the property required by FRS 15. The property is shown in the accounts at the latest valuation carried out by qualified external valuers every 5 years with an interim valuation after 3 years.

In accordance with FRS15, the property was valued using its existing use value, which is the value having regard to its rental potential.

Any changes to the existing use value are taken to the revaluation reserve within the statement of total recognised gains and losses unless they are considered permanent and are below cost when they are taken to the profit and loss account.

1.6 Investments

Fixed asset investments are stated at cost less provision for diminution in value. Cost is purchase price including acquisition expenses, but excluding any payment for accrued interest or fixed dividend entitlement.

1.7 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets in the financial statements.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.8 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

1.9 Pensions

JETAIR (UK) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2014**

1. ACCOUNTING POLICIES (continued)

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

1.10 Group accounts

The financial statements present information about the company as an individual undertaking and not about its group. The company and its subsidiary undertaking comprise a small-sized group. The company has therefore taken advantage of the exemptions provided by section 399 of the Companies Act 2006 not to prepare group accounts.

2. OPERATING PROFIT

The operating profit is stated after charging:

	2014 £	2013 £
Depreciation of tangible fixed assets:		
- owned by the company	29,315	37,706
Auditor's remuneration	8,664	7,836
Directors' emoluments	47,092	47,657
Pension costs	28,644	28,509
	<u> </u>	<u> </u>

3. TAXATION

	2014 £	2013 £
UK corporation tax charge on profit for the year	84,133	23,317
	<u> </u>	<u> </u>

There is a potential deferred tax asset of £88,541 arising on the revaluation of freehold properties. This deferred tax asset has not been recognised as the company does not intend to sell the properties in the near future.

JETAIR (UK) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2014**

4. TANGIBLE FIXED ASSETS

	L/Term Leasehold Property £	Motor vehicles £	Fixtures & fittings £	Office equipment £	Total £
Cost or valuation					
At 1 April 2013	1,300,000	18,835	438,580	39,781	1,797,196
Additions	-	-	1,685	8,660	10,345
At 31 March 2014	1,300,000	18,835	440,265	48,441	1,807,541
Depreciation					
At 1 April 2013	43,334	18,835	432,124	37,207	531,500
Charge for the year	21,666	-	4,371	3,278	29,315
At 31 March 2014	65,000	18,835	436,495	40,485	560,815
Net book value					
At 31 March 2014	1,235,000	-	3,770	7,956	1,246,726
At 31 March 2013	1,256,666	-	6,456	2,574	1,265,696

On 21 August 2012 the leasehold property, 15 Saxon Hall, was valued at £1,300,000 by external valuers Cook Steed Associates on an open market basis in accordance with the Practice statement of the Royal Institution of Chartered Surveyors' (RICS) Appraisal and Valuation Manual.

In the opinion of the directors the market value at 31 March 2014 is not materially different from the £1,246,726 carrying value in the accounts. On a historical cost basis, the property would be stated at £157,628.

If the land and buildings had not been included at valuation they would have been included under the historical cost convention as follows:

	2014 £	2013 £
Cost	184,234	184,234
Accumulated depreciation	(26,606)	(23,535)
Net book value	157,628	160,699

JETAIR (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2014

5. FIXED ASSET INVESTMENTS

	Investments in subsidiary companies £
Cost or valuation	
At 1 April 2013 and 31 March 2014	5
Net book value	
At 31 March 2014	5
At 31 March 2013	5
Subsidiary undertakings	

The following were subsidiary undertakings of the company:

Name	Class of shares	Holding
Tailwind Limited (year end 31/01/14) - Dormant entity	Ordinary	100%
Gulf Continental Air Services SA - Passenger sales agent	Ordinary	100%
Gulf Continental Limited	Ordinary	100%

The aggregate of the share capital and reserves as at 31 March 2014 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

Name	Aggregate of share capital and reserves £	Profit/(loss) £
Tailwind Limited (year end 31/01/14) - Dormant entity	2	-
Gulf Continental Air Services SA - Passenger sales agent	53,337	(213,820)
Gulf Continental Limited	2	-

The two dormant subsidiaries, Tailwind Limited and Gulf Continental Limited, were dissolved via voluntary strike-offs on 1 July 2014.

6. DEBTORS

	2014 £	2013 £
Trade debtors	870,761	1,229,865
Prepayments and accrued income	388,975	304,968
Other debtors	22,145	14,293
	<u>1,281,881</u>	<u>1,549,126</u>

JETAIR (UK) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2014**

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

	2014 £	2013 £
Bank loans and overdrafts	8,621	-
Trade creditors	339,995	863,784
Corporation tax	84,133	23,318
Other creditors	313,265	313,602
	<u>746,014</u>	<u>1,200,704</u>

8. SHARE CAPITAL

	2014 £	2013 £
Allotted, called up and fully paid		
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>

9. RESERVES

	Revaluation reserve £	Profit and loss account £
At 1 April 2013	1,095,967	942,964
Profit for the financial year	-	279,757
Dividends: Equity capital	-	(50,000)
Transfer between Revaluation reserve and P/L account	(18,596)	18,596
	<u>1,077,371</u>	<u>1,191,317</u>
At 31 March 2014		

10. DIVIDENDS

	2014 £	2013 £
Dividends paid on equity capital	<u>50,000</u>	<u>-</u>

11. CONTINGENT LIABILITIES

The company has appointed a number of agents as its Retail Agents to sell seats under its Air Travel Organisers License. A liability would arise if the agents so appointed defaulted on these arrangements. No such liabilities have arisen in the past year-end period to date.

JETAIR (UK) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2014**

12. 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 £28,603 (2013 - £28,509). Contributions totalling £6,941 (2013 - £6,664) were payable to the fund at the balance sheet date and are included in creditors.

13. OPERATING LEASE COMMITMENTS

At 31 March 2014 the company had annual commitments under non-cancellable operating leases as follows:

	2014	2013
	£	£
Expiry date:		
Within 1 year	2,175	3,894
Between 2 and 5 years	28,964	29,503
After more than 5 years	129,050	129,050

14. CONTROLLING PARTY

The immediate parent company is Check-In Reisen AG Limited, a company registered in the British Virgin Islands. The principal activities of Check-In Reisen AG Limited are those of an investment holding company.

The ultimate controlling party is Director H D Gardi.