



KPMG Audit Plc
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Private & confidential

FAO Joyce Walter
TUI Travel PLC
TUI Travel House
Fleming Way, Crawley
West Sussex, RH10 9QL

Our ref ck/643

Contact **Mike Harper**
020 7311 2411

26 September 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 the 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.



KPMG Audit Plc

26 September 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,

A handwritten signature in black ink that reads 'KPMG Audit Plc'.

KPMG Audit Plc

| | |
|--|---------------------|
| Travel Class Transport Ltd | 3462052 |
| Travel Services Europe Ltd | 3912375 |
| Travelbound European Tours Limited | 2712668 |
| Travelmood Limited | 01934932 |
| Trek America Travel Limited | 4803471 |
| Trina Group Limited | 02886181 |
| TTSS Limited | 06695822 |
| TUI Finance Northern Europe Ltd | 3709803 |
| TUI Travel Common Investment Fund Trustee Limited | 6969584 |
| TUI Travel Group Management Services Limited | 6709889 |
| TUI Travel Healthcare Limited | 6699735 |
| TUI Travel Holdings Limited | 6638818 |
| TUI Travel Nominee Limited | 6750593 |
| TUI Travel Overseas Holdings Limited | 4998708 |
| TUI Travel SAS Holdings Limited (formerly Sports and Educational Travel Limited) | 5934241 |
| TUI UK Limited | 2830117 |
| TUI UK Retail Ltd | 1456086 |
| Tui UK Transport Ltd | 1014599 |
| Unijet Group Limited | 1665471 |
| Unijet Leisure Limited | 2669334 |