

Junopart Limited

Directors' report and financial statements

31 December 2015

Registered number 02975806



Directors' report and financial statements

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Directors' report

Registered number 02975806

The directors present their annual report and the financial statements of Junopart Limited ("the Company") for the year ended 31 December 2015

Directors and directors' interests

The directors who held office during the year and to date of this report were as follows

Craig Kreeger
Shai Weiss

Strategic report

The Company is defined as small as per the requirements of the Companies Act 2006 and has therefore claimed the exemption from preparing a strategic report. The results for the year are set out on page 3 of the financial statements.

The profit before taxation amounted to £441,704 during the year (*prior year £529,872*)

Dividends

The directors do not recommend the payment of a dividend (*2014 £nil*)

The directors' report was approved by the Board of Directors on 27 September 2016 and signed on its behalf by



Ian de Sousa
Company Secretary

Company Secretariat
The Office, Manor Royal
Crawley, West Sussex
RH10 9NU

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 they have elected to prepare the financial statements in accordance with applicable law and Section 1A of FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (UK Generally Accepted Accounting Practice applicable to Smaller Entities).

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 their profit or loss for that period.

In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent, and
- 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 its financial statements comply with the Companies Act 2006. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

Income statement

for the year ended 31 December 2015

	Note	For the year ended 31 December 2015 £	For the year ended 31 December 2014 £
Administrative expenses		6,806	-
Other operating income		434,898	409,963
Profit before interest and taxation		441,704	409,963
Interest receivable and similar income	6	-	119,909
Profit before taxation	7	441,704	529,872
Tax on profit	8	(89,430)	(113,886)
Profit for the financial year		352,274	415,986

There are no recognised gains or losses other than the profit for the current or prior financial year. The profit for the year arises from continuing activities.

The notes on pages 6 to 9 form part of these financial statements.

Statement of financial position

at 31 December 2015

Registered number 02975806

	Note	As at 31 December 2015 £	As at 31 December 2014 £
Current assets			
Trade and other receivables	9	7,759,287	7,325,363
		<u>7,759,287</u>	<u>7,325,363</u>
Current liabilities			
Trade and other payables	10	(2,128,053)	(2,046,403)
		<u>5,631,234</u>	<u>5,278,960</u>
Net assets			
Capital and reserves			
Called up share capital	11	2	2
Retained earnings		5,631,232	5,278,958
		<u>5,631,234</u>	<u>5,278,960</u>

For the year ending 31 December 2015, the Company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies

The members have not required the Company to obtain an audit of its accounts for the year in question in accordance with section 476

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts

These accounts 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

These financial statements were approved by the Board of Directors on 27 September 2016 and were signed on its behalf by


Shai Weiss
Director

The notes on pages 6 to 9 form part of these financial statements

Statement of changes in equity

As at 31 December 2015

	Share capital	Retained earnings	Total
	£	£	£
Balance at 1 January 2014	2	4,862,972	4,862,974
Profit for the year	-	415,986	415,986
Balance at 31 December 2014	<u>2</u>	<u>5,278,958</u>	<u>5,278,960</u>
Balance at 1 January 2015	2	5,278,958	5,278,960
Profit for the year	-	352,274	352,274
Balance at 31 December 2015	<u>2</u>	<u>5,631,232</u>	<u>5,631,234</u>

The notes on pages 6 to 9 form part of these financial statements

Notes to the financial statements

1 General information

Junopart Limited is currently not trading, however intercompany balances remain with other group companies

The Company is a private company limited by shares and is incorporated and domiciled in England. The address of its registered office is The Office, Manor Royal, Crawley, West Sussex, RH10 9NU

2 Statement of compliance

The financial statements have been prepared in compliance with the provisions of FRS 102 Section 1A small entities and the Companies Act 2006. There were no material departures from that standard.

The Company has elected to early adopt (from 1 January 2015) Statutory Instrument 2015 No. 980 (SI 2015/980) *The Companies, Partnerships and Groups (Accounts and Reports) Regulations 2015*.

This is the first year that the Company has presented its results under FRS 102 Section 1A small entities. The last financial statements prepared under the previous UK GAAP were for the year ended 31 December 2014. The date of transition to FRS 102 Section 1A small entities was 1 January 2015.

An explanation of how transition to FRS 102 has affected the reported financial position and financial performance is given in note 14.

3 Principal accounting policies

The following accounting policies have been applied consistently in dealing with matters which are considered material in relation to the financial statements of the Company.

(a) Basis of preparation

The financial statements have been prepared on the going concern basis under the historical cost convention.

The Junopart Limited board, having regard to the principle risks and uncertainties which could impact the business, considers that the preparation of the financial statements on a going concern basis remains appropriate.

Under Financial Reporting Standard 102 Section 1A small entities, the Company is exempt from the requirement to prepare a cash flow statement. The Company's cash flows are included within the consolidated cash flow statement on page 16 of its parent company's (Virgin Atlantic Airways Limited) financial statements.

(b) Foreign currencies

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the statement of financial position date. All exchange differences are included in the income statement.

Notes to the financial statements *(continued)*

3 Principal accounting policies *(continued)*

(c) Taxation including deferred tax

Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the statement of financial position date. Timing differences are differences between the Company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements

A net deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, 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 is measured on a non-discounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws that have been enacted or substantively enacted by the statement of financial position date

4 Employees

The Company had no employees during the year ended 31 December 2015 (*prior year nil*)

5 Emoluments of directors

The directors did not receive any emoluments for the year ended 31 December 2015 (*prior year £nil*)

6 Interest receivable and similar income

	For the year ended 31 December 2015 £	For the year ended 31 December 2014 £
Interest receivable from group undertakings	-	119,909
	<hr/>	<hr/>

7 Profit before taxation

	For the year ended 31 December 2015 £	For the year ended 31 December 2014 £
<i>Profit before taxation is stated after charging</i>		
Foreign exchange gains	434,898	409,963
	<hr/>	<hr/>

Notes to the financial statements *(continued)*

8 Income tax

Tax expense included in profit or loss

	For the year ended 31 December 2015 £	For the year ended 31 December 2014 £
Current tax		
Amounts payable in respect of group relief	89,430	113,886
	<u>89,430</u>	<u>113,886</u>

Group relief payments will be received or paid where losses are surrendered to or from other Group companies

The standard rate of UK corporation tax for the year is 20.25% (*prior year 21.5%*). The actual current tax charge for the year differs from that computed by applying the standard tax rate to the profit before tax as reconciled below

	For the year ended 31 December 2015 £	For the year ended 31 December 2014 £
Profit before taxation	441,704	529,872
Tax at the standard rate at 20.25% (<i>prior year 21.5%</i>)	89,445	113,922
Factors affecting the charge for the year		
Effect of rate change	(15)	(36)
Total current tax charge	<u>89,430</u>	<u>113,886</u>

Reductions in the UK corporation tax rate from 23% to 21% (effective from 1 April 2014) and 20% (effective from 1 April 2015) were substantively enacted on 2 July 2013. Further reductions to 19% (effective from 1 April 2017) and to 18% (effective 1 April 2020) were substantively enacted on 26 October 2015.

9 Current assets: Trade and other receivables

	As at 31 December 2015 £	As at 31 December 2014 £
Amounts owed by group undertakings	7,759,287	7,325,363
	<u>7,759,287</u>	<u>7,325,363</u>

Notes to the financial statements *(continued)*

10 Current liabilities: Trade and other payables

	As at 31 December 2015 £	As at 31 December 2014 £
Amounts owed to group undertakings	1,315,733	1,315,733
Group relief payable	812,320	722,890
Accruals and deferred income	-	7,780
	<u>2,128,053</u>	<u>2,046,403</u>

11 Share capital

	As at 31 December 2015 £	As at 31 December 2014 £
<i>Allotted and fully paid</i>		
2 ordinary shares of £1 each	<u>2</u>	<u>2</u>

12 Related party transactions

As at 31 December 2015, the directors consider the Company's ultimate holding company to be Virgin Group Holdings Limited, a company incorporated in the British Virgin Islands. The sole shareholder of Virgin Group Holdings Limited is Sir Richard Branson. Sir Richard Branson has interests directly or indirectly in certain other companies, which may give rise to related party disclosures.

The Company, being a wholly owned subsidiary of Virgin Atlantic Limited, is exempt from disclosing related party transactions with wholly owned members of the Group.

There are no other material transactions and balances with related parties which are required to be disclosed.

13 Controlling parties

The immediate parent undertaking is Virgin Atlantic Airways Limited.

As at 31 December 2015, the smallest group in which the results of the Company are consolidated is that headed by Virgin Atlantic Airways Limited, a company registered in England and Wales.

As at 31 December 2015, the largest group in which the results of the Company are consolidated is that headed by Virgin Atlantic Limited, a company registered in England and Wales.

Copies of the financial statements for both Virgin Atlantic Airways Limited and Virgin Atlantic Limited may be obtained from the Registrar of Companies, Companies House, Crown Way, Cardiff, CF14 3UZ.

As at 31 December 2015, the directors consider the Company's ultimate holding company is Virgin Group Holdings Limited, a company incorporated in the British Virgin Islands.

The directors consider Sir Richard Branson to be the ultimate controlling party of the Company.

14 Transition to FRS 102 Section 1A – small entities

As disclosed in note 2, this is the first year that the Company has presented its results under FRS 102 Section 1A small entities. There were no adjustments to the Company's balance sheet for the current or prior year on transition.