

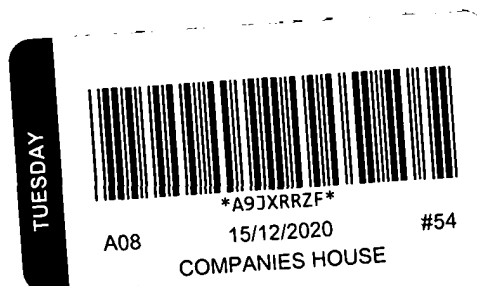
## Travelife Limited

Directors' Report and Financial Statements

Year Ended

30 June 2020

Company Number 03290532



# Travelife Limited

## Company Information

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<b>Directors</b>	C Watson J L de Vial M J E Tanzer P V Grandell S L Upton
<b>Company secretary</b>	ABTA Limited
<b>Registered number</b>	03290532
<b>Registered office</b>	30 Park Street London SE1 9EQ
<b>Independent auditors</b>	BDO LLP 55 Baker Street London W1U 7EU

# Travelife Limited

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# Travelife Limited

## Directors' Report For the Year Ended 30 June 2020

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The directors present their report and the financial statements for the year ended 30 June 2020.

### 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company's financial statements and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; 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 to 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 activity

The principal activity of the company during the year was to promote best practice in the field of tourism.

### Going concern

In preparing the going concern assessment, management has considered the impact that the outbreak of Covid 19 has had on travel and how it might impact the financial position of the Company.

Due to travel restrictions and global lock downs, many Travelife member hotels have been closed. This has meant that audits could not be carried out, nor memberships renewed. In response Travelife has put in place a Covid 19 Response and Recovery Plan. Membership renewal periods have been extended and Covid 19 related information provided to hotels virtually to maintain engagement, to assist with future retention once the situation improves. Seven staff members were put on furlough using the government Coronavirus Job Retention Scheme. They have since been temporarily redeployed to ABTA Ltd to assist with claims handling; both measures significantly reducing Travelife's cost base during this period of reduced income.

The company's parent, ABTA Ltd has given an undertaking to provide such financial support as is necessary to enable the company to meet its liabilities as they fall due and not to seek repayment of the intercompany loan for at least twelve months following the date of approval of these financial statements. The directors therefore consider it appropriate to continue to prepare the accounts on a going concern basis.

# Travelife Limited

## Directors' Report (continued) For the Year Ended 30 June 2020

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### Directors

The directors who served during the year were:

C Watson (appointed 1 January 2020)  
N J Wright (resigned 31 December 2019)  
J L de Vial  
M J E Tanzer  
P V Grandell  
S L Upton

### Disclosure of information to auditors

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

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the 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 auditors are aware of that information.

### Auditors

The auditors, BDO LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

### Small companies exemption

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.



**J L de Vial**  
Director

Date: 19.11.2020

# Travelife Limited

## Independent Auditors' Report to the Members of Travelife Limited

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### Opinion

We have audited the financial statements of Travelife Limited (the 'Company') for the year ended 30 June 2020, which comprise the Statement of Income and Retained Earnings, the Balance Sheet and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 30 June 2020 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

### Other information

The directors are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditors' Report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the

# Travelife Limited

## Independent Auditors' Report to the Members of Travelife Limited (continued)

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work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

### Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

- 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 take advantage of the small companies' exemptions in preparing the Directors' Report and from the requirement to prepare a strategic report.

### Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

### Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Auditors' Report.

# Travelife Limited

## Independent Auditors' Report to the Members of Travelife Limited (continued)

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### Use of our report

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 Auditors' 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.



Dominic Stammers (Senior Statutory Auditor)

for and on behalf of

**BDO LLP**

55 Baker Street  
London  
W1U 7EU

Date: 3 December 2020

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).



# Travelife Limited

## Statement of Income and Retained Earnings For the Year Ended 30 June 2020

	Note	2020 £	2019 £
Turnover		880,448	900,936
<b>Gross profit</b>		<b>880,448</b>	900,936
Administrative expenses		(849,653)	(826,231)
<b>Operating profit</b>		<b>30,795</b>	74,705
Interest payable		(18,397)	(22,223)
<b>Profit before tax</b>		<b>12,398</b>	52,482
Tax on profit		3,281	(1,298)
<b>Profit after tax</b>		<b>15,679</b>	51,184
Retained earnings at the beginning of the year		(1,421,092)	(1,472,276)
Profit for the year		15,679	51,184
<b>Retained earnings at the end of the year</b>		<b>(1,405,413)</b>	(1,421,092)

There were no recognised gains and losses for 2020 or 2019 other than those included in the statement of income and retained earnings.

The notes on pages 8 to 13 form part of these financial statements.

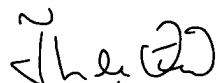
**Travelife Limited**  
Registered number: 03290532

**Balance Sheet**  
**As at 30 June 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Intangible assets	6	54,598	33,812
		<u>54,598</u>	<u>33,812</u>
<b>Current assets</b>			
Debtors	7	60,060	71,447
Cash and cash equivalents		59,018	207,078
		<u>119,078</u>	<u>278,525</u>
Creditors: amounts falling due within one year	8	(840,574)	(1,011,330)
<b>Net current liabilities</b>		<u>(721,496)</u>	<u>(732,805)</u>
<b>Total assets less current liabilities</b>		<u>(666,898)</u>	<u>(698,993)</u>
Creditors: amounts falling due after more than one year	9	(738,513)	(722,097)
<b>Net liabilities</b>		<u><u>(1,405,411)</u></u>	<u><u>(1,421,090)</u></u>
<b>Capital and reserves</b>			
Called up share capital	10	2	2
Retained earnings		(1,405,413)	(1,421,092)
		<u><u>(1,405,411)</u></u>	<u><u>(1,421,090)</u></u>

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



**J L de Vial**  
Director

Date: 19 November 2020

The notes on pages 8 to 13 form part of these financial statements.

# Travelife Limited

## Notes to the Financial Statements For the Year Ended 30 June 2020

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### 1. General information

Travelife Limited is a private company limited by shares, incorporated and registered in England and Wales (registration number 03290532). The address of the registered office is 30 Park Street, London, SE1 9EQ. The principal activity of the company during the year was to promote best practice in the field of tourism. These financial statements for the company are for the year ended 30 June 2020. The functional currency (GBP) is the same as the presentational currency and is rounded to the nearest pound.

### 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 judgement in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

#### 2.2 Going concern

In preparing the going concern assessment, management has considered the impact that the outbreak of Covid 19 has had on travel and how it might impact the financial position of the Company.

Due to travel restrictions and global lock downs, many Travelife member hotels have been closed. This has meant that audits could not be carried out, nor memberships renewed. In response Travelife has put in place a Covid 19 Response and Recovery Plan. Membership renewal periods have been extended and Covid 19 related information provided to hotels virtually to maintain engagement, to assist with future retention once the situation improves. Seven staff members were put on furlough using the government Coronavirus Job Retention Scheme. They have since been temporarily redeployed to ABTA Ltd to assist with claims handling; both measures significantly reducing Travelife's cost base during this period of reduced income.

The company's parent, ABTA Ltd has given an undertaking to provide such financial support as is necessary to enable the company to meet its liabilities as they fall due and not to seek repayment of the intercompany loan for at least twelve months following the date of approval of these financial statements. The directors therefore consider it appropriate to continue to prepare the accounts on a going concern basis.

#### 2.3 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the company and that turnover can be reliably measured. Turnover represents amounts receivable for services provided in the year, net of VAT. Subscription income is released monthly over the subscription period. Audit income is recognised on delivery of the audit. Amounts received in advance of services rendered are carried forward in creditors as deferred income.

# Travelife Limited

## Notes to the Financial Statements For the Year Ended 30 June 2020

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### 2. Accounting policies (continued)

#### 2.4 Goodwill

Goodwill represents the consideration paid for the business over the book value of net assets acquired from International Tourism Services Limited, a fellow subsidiary undertaking of ABTA Limited, in 2010.

#### 2.5 Intangible assets

Significant expenditure on computer software is capitalised as an intangible asset and stated at cost. Amortisation is charged on a straight line basis over the estimated useful economic life of the software after it has been brought into use and is charged to administrative expenses. The remaining useful economic life of goodwill is one year..

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill	-	Over 10 years
Computer software	-	Over 5 years

#### 2.6 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.

#### 2.7 Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors and loans to related parties.

Financial instruments are initially measured at transaction price, unless the arrangement constitutes a financing transaction, which includes transaction costs for financial instruments not subsequently measured at fair value. A financing transaction is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets that are measured at cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the statement of income and retained earnings. The impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the reporting date.

Financial assets and liabilities are only offset and the net amount reported in the balance sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### *Derecognition*

Financial assets are derecognised when the contractual rights to the cash flows from the asset expire, or when the Group has transferred substantially all the risks and rewards of ownership. Financial liabilities are derecognised only once the liability has extinguished through discharge, cancellation or expiry.

# Travelife Limited

## Notes to the Financial Statements For the Year Ended 30 June 2020

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### 2. Accounting policies (continued)

#### 2.8 Cash and cash equivalents

Cash and cash equivalents consist of cash on hand and balances with banks. Cash and cash equivalents are measured at fair value.

#### 2.9 Foreign currency translation

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.

#### 2.10 Taxation

Tax is recognised in the Statement of Income and Retained Earnings, 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 balance sheet date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

#### 2.11 Finance costs

Finance costs are charged to the Statement of Income and Retained Earnings over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

# Travelife Limited

## Notes to the Financial Statements For the Year Ended 30 June 2020

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### 3. Judgements in applying accounting policies and key sources of estimation uncertainty

The preparation of the financial statements requires the directors to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the date of the financial statements. If in the future such estimates and assumptions, which are based on the directors' best judgement at the date of the financial statements, deviate from the actual circumstances, the original estimates and assumptions will be modified as appropriate in the year in which the circumstances change. The Directors' consider the following areas to include estimation uncertainty:

#### *Intangible assets - amortisation*

The useful economic life of intangible assets on which amortisation is based represents an estimated based on the expected usual life of that element of the computer software. If there is an indication that there has been a significant change in the useful economic life, the amortisation will be revised prospectively.

Goodwill is amortised over its expected useful life. Where the company is unable to make a reliable estimate of useful life, goodwill is amortised over a period not exceeding ten years. The useful economic life of ten years has been applied to all goodwill held at the balance sheet date. Goodwill is assessed for impairment when there are indicators of impairment and any impairment is charged to the income statement. Reversals of impairment are recognised when the reasons for the impairment no longer apply.

### 4. Employees

The company has no employees other than the directors, who did not receive any remuneration from Travelife Limited (2019 - nil).

All staff are employed by ABTA Limited. The full cost of those staff employed by ABTA who work directly for Travelife Limited is recharged to Travelife and recognised in administrative expenses.

### 5. Interest payable and similar expenses

	2020 £	2019 £
Interest payable on loans from group undertakings	<u>18,397</u>	<u>22,223</u>

# Travelife Limited

## Notes to the Financial Statements For the Year Ended 30 June 2020

### 6. Intangible assets

	Computer software £	Goodwill £	Total £
<b>Cost</b>			
At 1 July 2019	381,102	300,000	681,102
Additions	59,000	-	59,000
At 30 June 2020	440,102	300,000	740,102
<b>Amortisation</b>			
At 1 July 2019	377,290	270,000	647,290
Charge for the year	8,214	30,000	38,214
At 30 June 2020	385,504	300,000	685,504
<b>Net book value</b>			
At 30 June 2020	54,598	-	54,598
At 30 June 2019	3,812	30,000	33,812

### 7. Debtors

	2020 £	2019 £
Trade debtors	3,852	11,136
Other debtors	23,562	30,069
Prepayments and accrued income	1,473	2,350
Deferred taxation	31,173	27,892
	60,060	71,447

# Travelife Limited

## Notes to the Financial Statements For the Year Ended 30 June 2020

### 8. Creditors: Amounts falling due within one year

	2020 £	2019 £
Trade creditors	1,506	49,178
Other creditors	296	13,111
Accruals and deferred income	838,772	949,041
	<u>840,574</u>	<u>1,011,330</u>

### 9. Creditors: Amounts falling due after more than one year

	2020 £	2019 £
Amounts owed to group undertakings	<u>738,513</u>	<u>722,097</u>

### 10. Share capital

	2020 £	2019 £
<b>Allotted, called up and fully paid</b>		
2 (2019 - 2) Ordinary shares of £1.00 each	<u>2</u>	<u>2</u>

### 11. Related party transactions

The company has taken advantage of the exemption conferred by the Financial Reporting Standard 102 Section 1AC.35 and has not disclosed transactions with group undertakings where 100% of the share capital is held within the group.

### 12. Controlling party

The company's parent and controlling undertaking is ABTA Limited, a company incorporated and registered in England and Wales and limited by guarantee, which is the smallest and largest group for which accounts are prepared that include Travelife Limited. The parent's registered address, from which the consolidated financial statements can be obtained, is 30 Park Street, London, SE1 9EQ.