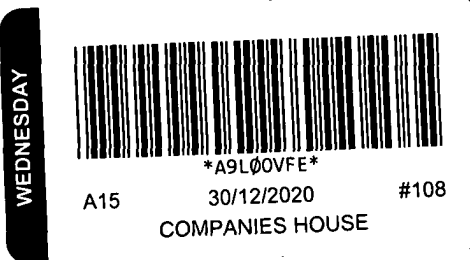


**Sunshine Cruises Limited**  
**Annual Report and financial statements**  
**for the financial year ended 30 September 2019**  
**Company number 3991465**



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**Sunshine Cruises Limited**  
**Directors and other information**

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<b>Directors</b>	H L P Andersson J Smith
<b>Registered Office</b>	Wigmore House Wigmore Lane Luton Bedfordshire LU2 9TN
<b>Independent Auditor</b>	Deloitte LLP Statutory auditor 1 New Street Square London EC4A 3HQ United Kingdom
<b>Bankers</b>	Citibank N.A Canada Square Canary Wharf London E14 5LB
<b>Registered number</b>	3991465

**Sunshine Cruises Limited**  
**Directors' Report for the financial year ended 30 September 2019**

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The Directors present their Report on Sunshine Cruises Limited (the "Company") for the financial year ended 30 September 2019.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and the Company is therefore exempt from the requirement to prepare a Strategic Report.

**Principal activity**

The Company ceased trading at the end of October 2015, and following the disposal of the Company's cruise ship on 27 November 2015, it is only expected to undertake transactions to wind down the Company until such time as it is appropriate to strike off the Company.

**Directors and their interests**

The Directors of the Company who were in office during the financial year and up to the date of signing the financial statements were:

R Coldrake	(resigned on 30 September 2020)
H L P Andersson	(appointed on 30 September 2020)
J Smith	
B Vazquez	(resigned on 1 April 2020)

**Funding, liquidity and going concern**

The Company's profit before taxation for the financial year ended 30 September 2019 was £47k (2018: loss of £140k). An interim dividend of £nil was paid during the year (2018: £30,000k). The Directors do not recommend the payment of a final dividend (2018: £nil).

At 30 September 2019, the Company had net current assets of £4,016k (2018: £3,978k). The Directors have considered the funding and liquidity position of the Company in light of the fact that it has ceased trading from 27 November 2015. The Directors expect that transactions will only take place in order to wind down the Company and that it is expected to have sufficient liquidity to pay its liabilities as they fall due. Consequently the annual Financial Statements have been prepared on a basis other than going concern. This has not resulted in any adjustments to the recognition and measurement of assets and liabilities in these financial statements. For further details, see Note 2 in the financial statements.

**Post balance sheet events**

Details of post balance sheet events can be found in Note 16.

**Independent auditor**

Deloitte LLP were appointed as auditor of the TUI Group, including of the Company. In line with section 487 of the Companies Act 2006, the auditor will be deemed to be re-appointed unless unwilling or disqualified and Deloitte LLP will therefore continue in office.

**Directors' insurance**

Throughout the financial year until the date of approval of these financial statements the ultimate parent company, TUI AG, maintained Directors' and Officers' Liability insurance policies on behalf of the Directors of the Company. These policies meet the Companies Act 2006 definition of a qualifying third party indemnity provision.

**Statement as to disclosure of information to auditors**

The Directors confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditor is unaware; and each Director has taken all the steps that they ought to have taken as a Director to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information. This confirmation is given and should be interpreted in accordance with the provisions of Section 418 of the Companies Act 2006.

Approved by the Board and signed on its behalf by



J Smith  
**Director**

Company Number 3991465

Date: 22 December 2020

**Sunshine Cruises Limited**  
**Directors' responsibilities statement**

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The Directors are responsible for preparing the Directors' Reports and financial statements in accordance with the Companies Act 2006.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have prepared the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 101 'Reduced Disclosure Framework'.

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 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 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.

## **Report on the audit of the financial statements**

### **Opinion**

In our opinion the financial statements of Sunshine Cruises Limited (the 'Company'):

- give a true and fair view of the Company's affairs as at 30 September 2019 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including Financial Reporting Standard 101 "Reduced Disclosure Framework"; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements which comprise:

- the Statement of Comprehensive Income;
- the Statement of Financial Position;
- the Statement of Changes in Equity; and
- the related Notes 1 to 17.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 101 "Reduced Disclosure Framework" (United Kingdom Generally Accepted Accounting Practice).

### **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 auditor's 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 UK, including the Financial Reporting Council's (the 'FRC'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.

### **Emphasis of matter – Financial statements prepared other than on a going concern basis**

We draw attention to Note 2 in the financial statements, which indicates that the financial statements have been prepared on a basis other than that of a going concern. Our opinion is not modified in respect of this matter.

### **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 auditor's 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 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.

### **Responsibilities of directors**

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, 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.

**Auditor's 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 auditor's 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 FRC's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

**Report on other legal and regulatory requirements**

**Opinions 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.

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 any material misstatements in the Directors' report.

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

Under the Companies Act 2006 we are required to report in respect of the following matters 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 take advantage of the small companies' exemption from the requirement to prepare a strategic report

We have nothing to report in respect of these matters.

**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 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.

*Alistair Pritchard FCA*

Alistair Pritchard FCA (Senior Statutory Auditor)  
For and on behalf of Deloitte LLP  
Statutory Auditor  
1 New Street Square, London, United Kingdom  
Date: 22 December 2020



Sunshine Cruises Limited

Statement of Comprehensive Income for the financial year ended 30 September 2019

		Financial year ended 30 September 2019 £'000	Financial year ended 30 September 2018 £'000
	Note		
Revenue		-	-
Cost of sales		47	(139)
<b>Gross profit/(loss)</b>		<b>47</b>	<b>(139)</b>
Administrative expenses		-	(1)
<b>Profit/(loss) before taxation</b>	7	<b>47</b>	<b>(140)</b>
Tax (expense)/credit	8	(9)	27
<b>Profit/(loss) for the financial year attributable to owners of the Company</b>		<b>38</b>	<b>(113)</b>
<b>Total Comprehensive income/(expense) for the financial year, net of tax, attributable to owners of the Company</b>		<b>38</b>	<b>(113)</b>

The results stated above are all derived from operations that were discontinued at the end of November 2015.

As all of the operations of the Company have been discontinued the Company has applied the presentation above in a single column for each year presented. The Directors believe this presentation is more transparent and useful to readers of these financial statements given the circumstances of the Company.

**Sunshine Cruises Limited**  
**Statement of Financial Position as at 30 September 2019**

		<b>As at 30 September 2019 £'000</b>	<b>As at 30 September 2018 £'000</b>
	<b>Note</b>		
<b>Current assets</b>			
Trade and other receivables	10	4,024	4,213
Cash and cash equivalents		1	1
		<u>4,025</u>	<u>4,214</u>
<b>Total assets</b>		<u>4,025</u>	<u>4,214</u>
<b>Current liabilities</b>			
Trade and other payables	11	(9)	(33)
Provisions for liabilities	12	-	(203)
<b>Total liabilities</b>		<u>(9)</u>	<u>(236)</u>
<b>Net current assets</b>		<u>4,016</u>	<u>3,978</u>
<b>Net assets</b>		<u>4,016</u>	<u>3,978</u>
<b>Equity</b>			
Called up share capital	13	30	30
Retained earnings	14	3,986	3,948
<b>Total equity attributable to owners of the Company</b>		<u>4,016</u>	<u>3,978</u>

The notes on pages 11 to 18 form part of these financial statements.

The financial statements have been prepared in accordance with the special provisions applicable to companies subject to the small companies' regime.

The financial statements on pages 8 to 18 were approved and authorised for issue by the Board of Directors and signed on its behalf by:

*Jason Smith*

J Smith  
**Director**

Company Number      3991465

Date:      22 December 2020

**Sunshine Cruises Limited**

**Statement of Changes in Equity for the financial year ended 30 September 2019**

		<b>Called up share capital £'000</b>	<b>Retained earnings £'000</b>	<b>Total equity £'000</b>
	<b>Note</b>			
At 1 October 2017		30	34,061	34,091
Total Comprehensive expense for the financial year		-	(113)	(113)
Dividends paid	9	-	(30,000)	(30,000)
At 30 September 2018		<u>30</u>	<u>3,948</u>	<u>3,978</u>
Total Comprehensive income for the financial year		-	38	38
<b>At 30 September 2019</b>		<u><b>30</b></u>	<u><b>3,986</b></u>	<u><b>4,016</b></u>

**1. General information**

The Company is a private company limited by shares, incorporated in the United Kingdom under the Companies Act 2006 and registered and domiciled in England & Wales. The address of its registered office is Wigmore House, Wigmore Lane, Luton, Bedfordshire, LU2 9TN. The Company's registered number is 3991465.

From 27 November 2015 the Company ceased to trade as a cruise ship operator and operations have been winding down since this date. This is expected to continue until such time that it is appropriate to strike off the Company.

**2. Basis of preparation**

These financial statements have been prepared under the historical cost convention, in accordance with the Companies Act 2006 and Financial Reporting Standard 101 'Reduced Disclosure Framework' ("FRS 101").

FRS 101 sets out a reduced disclosure framework for a 'qualifying entity' as defined by Financial Reporting Standard 100 'Application of financial reporting requirements' ("FRS 100") which addresses the financial requirements and disclosure exemptions in the individual financial statements of qualifying entities that otherwise apply the recognition, measurement and disclosure exemptions of EU-adopted IFRS.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and the Company is therefore exempt from the requirement to prepare a Strategic Report.

**Going Concern**

The Company's business activities and financial position, are set out in the Directors Report on page 3.

As the Company has ceased trading, the annual financial statements have been prepared on a basis other than going concern.

No adjustments were necessary to reduce assets to their realisable values, to provide for liabilities arising from the decision or to reclassify fixed assets and long-term liabilities as current assets and liabilities. The comparative financial information has also been prepared on a basis other than going concern. The principal accounting policies, which have been applied consistently throughout the year, are set out below and, where necessary, have been updated to include any policies which are considered significant given the presentation of the financial statements on a basis other than going concern.

**Functional and presentational currency**

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates (the "functional currency"). The financial statements are presented in the Company's functional currency of sterling, rounded to the nearest thousand pounds, unless stated otherwise.

### 3. Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been applied consistently to all the financial years presented.

#### Amendments to IFRSs

In the current year, the Company has applied a number of amendments to IFRSs issued by the International Accounting Standards Board (IASB) that are mandatorily effective for an accounting period that begins on or after 1 January 2018.

Standard	Amendment	Impact on Financial Statements
IFRS 9 Financial Instruments	The new standard replaces the current guidance in IAS39 on classification and measurement of financial assets and introduces new rules for hedge accounting. The existing impairment rules are being superseded by a new model based on expected credit losses.	Not material

#### Operating profit

Operating profit is stated before investment income and finance activities.

#### Foreign currency translation

Foreign currency transactions are initially translated into the Company's functional currency using the prevailing rate at the date of transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the exchange rate prevailing on the Statement of Financial Position date. Foreign exchange gains and losses resulting from translation to financial year-end rates are recognised in the Statement of Comprehensive Income with the exception of gains and losses to be recognised in equity as qualifying cash flow hedges.

Foreign exchange gains or losses arising on loans receivable or payable, are included in "Finance income" and "Finance expense" in the Statement of Comprehensive Income.

The results and financial position of all businesses that have a functional currency different from the presentational currency are translated into the presentational currency as follows:

- assets and liabilities for each Statement of Financial Position presented are translated at the closing rate at the date of that Statement of Financial Position;
- income and expenses for each Statement of Comprehensive Income are translated at average exchange rates (unless the average is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the rate on the dates of each transaction); and
- all resulting exchange differences are recognised in Other Comprehensive Income.

#### Current and deferred tax

The tax expense for the financial year comprises current and deferred tax and is recognised in the Statement of Comprehensive Income. Current tax is the expected tax payable (or recoverable) for the current financial year using the average tax rate for the financial year. Income tax recoverable or payable relates to current tax. To the extent available, the amount is first recovered from, or surrendered to, other Group companies as group relief.

Deferred tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax is determined using tax rates that have been enacted or substantively enacted at the Statement of Financial Position date and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be used.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred tax assets and liabilities relate to income taxes levied by the same tax authority.

### 3. Summary of significant accounting policies (continued)

#### Current and deferred tax (continued)

Current and deferred tax are recognised in Statement of Comprehensive Income, except when they relate to items that are recognised in Other Comprehensive Income or directly in equity, in which case, the current and deferred tax are also recognised in Other Comprehensive Income or directly in equity respectively.

#### Financial assets and financial liabilities

The classification and measurement of financial assets are determined on the basis of the business model used to manage financial assets, the related contractual cash flows and their objective. At initial recognition of financial assets, the classification comprises the categories "Financial assets at amortised cost (AC)", "Financial assets at fair value through Other Comprehensive Income (FVOCI)" and "Financial assets at fair value through profit and loss (FVPL)".

Financial assets are recognised at the value on the date when the Company undertakes to buy the asset. When recognised for the first time, they are either classified as at amortised cost or at fair value, depending on their objective. Financial assets are classified as financial assets at amortised cost when the objective of the Company's business model is to hold the financial assets to collect contractual cash flows, and when the contractual terms and conditions of the assets exclusively constitute interest and principal payments on the nominal amount outstanding. This applies to all financial assets that had also been carried at amortised cost under IAS39.

For the financial assets held at amortised cost, a loss allowance for expected credit losses is recognised in accordance with IFRS 9. Loss allowances for financial assets are based on either full lifetime expected credit losses or 12-month expected credit losses. A loss allowance for lifetime expected credit losses is required for a financial instrument if the credit risk of that financial asset has increased since initial recognition. For all other financial instruments, expected credit losses are measured at an amount equal to the 12 month expected credit losses. Impairments and reversals of impairments are included in "Impairment of financial asset" in the Statement of Comprehensive Income.

All other financial assets not recognised at amortised cost or at fair value through OCI must be measured at fair value through profit or loss. Accordingly, the debt instruments previously allocated to the measurement category "Financial assets available for sale" are measured at fair value through profit or loss under IFRS 9.

Financial assets are derecognised as at the date on which the rights for payments from assets expire or are transferred and therefore as at the date on which essentially all risks and rewards of ownership are transferred. The rights to an asset expire when the rights to receive cash flows from the asset have expired. For transfers of financial assets, it is assessed whether they have to be derecognised in accordance with the derecognition requirements of IFRS 9.

Financial liabilities are recognised in the Statement of Financial Position if an obligation exists to transfer cash and cash equivalents of other financial assets to another party. Initial recognition of a liability is expected at its fair value. For loans taken out, the nominal amount is reduced by discounts retained and transaction costs paid. The subsequent measurement of financial liabilities is affected at amortised cost using the effective interest method. The classification of financial liabilities in accordance with IFRS9 did not result in any changes in the measurement categories.

#### Provisions

A provision is recognised in the Statement of Financial Position when the Company has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefits will be required to settle the obligation and the amount has been reliably estimated. Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risk specific to the liability. The increase in the provision due to passage of time is recognised as a financial expense where material.

**3. Summary of significant accounting policies (continued)****Share capital**

Ordinary shares are classified as equity.

**Dividends**

Dividend distribution to the Company's shareholders is recognised as a liability in the Company's financial statements in the period in which payment of the dividend becomes a legal obligation of the Company. For final dividends, this will be when they are approved by the Company and for interim dividends; this will be when they have been paid.

**4. Reduced disclosures permitted by FRS 101**

The Company meets the definition of a qualifying entity of TUI AG, as defined by FRS 100, as the results of this Company are fully consolidated into the Group financial statements of TUI AG. Details for obtaining the Group financial statements of TUI AG can be found in Note 17. Where applicable and required by FRS 101, equivalent disclosures have been provided in the Group's consolidated financial statements in accordance with the Application Guidance to FRS 100. As such, the Company has taken advantage of the following disclosure exemptions as set out in paragraph 8 of FRS 101:

<b>IFRS</b>	<b>Relevant paragraphs of IFRS</b>	<b>Disclosure exemptions taken</b>
IFRS 7 'Financial instruments'	All paragraphs	All disclosure requirements.
IAS 1 'Presentation of financial statements'	38	Paragraph 79(a) (iv) of IAS 1. Paragraph 118(e) of IAS 38 'Intangible assets'.
	10(d) and 111	A statement of cash flows and related information.
	16	A statement of compliance with all IFRS.
	134 to 136	Information on the Company's objectives, policies and processes for managing capital.
	40(a)	A third statement of financial position to be presented in certain circumstances, including retrospective restatement on change in accounting policy such as adoption of new standards.
IAS 7 'Statement of cash flows'	All paragraphs	IAS 7 disclosures in full.
IAS 8 'Accounting policies, changes in accounting estimates and errors'	30 and 31	New standards and interpretations that have been issued but which are not yet effective.
IAS 24 'Related party transactions'	17 and the requirements to disclose transactions between two group subsidiaries.	Detailed related party transaction information including key management compensation and transactions with other wholly-owned subsidiaries of the Group.

**5. Critical accounting judgements, estimates and assumptions**

In the application of the Company's accounting policies, which are described in Note 3, the Directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

The areas involving a higher degree of judgement or complexity, or where assumptions and estimates are material to the carrying value of assets, liabilities and total comprehensive income for the year are disclosed as follows:

**Critical accounting judgements**

The following are the critical judgements, apart from those involving estimations (which are dealt with separately below), that the Directors have made in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognised in the financial statements.

**(i) Provisions**

In accounting for provisions, judgement is required in determining occurrence probability, maturity and level of risk. Judgement and estimation is required in determining litigation and claims provisions. Details of provisions made and the basis by which provisions have been calculated are disclosed in Note 12.

**Critical accounting estimates**

There were no key estimates or assumptions concerning the future, and other key sources of uncertainty at the reporting period end that might have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

**6. Employees and Directors**

The Company had no employees during either the current or prior year.

**Directors' remuneration**

The Directors received no remuneration for their services as Directors of the Company (2018: £nil). The Company's Directors are directors of a number of fellow subsidiary companies and their remuneration was paid by another Group company, which makes no recharge to the Company (2018: £nil). It is not possible to make an accurate apportionment of their emoluments in respect of each of the subsidiaries. Their total emoluments are included in the aggregate of Directors' emoluments disclosed in the financial statements of another Group company.

**7. Profit/(loss) before taxation**

	Financial year ended 30 September 2019 £'000	Financial year ended 30 September 2018 £'000
Profit/(loss) before taxation is stated after expensing:		
Foreign exchange loss	-	2

**Auditor's remuneration**

In 2019 and 2018, the auditor's remuneration was borne and paid by TUI UK Limited, and not recharged out.



**8. Tax expense/(credit)**

The tax expense/(credit) can be summarised as follows:

**(i) Analysis of tax expense/(credit) in the year**

	Financial year ended 30 September 2019 £'000	Financial year ended 30 September 2018 £'000
Current tax:		
Amounts payable/(receivable) from fellow subsidiaries for group relief	9	(27)
<b>Total current tax</b>	<b>9</b>	<b>(27)</b>
<b>Total tax expense/(credit) in the Statement of Comprehensive income</b>	<b>9</b>	<b>(27)</b>

**(ii) Factors affecting the tax credit in the year**

The tax expense (2018: credit) for the financial year ended 30 September 2019 is equal to (2018: is equal to) the standard rate of corporation tax in the UK of 19.0% (2018: 19.0%). This is shown in the table below:

	Financial year ended 30 September 2019 £'000	Financial year ended 30 September 2018 £'000
<b>Profit/(loss) before taxation</b>	<b>47</b>	<b>(140)</b>
Profit/(loss) multiplied by the effective standard rate of corporation tax in the UK of 19.0% (2018: 19.0%)	9	(27)
<b>Total tax expense /(credit) in the Statement of Comprehensive income</b>	<b>9</b>	<b>(27)</b>

**(iii) Factors affecting the future tax expense**

The rate of taxation is expected to follow the standard rate of UK corporation tax in future periods.

At the Statement of Financial Position date, Finance Act 2016 had been substantively enacted confirming that the main UK corporation tax rate would reduce to 17% from 1 April 2020. Therefore, at 30 September 2019, deferred tax assets and liabilities have been calculated based on rates of 19% and 17% where the temporary differences are expected to reverse before and after 1 April 2020 respectively. On 11 March 2020 the Chancellor announced that in April 2020 the UK government will legislate to retain the current 19% rate. This change was substantively enacted on 17 March 2020, after the Statement of Financial Position date, and therefore is not included in these financial statements.

**9. Dividends**

The aggregate amount of dividends paid during the financial year comprises:

	Financial year ended 30 September 2019 £'000	Financial year ended 30 September 2018 £'000
Interim dividend of £nil (2018: £1,000) per ordinary share	-	30,000

10. Trade and other receivables

	As at 30 September 2019 £'000	As at 30 September 2018 £'000
Amounts due from other group undertakings	2,795	2,794
Group relief receivable	-	27
Other receivables	1,229	1,392
	<b>4,024</b>	<b>4,213</b>

**Amounts due from Group undertakings**

Amounts due from Group undertakings are unsecured, interest-free and repayable on demand. The total amounts due from Group undertakings amount to £2,795k (2018: £2,821k). FRS101 exemption has been taken from disclosure of transactions with wholly owned subsidiaries of the TUI AG group.

11. Trade and other payables

	As at 30 September 2019 £'000	As at 30 September 2018 £'000
Amounts due to other Group undertakings	-	33
Group relief payable	9	-
	<b>9</b>	<b>33</b>

**Amounts due to Group undertakings**

Amounts due to Group undertakings are unsecured, interest-free and repayable on demand. The total amounts due to Group undertakings amount to £9k (2018: £33k). FRS101 exemption has been taken from disclosure of transactions with wholly owned subsidiaries of the TUI AG group.

12. Provisions for liabilities

Analysis of the movements during the financial year:

	Litigation £'000
At 1 October 2018	203
Utilised in the year	(203)
<b>At 30 September 2019</b>	<b>-</b>

**Litigation**

The above provision relates to litigation and customer class action claims for which a provision was made for the excess over insurance recoveries. The liability was utilised during the financial year.

13. Share capital

	As at 30 September 2019 £'000	As at 30 September 2018 £'000
<b>Authorised</b>		
30,000 (2018: 30,000) ordinary shares of £1.00 each	30	30
<b>Issued and fully paid</b>		
30,000 (2018: 30,000) ordinary shares of £1.00 each	30	30

**14. Reserves**

The following describes the nature and purpose of each reserve within equity:

Reserve	Description and purpose
Retained earnings	All other net gains and losses and transactions with owners (e.g. dividends) not recognised elsewhere.

**15. Related party transactions**

The Company has taken advantage of the exemption contained in IAS 24 "Related Party Transactions" as it is a wholly-owned subsidiary of TUI AG. Therefore, the Company has not disclosed transactions with wholly-owned entities that form part of the Group headed by TUI AG. There were no transactions with other related parties.

**16. Post balance sheet events**

Subsequent to the year end the following post balance sheet events have occurred:

Due to the measures taken by Governments worldwide to get the COVID-19 outbreak under control and in particular, the UK Government's advice against all but essential travel, the touristic industry came to a standstill from the second half of March 2020. For TUI, this has resulted in the repatriation of customers who were on holiday at the time and the full cancellation of the planned holiday programme until mid-July 2020. In mid-July, certain companies in the Group were able to recommence operations, but at a very reduced level. These operations continued into late Autumn, using open travel corridors, until the second wave of Covid struck. The curtailment of the 2020 programme has resulted in a sharp drop in turnover and whilst there has been a corresponding reduction in variable costs, the Company's investment businesses continue to have to fund their fixed cost base, although where possible, management actions have been taken to mitigate the timing and extent of amounts to be paid. As a result of the cancellation of the programme, customers are due refunds, which have been offered either in the form of an ATOL protected refund credit note or in cash.

At the date of approval of these financial statements, the UK & I Business continues to operate a small programme focussed on the Canary Islands, Madeira and certain long haul destinations, however the majority of the touristic programme remains suspended until at least the middle of January. The UK & I Business continues to review its planned holiday programme for the remainder of winter 2020 in the light of latest developments and will respond to any changes in travel advice from either the UK or Irish Governments or overseas authorities when new information becomes available.

TUI AG has agreed a further financing package of EUR 1.8 billion with Unifirm Limited, a banking consortium, KfW and the Economic Stabilisation Fund (WSF). A corresponding term sheet was signed on 2 December 2020. The corresponding contracts for the individual components of the term sheet had not yet been signed at the date of approval of these financial statements. Official EU approvals for parts of this package are still awaited.

**17. Ultimate parent company and controlling party**

The Company is controlled by TUI AG – a company registered in Berlin and Hanover (Federal Republic of Germany) which is the ultimate parent company and controlling party. The immediate parent company is First Choice Holidays Limited, a company registered in the United Kingdom.

The smallest and largest group in which the results of the Company are consolidated is that headed by TUI AG. Copies of the TUI AG financial statements are available from its registered address via Investor Relations, TUI AG, Karl-Wiechert-Allee 4, D-30625, Hanover or from the website [www.tuigroup.com/en-en](http://www.tuigroup.com/en-en).

No other financial statements include the results of the Company.