

Falko Regional Aircraft Limited

Strategic report, Directors' report and financial statements
31 December 2017

Registered number 7644196



Falko Regional Aircraft Limited

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Falko Regional Aircraft Limited

Company Information

Directors

C. Dakolias

J. Barnes

N. Fegan

Secretary

S. Dichlian

Auditor

KPMG LLP

58 Clarendon Road

Watford WD17 1DE

Banker

Citibank NA

Citigroup Centre

Canada Square

Canary Wharf

London E14 5LB

Registered office

1 Bishop Square

St Albans Road West

Hatfield

Hertfordshire AL10 9NE

Company Registration Number

7644196 (England and Wales)

Falko Regional Aircraft Limited

Strategic report

The directors present their Strategic report for the year ended 31 December 2017.

Review of the business and principal activities

The principal activity of Falko Regional Aircraft Limited (the “Company”) is aircraft portfolio servicer.

The Company acts as servicer to a number of asset owning companies and is responsible for all asset management activities, including lease management, collections and disbursements, off lease aircraft acceptance and redelivery, aircraft remarketing, administration and accounting.

The Company reported a loss after taxation of £333,427 (2016: £402,113 profit after taxation). No dividend (2016: £nil) was proposed or paid during the year to the parent company.

Key performance indicators

In managing the Company, the directors use a series of key performance indicators against which the performance of the Company is measured. The principal indicators used include the following:

Lease management and remarketing - lease rates achieved compared to market rates

During 2017 a number of new leases and lease extensions for aircraft owned by the asset owning companies were identified and subsequently contracted. The directors are satisfied that the terms achieved were consistent with market rates.

Lease management and remarketing - number and percentage of aircraft on/off lease

This is continually monitored and reported to the directors of the asset owning companies on a monthly basis. The status of each portfolio is reviewed at quarterly board meetings. Across the total aircraft portfolio serviced, the ratio of on lease aircraft to off lease aircraft has principally remained constant throughout the year.

Credit worthiness of customers and the level of lease income arrears

The credit worthiness of potential customers is investigated prior to entering into any transaction. The customer’s ability to make payments and the level of lease income arrears is regularly reviewed and appropriate action taken where necessary.

Aircraft remarketing - sales prices achieved compared to market rates

During 2017, a number of sales prospects for aircraft owned by the asset owning companies were identified and aircraft sales subsequently contracted. The directors are satisfied that the terms achieved were consistent with market rates.

Falko Regional Aircraft Limited

Strategic report (continued)

Principal risks and uncertainties

The directors continue to monitor the risks and uncertainties facing the Company, these include:

Credit risk

It is Company policy to investigate the credit worthiness of all counterparties prior to entering any transactions and to regularly review the counterparty's ability to make payments.

Cashflow risk

The cash position of the Company is constantly monitored and short, medium and long term cashflow forecasts are regularly reviewed and appropriate action taken where necessary.

Foreign currency risk

The majority of income is received in US dollars, whereas the Company's operating expenses are principally in UK sterling. The directors monitor exchange rate movements and use appropriate foreign exchange instruments when necessary.

Future developments

The directors are satisfied with the Company's progress and no significant changes to the operation of the Company are anticipated in the foreseeable future.

By order of the Board



Nicholas Fegan
Director

24 September 2018

Registered Number: 7644196

1 Bishop Square
St Albans Road West
Hatfield AL10 9NE

Falko Regional Aircraft Limited

Directors' report

The directors present their report and the audited financial statements for the year ended 31 December 2017.

The review of the business and future developments, key performance indicators, and principal risks and uncertainties facing the business have been disclosed in the Strategic report on page 3.

Going concern

Notwithstanding the Company's net liabilities of £287,346 (2016: net assets £46,081) the financial statements have been prepared on a going concern basis. The Company is expected to be profitable in future years and will be able to meet its obligations as they fall due as long as amounts due to the group undertaking is not called upon. The directors have received written confirmation from the group undertaking that it will not call on the £1.4m due although it is a current liability on the balance sheet. This will continue for the foreseeable future, and for a period of at least 12 months from the signing of these financial statements. The directors therefore consider use of the going concern assumption to be appropriate.

Directors

The directors who held office during the year and up to the date of signing the report were:

Mr. C. Dakolias

Mr. J. Barnes

Mr. N. Fegan

Disclosure of information to auditor

The directors who held office at the date of approval of this directors' report 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 he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Auditor

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

By order of the Board



Nicholas Fegan
Director

24 September 2018

Registered Number: 7644196

1 Bishop Square
St Albans Road West
Hatfield AL10 9NE

Falko Regional Aircraft Limited

Statement of Directors' responsibilities in respect of the Strategic report, Directors' report and the financial statements

The directors are responsible for preparing the Strategic Report, 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 UK accounting standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 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 and then apply them consistently;
- make judgements and 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;
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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 responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and 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.

Independent auditor's report to the members of Falko Regional Aircraft Limited

Opinion

We have audited the financial statements of Falko Regional Aircraft Limited ("the company") for the year ended 31 December 2017 which comprise the statement of income and retained earnings, balance sheet, and related notes, including the accounting policies in note 1.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2017 and of its loss for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*; 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 are described below. We have fulfilled our ethical responsibilities under, and are independent of the company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

Going concern

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least twelve months from the date of approval of the financial statements. We have nothing to report in these respects.

Strategic report and directors' report

The directors are responsible for the strategic report and the directors' report. Our opinion on the financial statements does not cover those reports and we do not express an audit opinion thereon.

Our responsibility is to read the strategic report and the directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the strategic report and the directors' report;
- in our opinion the information given in those reports for the financial year is consistent with the financial statements; and
- in our opinion those reports have been prepared in accordance with the Companies Act 2006.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required 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.

We have nothing to report in these respects.

Independent auditor's report to the members of Falko Regional Aircraft Limited (continued)

Directors' responsibilities

As explained more fully in their statement set out on page 6, the directors are responsible for: the preparation of the financial statements and for being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; 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 they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

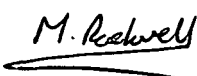
Auditor's responsibilities

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 our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

The purpose of our audit work and to whom we owe our responsibilities

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.



Matthew Radwell (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
58 Clarendon Road
Watford WD17 1DE

28 September 2018

Falko Regional Aircraft Limited

Statement of income and retained earnings for the year ended 31 December 2017

		Year ended 31 December 2017 £	Year ended 31 December 2016 £
	Note		
Turnover	2	7,654,997	11,339,238
Cost of sales		<u>(483,730)</u>	<u>(520,375)</u>
Gross profit		7,171,267	10,818,863
Administrative expenses		<u>(7,118,200)</u>	<u>(10,203,603)</u>
Operating profit		53,067	615,260
Tax on profit on ordinary activities	6	<u>(386,494)</u>	<u>(213,147)</u>
(Loss)/profit for the financial year and total comprehensive (loss)/income		<u>(333,427)</u>	<u>402,113</u>
Retained earnings at the start of the year		46,080	(356,033)
Retained earnings at the end of the year		<u>(287,347)</u>	<u>46,080</u>

All of the results arise from continuing operations.

The notes on pages 11 to 22 form part of these financial statements.

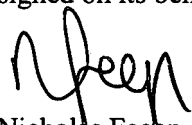
Falko Regional Aircraft Limited

Balance Sheet

as at 31 December 2017

		Year ended 31 December 2017 £	Year ended 31 December 2016 £
	Note		
Fixed assets			
Investments	7	56,333	56,333
		<u>56,333</u>	<u>56,333</u>
Current assets			
Stock	8	53,233	51,372
Debtors	9	3,602,301	5,343,752
Cash at bank and in hand	11	2,315,849	2,159,792
		<u>5,971,383</u>	<u>7,554,916</u>
Current liabilities			
Creditors: amounts falling due within one year	12	(6,315,062)	(7,565,168)
		<u>(343,679)</u>	<u>(10,252)</u>
Net current liabilities			
		<u>(287,346)</u>	<u>46,081</u>
Net (liabilities)/assets			
		<u>(287,346)</u>	<u>46,081</u>
Capital and reserves			
Called up share capital	13	1	1
Profit and loss account		(287,347)	46,080
Shareholder's (deficit)/funds		<u>(287,346)</u>	<u>46,081</u>

These financial statements were approved by the board of directors on 24 September 2018 and were signed on its behalf by:



Nicholas Fegan
Director

Company registration number: 7644196

The notes on pages 11 to 22 form part of these financial statements.

Falko Regional Aircraft Limited

Notes to the financial statements

Forming part of the financial statements

1. Accounting policies

The Company is limited by shares and incorporated and domiciled in the UK.

These financial statements were prepared in accordance with Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS 102") as issued in August 2014. The amendments to FRS 102 issued in July 2015 and effective immediately have been applied. The presentational currency of these financial statements is sterling.

In accordance with section 400 of the Companies Act 2006 the Company is exempt from the requirement to prepare group accounts. The Company's parent undertaking, Triangle Aviation (UK) Holdings Limited includes the Company in its consolidated financial statements. The consolidated financial statements of Triangle Aviation (UK) Holdings Limited are available to the public and may be obtained from Companies House, Crown Way, Cardiff CF14 3UZ. In these financial statements, the Company is considered to be a qualifying entity (for the purposes of this FRS) and has applied the exemptions available under FRS 102 in respect of the following disclosures:

- Cash flow statement and related notes;
- Transactions or balances with other wholly owned subsidiaries of Triangle Aviation (UK) Holdings Limited;
- Key management personnel compensation.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

Measurement convention

The financial statements are prepared on the historical cost basis.

Going concern

Notwithstanding the Company's net liabilities of £287,346 (2016: net assets £46,081) the financial statements have been prepared on a going concern basis. The Company is expected to be profitable in future years and will be able to meet its obligations as they fall due as long as amounts due to the group undertaking is not called upon. The directors have received written confirmation from the group undertaking that it will not call on the £1.4m due although it is a current liability on the balance sheet. This will continue for the foreseeable future, and for a period of at least 12 months from the signing of these financial statements. The directors therefore consider use of the going concern assumption to be appropriate.

Falko Regional Aircraft Limited

Notes to the financial statements *(continued)*

1. Accounting policies *(continued)*

Turnover

Turnover represents the value, net of value added tax, of services provided to customers. It principally relates to fees received in respect of servicing of aircraft portfolios and is recognised in the year in which the service was provided. In addition turnover is also generated through the sale of aircraft spare parts. The sale of aircraft spares are recognised when the goods are physically delivered to the customer.

Foreign currency

Transactions in foreign currencies are translated to the Company's functional currency at the foreign exchange rate ruling at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are retranslated to the functional currency at the foreign exchange rate ruling at that date. Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction. Non-monetary assets and liabilities denominated in foreign currencies that are stated at fair value are retranslated to the functional currency at foreign exchange rates ruling at the dates the fair value was determined.

Foreign exchange differences arising on translation are recognised in the statement of income.

Pensions

The Company operates a defined contribution pension plan. A defined contribution plan is a post-employment benefit plan under which the Company pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution pension plans are recognised as an expense in the statement of income in the year during which services are rendered by employees.

Stock

Stock is stated at the lower of cost or net realisable value.

Falko Regional Aircraft Limited

Notes to the financial statements *(continued)*

1. Accounting policies *(continued)*

Taxation

Tax on the profit or loss for the year comprises current and deferred tax.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided on timing differences which arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements. Deferred tax is not recognised on permanent differences arising because certain types of income or expense are non-taxable or are disallowable for tax or because certain tax charges or allowances are greater or smaller than the corresponding income or expense.

Deferred tax is measured at the tax rate that is expected to apply to the reversal of the related difference, using tax rates enacted or substantively enacted at the balance sheet date.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Investments in subsidiaries

These are the separate financial statements of the Company. Investments in subsidiaries are carried at cost less impairment.

Falko Regional Aircraft Limited

Notes to the financial statements *(continued)*

2. Turnover

Turnover, analysed by category, was as follows:

	Year ended 31 December 2017 £	Year ended 31 December 2016 £
Portfolio servicer fees	4,589,193	9,877,583
Sale of aircraft spare parts	28,886	115,394
Other servicer fees	3,036,918	1,346,261
	<u>7,654,997</u>	<u>11,339,238</u>

Turnover, analysed geographically between markets, was as follows:

	Year ended 31 December 2017 £	Year ended 31 December 2016 £
United Kingdom	3,208,044	2,640,588
Europe	2,811,301	6,617,806
Rest of the World	1,635,652	2,080,844
	<u>7,654,997</u>	<u>11,339,238</u>

3. Expenses and auditor's remuneration

The operating profit is stated after charging/(crediting):

	Year ended 31 December 2017 £	Year ended 31 December 2016 £
Depreciation of tangible fixed assets	-	5,833
Amortisation of negative goodwill	-	(5,827)
Servicer fee payable to overseas subsidiary	477,740	511,869
Auditor's remuneration	7,500	6,500
	<u>477,740</u>	<u>511,869</u>

Falko Regional Aircraft Limited

Notes to the financial statements *(continued)*

4. Directors' remuneration

	Year ended 31 December 2017 £	Year ended 31 December 2016 £
Directors' remuneration	200,780	602,340
Company contributions to defined contribution plan	20,078	20,078
	<u>220,858</u>	<u>622,418</u>

The actual remuneration of the highest paid director was £200,780 (2016: £602,340), and company pension contributions of £20,078 (2016: £20,078) were made to a defined contribution plan on their behalf.

	Number of directors 2017	Number of directors 2016
Retirement benefits are accruing to the following number of directors under:		
<i>Defined contribution plans</i>	1	1

Two of the Company directors are not directly remunerated by the Company. The notional allocation of the cost to the Company for their services was £10,000 (2016: £10,000).

5. Staff numbers and costs

	Year ended 31 December 2017 £	Year ended 31 December 2016 £
Wages and salaries	3,955,945	6,416,897
Social security costs	480,823	711,529
Contributions to defined contribution plans	377,900	379,951
	<u>4,814,668</u>	<u>7,508,377</u>

Falko Regional Aircraft Limited

Notes to the financial statements *(continued)*

5. Staff numbers and costs *(continued)*

The average number of persons employed by the Company during the year, analysed by category, was as follows:

	Year ended 31 December 2017	Year ended 31 December 2016
Sales and marketing	8	8
Portfolio development	6	6
Technical operations	8	8
Legal and commercial	12	11
Support (including Finance and IT)	16	18
	<u>50</u>	<u>51</u>

6. Taxation

Total tax recognised in the statement of income

	Year ended 31 December 2017 £	Year ended 31 December 2016 £
<i>UK corporation tax</i>		
Current tax on income for the year	-	120,107
Adjustments in respect of previous years	381,742	89,257
Total current tax	<u>381,742</u>	<u>209,364</u>
<i>Deferred tax (see note 10)</i>		
Reversal of timing differences	3,906	3,783
Effect of decreased tax rate	846	-
Total deferred tax	<u>4,752</u>	<u>3,783</u>
Total tax	<u>386,494</u>	<u>213,147</u>

Falko Regional Aircraft Limited

Notes to the financial statements *(continued)*

6. Taxation *(continued)*

Reconciliation of effective tax rate

	Year ended 31 December 2017 £	Year ended 31 December 2016 £
(Loss)/profit for the year	(333,427)	402,113
Total tax charge	<u>386,494</u>	<u>213,147</u>
Profit excluding taxation	53,067	615,260
Tax using the UK corporation tax rate of 19.25% (2016: 20.00%)	10,215	123,052
Group relief surrendered	299,739	-
Impact of tax rates changes	846	-
Non-taxable income	(306,048)	(1,611)
Non-deductible expenses	-	2,449
Adjustments in respect of previous years	381,742	89,257
Total tax charge included in the statement of income	<u>386,494</u>	<u>213,147</u>

Factors that may affect future current and total tax charges

A reduction in the UK corporation tax rate from 20% to 19% (effective from 1 April 2017) and to 18% (effective 1 April 2020) were substantively enacted on 26 October 2015, and an additional reduction to 17% (effective 1 April 2020) was substantively enacted on 6 September 2016. This will reduce the Company's future current tax charge accordingly. The deferred tax balances at 31 December 2017 has been calculated based on these rates.

Falko Regional Aircraft Limited

Notes to the financial statements *(continued)*

7. Fixed asset investments

	Shares in group undertakings £	Total £
Cost		
At beginning of year	56,333	56,333
At end of year	56,333	56,333
Provisions		
At beginning of year	-	-
At end of year	-	-
Net book value at beginning of year	56,333	56,333
Net book value at end of year	56,333	56,333

The Company has the following investments in subsidiaries:

	Aggregate of capital and reserves £	Profit/(loss) for the year £	Country of incorporation	Class of shares held	Ownership 2017 %	Ownership 2016 %
Falko Regional Aircraft Pte Limited	194,469	30,213	Singapore	Ordinary	100%	100%
Falko RAOF GP Limited	66,765	92,438	Jersey	Ordinary	100%	100%

The registered address of Falko RAOF GP Limited is 13 Castle Street, St. Helier, Jersey JE4 5UT.

The registered address of Falko Regional Aircraft Pte Limited is 1 Fullerton Road, #02-01 One Fullerton, Singapore 049213.

The principal activity of Falko RAOF GP Limited is to act as general partner to Jersey registered limited partnerships. The principal activity of Falko Regional Aircraft Pte Limited is providing sales and marketing services for aircraft leasing and sales.

Falko Regional Aircraft Limited

Notes to the financial statements *(continued)*

8. Stock

	Year ended 31 December 2017 £	Year ended 31 December 2016 £
Finished goods and goods for resale		
Aircraft spares	53,233	51,372
	<hr/>	<hr/>

9. Debtors

	Year ended 31 December 2017 £	Year ended 31 December 2016 £
Trade debtors	735,909	80,462
Amounts due from group companies	896,818	4,132,199
VAT	262,383	229,785
Other debtors	615,490	782,622
Deferred tax (see note 10)	17,796	22,548
Prepayments and accrued income	1,073,905	96,136
	<hr/>	<hr/>
	3,602,301	5,343,752
	<hr/>	<hr/>

10. Deferred taxation

The following is the deferred tax asset recognised by the Company and movements in the current year:

	Accumulated depreciation in excess of capital allowances £	Total £
At 1 January 2017	22,548	22,548
Charge to the income statement	(4,752)	(4,752)
	<hr/>	<hr/>
At 31 December 2017	17,796	17,796
	<hr/>	<hr/>

Falko Regional Aircraft Limited

Notes to the financial statements *(continued)*

11. Cash at bank and in hand

	Year ended 31 December 2017 £	Year ended 31 December 2016 £
Cash at bank and in hand	2,315,849	2,159,792
	<u>2,315,849</u>	<u>2,159,792</u>

12. Creditors

Creditors: amounts falling due within one year

	Year ended 31 December 2017 £	Year ended 31 December 2016 £
Trade creditors	285,676	230,848
Amounts due to group companies	5,503,455	4,636,265
Other taxes and social security costs	117,417	124,020
Corporation tax	-	120,107
Other creditors	27,001	38,963
Accruals and deferred income	381,513	2,414,965
	<u>6,315,062</u>	<u>7,565,168</u>

13. Called up share capital

	Year ended 31 December 2017 £	Year ended 31 December 2016 £
<i>Authorised</i>		
1 Ordinary shares of £1 each	<u>1</u>	<u>1</u>
<i>Allotted, called up and fully paid</i>		
1 Ordinary shares of £1 each	<u>1</u>	<u>1</u>
Shares classified in shareholder's (deficit)/funds	<u>1</u>	<u>1</u>

Falko Regional Aircraft Limited

Notes to the financial statements *(continued)*

14. Related party transactions

The directors have availed of the exemption in FRS 102 for wholly owned subsidiary undertakings from the requirement to provide details of transactions with fellow group companies where group financial statements are prepared and made available to the public. This exemption applies between Falko Regional Aircraft Limited and fellow subsidiaries of its immediate parent company – Triangle Aviation (UK) Holdings Limited.

	Income received from related party		Expenses charged by related party	
	2017	2016	2017	2016
	£	£	£	£
Trident Aviation Leasing Services (Jersey) Limited	256,215	3,043,058	-	-
Trident Jet (Jersey) Limited	584,994	1,384,211	-	-
Trident Jet Leasing (Ireland) Limited		222,213	-	-
Trident Jet (Dublin) DAC	103,203	413,796	-	-
Trident Turboprop (Dublin) DAC	934,527	1,402,833	-	-
Trident Aviation Leasing Services (Ireland) Limited	-	451,509	-	-
Triangle Aviation Q4300 DAC	72,124	103,908	-	-
Triangle Aviation Q4301 DAC	73,934	106,744	-	-
Triangle Aviation 415 DAC	-	414,837	52,339	-
Triangle 415 Leasing LLC	278,203	1,512,477	-	-
Trident Aviation Ireland DAC	10,890	7,718	-	-
Trident Aviation Jersey Limited	13,152	78,747	-	-
Triangle Symber Leasing DAC	768,977	-	-	-
Triangle Holdings LP	26,750	97,304	-	-
	<u>3,122,969</u>	<u>9,239,355</u>	<u>52,339</u>	<u>-</u>

The income received from the related parties primarily relates to servicer fees and recharges of operating costs. The expenses charged related to a credit note issued for excess refurbishment costs recharged in the previous year.

Falko Regional Aircraft Limited

Notes to the financial statements *(continued)*

14. Related party transactions *(continued)*

	Receivable outstanding from related party		Creditors outstanding to related party	
	2017 £	2016 £	2017 £	2016 £
Trident Aviation Leasing Services (Jersey) Limited	-	528,491	745,966	-
Trident Jet (Jersey) Limited	519,874	2,953,303	-	-
Trident Jet (Dublin) DAC	-	318,927	-	-
Trident Turboprop (Dublin) DAC	-	-	460,336	280,530
Triangle Aviation Q4300 DAC	-	-	557,303	248,162
Triangle Aviation Q4301 DAC	-	-	580,844	266,538
Triangle Aviation 415 DAC	23,010	-	-	788
Triangle Symber Leasing DAC	57,730	-	-	-
Triangle 415 Leasing LLC	188,633	196,100	-	-
	<u>789,247</u>	<u>3,996,821</u>	<u>2,344,449</u>	<u>796,018</u>

15. Ultimate parent company

Triangle Aviation (UK) Holdings Limited, a company registered in the United Kingdom is the immediate corporate parent undertaking. The smallest group in which the results of the Company are consolidated is that headed by Triangle Aviation (UK) Holdings Limited. The consolidated financial statements of Triangle Aviation (UK) Holdings Limited are available to the public and may be obtained from Companies House, Crown Way, Cardiff CF14 3UZ.

The ultimate parent undertaking is Triangle Holdings LP, a limited partnership registered in the Cayman Islands.