

Registered No: 08090752

Bealine Plc

Annual report and financial statements
For the year ended 31 December 2017



Bealine Plc

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Bealine Plc

Corporate information

DIRECTORS

S. Mussenden
S. Philcox

COMPANY SECRETARY

A. Fleming

REGISTERED OFFICE

Waterside,
PO Box 365
Speedbird Way
Harmondsworth
United Kingdom
UB7 0GB

Bealine Plc

Directors' Report

Registered No: 08090752

The Directors present their annual report and unaudited accounts of Bealine Plc (the 'Company') for the year ended 31 December 2017.

The Company has taken the exemption under s414B of the Companies Act 2006 to not prepare a Strategic Report.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The Company did not trade during the current or preceding period.

AUDITORS

The Company satisfies the provisions of s480(1)(2) of the Companies Act 2006 and accordingly the Company is exempt from the obligation to appoint auditors.

DIRECTORS

The Directors of the Company during the year ended 31 December 2017 and up to the date of approval of the financial statements were as follows:

I. Howick (resigned 31 March 2017)

S. Mussenden (appointed 1 January 2017)

S. Philcox (appointed 31 March 2017)

DIRECTORS' AND OFFICERS' LIABILITY INSURANCE

The ultimate parent company of the group, International Consolidated Airlines Group S.A ("IAG"), purchases insurance against Directors' and Officers' Liability as permitted by the Companies Act 2006 for the benefit of the directors and officers of its subsidiary undertakings.

DIVIDENDS

No dividend has been paid or proposed in respect of the year ended 31 December 2017 (2016: £nil).

The Directors' report has been prepared in accordance with the special provisions relating to small companies within part 15 of the Companies Act 2006.

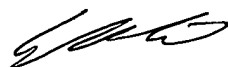
DIRECTORS' STATEMENT AS TO DISCLOSURE OF INFORMATION

The Directors who were members of the Board at the time of approving the Directors' Report are listed above. Having made enquiries of fellow Directors, each of these Directors confirms that:

- the members have not required the Company to obtain an audit of its accounts for the year in question in accordance with s476; and

- the Directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of the accounts.

The Directors' Report was approved by the board and signed on its behalf by:



Director
S. Philcox
17 July 2018

Bealine Plc

Statement of Directors' responsibilities

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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 for that period.

In preparing those 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
- 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 a going concern basis, unless they consider that to be inappropriate.

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.

Bealine Plc
Balance sheet
As at 31 December 2017

| £ | Note | 2017 | 2016 |
|-----------------------------|------|---------------|---------------|
| Current assets | | | |
| Trade receivables | 3 | 50,000 | 50,000 |
| Net assets | | <u>50,000</u> | <u>50,000</u> |
| Capital and reserves | | | |
| Called up share capital | 4 | 50,000 | 50,000 |
| Profit and loss account | | - | - |
| Shareholders' funds | | <u>50,000</u> | <u>50,000</u> |

For the financial year in question the company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

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

The financial statements on pages 5 to 8 were approved by the Board of Directors and signed on its behalf by:



Director
S. Philcox
17 July 2018

Bealine Plc
Statement of changes in equity
 As at 31 December 2017

| £ | Called up share capital | Profit and loss account | Total |
|---------------------------------|----------------------------|----------------------------|--------|
| Balance as at 1 January 2017 | 50,000 | - | 50,000 |
| Profit for the financial period | - | - | - |
| Balance as at 31 December 2017 | 50,000 | - | 50,000 |

Bealine Plc

Notes to the financial statements

1. Accounting policies

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

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (FRS102) under UK GAAP and the Companies Act 2006.

The Company meets the definition of a 'dormant' entity under the Companies Act 2006 and has elected to retain its accounting policies for reported assets, liabilities and equity at 1 January 2015 (the date of transition to FRS102) until there is any change to those balances or the company undertakes any new transactions.

Profit and Loss Account

The Company did not have any income or expense during the year and therefore no profit and loss account has been presented in these financial statements.

Cashflow statement

In accordance with FRS 102 these financial statements do not include a statement of cash flows as the Company meets the definition of a qualifying entity and is therefore exempt from the requirements of Section 7 *Statement of Cashflows* and Section 3 *Financial Statement Presentation* paragraph 3.17(d).

Trade receivables

Debtors are stated at cost less allowances made for doubtful receivables, which approximates fair value given the short dated nature of these assets. A provision for impairment of receivables (allowance for doubtful receivables) is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivable.

2. Directors' emoluments

The Directors received no remuneration for their services to the Company in the year ended 31 December 2017 (2016: £nil).

One Director qualified for a defined benefit pension scheme (2016: two) and two Directors qualified for a defined contribution pension scheme (2016: one) provided by the Company's parent undertaking during the year. Full disclosure of these schemes is made in the financial statements of British Airways Plc.

During the year, three Directors (2016: three) participated in IAG's Long Term Incentive Scheme, the IAG Performance Share Plan ('IPSP') and one Director (2016: four) participated in IAG's Incentive Award Deferral Plan ('IADP'). During the year, awards vested for one Director (2016: three) in the form of IAG shares under the IPSP and awards vested for one Director (2016: four) under the IADP.

No other transactions (other than the ones already disclosed above) or loans were outstanding with the Directors of the Company at the end of the period, which need to be disclosed in accordance with the requirements of s412 and s413 of the Companies Act 2006.

There were no employees of the Company during the current or preceding year.

Bealine Plc

Notes to the financial statements (continued)

3. Trade receivables

| £ | 2017 | 2016 |
|-------------------------------------|--------|--------|
| Amounts owed by parent undertakings | 50,000 | 50,000 |

4. Share capital

| | No. | 2017 £ | No. | 2016 £ |
|---|--------|-----------|--------|-----------|
| Allotted, called up and fully paid | | | | |
| Ordinary shares of £1.00 each | 50,000 | 50,000 | 50,000 | 50,000 |

5. Related Party transactions

The Company is a wholly owned subsidiary of British Airways Plc (BA) and has therefore taken advantage of the exemption in FRS102 not to disclose related party transactions with fellow wholly owned Group undertakings.

6. Ultimate parent undertaking

The Company is a wholly owned subsidiary of British Airways Plc ("BA"), a UK company which is a subsidiary of International Consolidated Airlines Group SA ("IAG"), a company incorporated in Spain.

The smallest group into which the Company is consolidated into is BA. IAG is the ultimate parent company and ultimate controlling party.

Copies of the financial statements of IAG can be obtained from www.iagshares.com.