

Registered number: 08812238

**AWAS 35094 UK LIMITED**

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2019**

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**AWAS 35094 UK LIMITED**

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**AWAS 35094 UK LIMITED**

**COMPANY INFORMATION**

<b>Directors</b>	Mark Elgar Stephen Norton (resigned 31 March 2020) Brendan O'Neill (resigned 24 April 2020) Nita Savjani (appointed 31 March 2020) Conor Nolan (appointed 24 April 2020)
<b>Company secretary</b>	TMF Corporate Administration Services Limited
<b>Registered number</b>	08812238
<b>Registered office</b>	8th Floor 20 Farringdon Street London United Kingdom EC4A4AB
<b>Independent auditor</b>	KPMG Chartered Accountants 1 Harbourmaster Place IFSC Dublin 1 Ireland

## **AWAS 35094 UK LIMITED**

### **DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2019**

The Directors present their annual report and the audited financial statements for the year ended 31 December 2019.

#### **Principal activities, business review and future developments**

The principal activity of AWAS 35094 UK Limited (the "Company") is the leasing of commercial jet aircraft. The Company leased one aircraft to an airline in Asia Pacific. No significant changes in the Company's primary business activity are anticipated. It is the intention of the Directors to develop the activities of the Company and to seek out opportunities for the continued success of the Company

#### **Results and dividends**

The profit for the year, after taxation, amounted to \$20 thousand (2018 - \$16 thousand).

The Directors do not recommend the payment of a dividend (2018:nil).

#### **Directors**

The Directors who served during the year were:

Mark Elgar  
Stephen Norton (resigned 31 March 2020)  
Brendan O'Neill (resigned 24 April 2020)

On 31 March 2020 Stephen Norton resigned as a director and was replaced by Nita Savjani. On 24 April 2020 Brendan O'Neill resigned as a director and was replaced by Conor Nolan.

Stephen Norton and Nita Savjani, director's of the Company, are employees of TMF Global Services (UK) Limited which provides services to the Company and other related parties.

Brendan O'Neill, Mark Elgar and Conor Nolan are employees of the DAE Group. The directors did not have any interest in the shares or options of the Company or any other group company at any time during the year ended 31 December 2019.

#### **Political contributions**

The Company made no political donations or incurred any political expenditure during the year (2018: nil).

#### **Principal risks and uncertainties**

The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company complies with risk management policies which are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks. The Company's principal risks and uncertainties are described below:

##### **Credit risk**

The Company is subject to the credit risk of its lessees as to collection of rental payments under its operating leases. Credit risk is defined as the unexpected loss in cash and earnings if the counterparty is unable to pay its obligations in due time. The effective monitoring and controlling of airline customer credit risk is a competency of a dedicated Risk Management team. The Directors look to mitigate this risk by collecting security deposits and maintenance reserves, where appropriate.

##### **Interest rate risk**

The Company may be exposed to interest rate volatility through its financial liabilities. The Company manages interest rate volatility and uncertainty by entering into interest rate hedging strategies, where appropriate.

##### **Foreign exchange risk**

The Company has a minimum exposure to foreign exchange risk as the majority of transactions are denominated in US dollars.

**AWAS 35094 UK LIMITED**

**DIRECTORS' REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 DECEMBER 2019**

**Principal risks and uncertainties (continued)**

**Operational risk**

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the Company's processes and infrastructure, and from external factors other than credit, markets and liquidity issued such as those arising from legal and regulatory requirements and generally accepted standards of corporate behaviour. Management and administration functions have been outsourced to a related group Company who manage these risks.

**Disclosure of information to auditor**

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 auditor is 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 auditor is aware of that information.

**Post balance sheet events**

Details of important events affecting the Company which have taken place since the end of the reporting period are disclosed in note 14 to the financial statements.

**Auditor**

The auditor, KPMG Chartered Accountants, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board and signed on its behalf.

*Mark Elgar*

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Mark Elgar  
Director

Date: 13 August 2020

**AWAS 35094 UK LIMITED**

**DIRECTORS' RESPONSIBILITIES STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2019**

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 Financial Reporting Standard 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 judgments and accounting estimates that are reasonable and prudent;
- state whether applicable 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 controls 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.



**KPMG  
Audit**  
1 Harbourmaster Place  
IFSC  
Dublin 1  
D01 F6F5  
Ireland

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AWAS 35094 UK LIMITED**

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

#### ***Opinion***

We have audited the financial statements of AWAS 35094 UK Limited ('the Company') for the year ended 31 December 2019 set out on pages 8 to 20, which comprise the Statement of Comprehensive Income, the Balance sheet, the Statement of Changes in Equity and related notes, including the summary of significant accounting policies set out in note 2. The financial reporting framework that has been applied in their preparation is UK Law and *FRS 101 Reduced Disclosure Framework*.

In our opinion, the accompanying financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2019 and of its profit for the year then ended;
- have been properly prepared in accordance with *FRS 101 Reduced Disclosure Framework*; and
- have been properly 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with ethical requirements that are relevant to our audit of financial statements in the UK, including the Financial Reporting Council (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.

#### ***We have nothing to report on going concern***

The directors have prepared the financial statements on the going concern basis as they do not intend to liquidate the Company or to cease its operations, and as they have concluded that the Company's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

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 a year from the date of approval of the financial statements. In our evaluation of the directors' conclusions, we considered the inherent risks to the company's business model and analysed how those risks might affect the company's financial resources or ability to continue operations over the going concern period. We have nothing to report in these respects.



## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AWAS 35094 UK LIMITED (continued)**

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the Company will continue in operation.

### ***Other information***

The directors are responsible for the other information presented in the Annual Report together with the financial statements. The other information comprises the information included in the directors' report. The financial statements and our auditor's report thereon do not comprise part of the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information 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 other information.

Based solely on our work on the other information;

- we have not identified material misstatements in the directors report;
- in our opinion, the information given in the directors' report is consistent with the financial statements;
- in our opinion, the directors' report 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; or
- the directors were not entitled to take advantage of the small companies exemption from the requirement to prepare a strategic report.

We have nothing to report in these respects.

## **Respective responsibilities and restrictions on use**

### ***Responsibilities of directors for the financial statements***

As explained more fully in the directors' responsibilities statement set out on page 4, the directors are responsible for: the preparation of the financial statements including 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.





## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AWAS 35094 UK LIMITED (continued)**

### ***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 fuller description of our responsibilities is provided on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).

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

Our 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.

A handwritten signature in black ink, appearing to read 'Dominic Mudge', written over a light blue horizontal line.

**Signature:**  
**Dominic Mudge, (Senior Statutory Auditor)**  
**for and on behalf of**  
**KPMG Statutory Auditor**  
1 Harbourmaster Place  
IFSC  
Dublin 1  
Ireland

**14 August 2020**

## AWAS 35094 UK LIMITED

STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2019

	Note	2019 \$000	2018 \$000
Turnover	4	34	34
Operating expenses	5	(13)	(14)
<b>Operating profit</b>		<u>21</u>	<u>20</u>
Interest receivable and similar income		4	1
Interest payable and similar expenses		-	(1)
<b>Profit before taxation</b>		<u>25</u>	<u>20</u>
Tax on profit	7	(5)	(4)
<b>Profit for the financial year</b>		<u>20</u>	<u>16</u>
Other comprehensive income		-	-
<b>Total comprehensive income for the financial year</b>		<u>20</u>	<u>16</u>

There were no recognised gains and losses for 2019 or 2018 other than those included in the statement of comprehensive income.

The above results were derived from continuing operations. All results are attributable to the owners of the Company.

The notes on pages 11 to 20 form part of these financial statements.

**AWAS 35094 UK LIMITED**  
**REGISTERED NUMBER: 08812238**

**BALANCE SHEET**  
**AS AT 31 DECEMBER 2019**

	Note	2019 \$000	2018 \$000
<b>Current assets</b>			
Debtors: amounts falling due within one year	8	30,911	24,476
Cash at bank and in hand	9	537	78
		<u>31,448</u>	<u>24,554</u>
Creditors: amounts falling due within one year	10	(31,358)	(24,484)
<b>Net current assets</b>		<u>90</u>	<u>70</u>
<b>Total assets less current liabilities</b>		<u>90</u>	<u>70</u>
<b>Net assets</b>		<u><u>90</u></u>	<u><u>70</u></u>
<b>Capital and reserves</b>			
Called up share capital	11	-	-
Profit and loss account	12	90	70
		<u>90</u>	<u>70</u>
		<u><u>90</u></u>	<u><u>70</u></u>

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

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

*Mark Elgar*

\_\_\_\_\_  
Mark Elgar  
Director

Date: 13 August 2020

The notes on pages 11 to 20 form part of these financial statements.

**AWAS 35094 UK LIMITED****STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2019**

	<b>Called up share capital</b>	<b>Profit and loss account</b>	<b>Total equity</b>
	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>
At 1 January 2019	-	70	70
<b>Comprehensive income for the year</b>			
Profit for the year	-	20	20
<b>At 31 December 2019</b>	<b>-</b>	<b>90</b>	<b>90</b>

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2018**

	<b>Called up share capital</b>	<b>Profit and loss account</b>	<b>Total equity</b>
	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>
At 1 January 2018	-	54	54
<b>Comprehensive income for the year</b>			
Profit for the year	-	16	16
<b>At 31 December 2018</b>	<b>-</b>	<b>70</b>	<b>70</b>

The notes on pages 11 to 20 form part of these financial statements.

## **AWAS 35094 UK LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019**

#### **1. General information**

The Company is a private company limited by share capital, incorporated and domiciled in the United Kingdom.

#### **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 Financial Reporting Standard 101 'Reduced Disclosure Framework' and the Companies Act 2006.

In preparing these financial statements, the Company applies the recognition measurement and disclosure requirements of International Financial Reporting Standards as adopted by the EU ("Adopted IFRSs"), but make amendments where necessary in order to comply with the Companies Act 2006 and has set out below where advantage of the FRS 101 disclosure exemptions has been taken.

Due to the nature of the Company's business and the type of transactions the Company is engaged in, the Directors have adapted the Statement of Comprehensive Income to suit the circumstances of the business.

The Company is a wholly owned subsidiary of AWAS Aviation Trading Designated Activity Company, a company incorporated in Ireland.

The results of the Company are consolidated by Dubai Aerospace Enterprise (DAE) Ltd ("DAE"). These financial statements are available upon request from Dubai Aerospace Enterprise (DAE) Ltd, PO Box 506592, Building 4, Level 3, The Gate District, DIFC, Dubai, United Arab Emirates.

The following principal accounting policies have been applied:

##### **2.2 Financial reporting standard 101 - reduced disclosure exemptions**

The company has taken advantage of the following disclosure exemptions under FRS 101:

- the requirements of IFRS 7 Financial Instruments: Disclosures
- the requirements of paragraphs 91-99 of IFRS 13 Fair Value Measurement
- the requirements of IAS 7 Statement of Cash Flows
- the requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors
- the requirements of paragraph 17 and 18A of IAS 24 Related Party Disclosures
- the requirements in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member

##### **2.3 Impact of new international reporting standards, amendments and interpretations**

###### **IFRS 16**

There are no material adjustments required to be made to the Company's financial statements as a result of the application of IFRS 16.

The Company has applied IFRS 16 using the modified retrospective approach, under which the cumulative effect of initial application is recognised in retained earnings at 1 January 2019.

**AWAS 35094 UK LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019****2. Accounting policies (continued)****2.3 Impact of new international reporting standards, amendments and interpretations (continued)**

Following the adoption of IFRS 16 the Company, as intermediate lessor, has concluded that the existing lease contracts should be presented net within the statement of comprehensive income. Additionally, security deposit liabilities collected under the Company's lease contracts and deferred revenue have been presented net against deposits paid to the head lessor and deferred revenue recognised by the head lessor respectively, which were presented within amounts due from group undertakings during 2018. The transition had no impact on the previously reported net assets or profits for the prior periods. Prior period balances have been reclassified to reflect the current year presentation.

**2.4 Going concern**

The Company has sufficient financial resources, including financial support from its parent, together with long-term airline lease contract, see further details in note 14. On this basis the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

**2.5 Measurement convention**

The financial statements are prepared on the historical cost basis.

**2.6 Foreign currency translation****Functional and presentation currency**

The Company's functional currency is United States Dollars ("USD"). All financial information presented in USD has been rounded to the nearest thousand unless otherwise stated.

**Transactions and balances**

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. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

**2.7 Turnover**

The Company, as intermediate lessor, leases in aircraft from related parties (the aircraft owners) and leases them to third parties principally under operating leases. Turnover comprises net operating lease income derived from the Company's leasing activity. Lease income and operating lease expense are recognised net in the statement of a comprehensive income on a straight line basis.

**2.8 Interest income**

Interest income is recognised in the Statement of Comprehensive Income using the effective interest method.

## **AWAS 35094 UK LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019**

#### **2. Accounting policies (continued)**

##### **2.9 Finance costs**

Finance costs are charged to the Statement of Comprehensive Income 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 debt.

##### **2.10 Finance costs**

Finance costs are charged to the Statement of Comprehensive Income 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.

##### **2.11 Taxation**

Tax is recognised in the Statement of Comprehensive Income, 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.

##### **2.12 Financial instruments**

The Company recognises financial instruments when it becomes a party to the contractual arrangements of the instrument. Financial instruments are de-recognised when they are discharged or when the contractual terms expire. The Company's accounting policies in respect of financial instruments transactions are explained below:

Financial assets and financial liabilities are initially measured at fair value.

###### **Financial assets**

All recognised financial assets are subsequently measured in their entirety at either fair value or amortised cost, depending on the classification of the financial assets.

###### **Debt instruments at amortised cost**

Debt instruments are subsequently measured at amortised cost where they are financial assets held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and selling the financial assets, and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Amortised cost is calculated using the effective interest method and represents the amount measured at initial recognition less repayments of principal plus the cumulative amortisation using the effective interest method of any difference between the initial amount and the maturity amount, adjusted for any loss allowance.

**AWAS 35094 UK LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019****2. Accounting policies (continued)****2.12 Financial instruments (continued)****Impairment of financial assets**

The Company recognises a loss allowance for expected credit losses on investments in debt instruments that are measured at amortised or at FVOCI. The amount of expected credit losses is updated at each reporting date to reflect changes in credit risk since initial recognition of the respective financial instrument.

The Company always recognises lifetime ECL for trade receivables and amounts due on contracts with customers. The expected credit losses on these financial assets are estimated based on the Company's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date, including time value of money where appropriate. Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument.

**Financial liabilities****At amortised cost**

Financial liabilities which are neither contingent consideration of an acquirer in a business combination, held for trading, nor designated as at fair value through profit or loss are subsequently measured at amortised cost using the effective interest method. This is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability, or where appropriate a shorter period, to the amortised cost of a financial liability.

**2.13 Cash and cash equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

**2.14 Debtors**

Short term debtors are measured at transaction price, less any impairment.

**2.15 Creditors**

Creditors are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

**2.16 Share capital**

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity, net of any tax effects.



**AWAS 35094 UK LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019**

**3. Judgments in applying accounting policies and key sources of estimation uncertainty**

The preparation of financial statements in compliance with FRS 101 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies. The preparation of the financial statements in conformity with FRS 101 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. 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 year in which the estimate is revised if the revision affects only that year, or in the year of the revision and future years if the revision affects both current and future years.

**AWAS 35094 UK LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019****4. Turnover**

	<b>2019</b>	<b>2018</b>
	<b>\$000</b>	<b>\$000</b>
Lease rental income	<b>3,354</b>	3,354
Operating lease expense	<b>(3,320)</b>	(3,320)
<b>Net operating lease income</b>	<b>34</b>	<b>34</b>

Turnover comprises net operating lease income derived from the Company's leasing activity. Only the amount of lease rental income retained by the company has been recorded as income. Prior year balances have been reclassified to reflect the current year presentation.

The Company's entire turnover for the year was generated from the leasing of commercial aircraft to an operator based in Asia Pacific.

At 31 December 2019 the Company had contracted to receive the following net minimum cash lease rentals under non-cancellable operating leases, prior year balances have been reclassified to reflect current year presentation:

	<b>2019</b>	<b>2018</b>
	<b>\$000</b>	<b>\$000</b>
Less than one year	<b>28</b>	34
One to two years	-	28
Two to three years	-	-
Three to four years	-	-
Four to five years	-	-
More than five years	-	-
	<b>28</b>	<b>62</b>

**AWAS 35094 UK LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019****5. Operating expenses**

	<b>2019</b>	<b>2018</b>
	<b>\$000</b>	<b>\$000</b>
Legal and professional	<b>13</b>	<b>14</b>
	<u><b>13</b></u>	<u><b>14</b></u>
	<u><u><b>13</b></u></u>	<u><u><b>14</b></u></u>

The Company has no persons in employment during the year ended 31 December 2019 (2018: nil).

The management and administration of the Company are outsourced to related parties.

**6. Statutory Information**

	<b>2019</b>	<b>2018</b>
	<b>\$000</b>	<b>\$000</b>
Audit of financial statements	<b>3</b>	<b>3</b>
Directors' fees	<b>9</b>	<b>9</b>
	<u><b>12</b></u>	<u><b>12</b></u>
<b>Total</b>	<u><u><b>12</b></u></u>	<u><u><b>12</b></u></u>

The Company has not paid any fees or other remuneration to the Directors of the Company, who are employees of the DAE Group, related to the directorship role they provide as part of their group-wide executive management role. The amounts disclosed above are an estimate allocation of the fee paid by DAE (Ireland) Limited for management services which include the provision of Directors to the Company. The allocation is based on an estimate of the qualifying services they provided to the Company.

Auditor's remuneration is borne by a related group company.

**AWAS 35094 UK LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019****7. Taxation**

	<b>2019 \$000</b>	<b>2018 \$000</b>
<b>Corporation tax</b>		
Current tax on profits for the year	<b>5</b>	<b>4</b>
<b>Deferred tax</b>		
Origination and reversal of timing differences	-	-
	<u>5</u>	<u>4</u>
<b>Taxation on profit on ordinary activities</b>	<b>5</b>	<b>4</b>

**Factors affecting tax charge for the year**

The tax assessed for the year is the same as the standard rate of corporation tax in the UK of 19% (2018 - 19%). The differences are explained below:

	<b>2019 \$000</b>	<b>2018 \$000</b>
Profit on ordinary activities before tax	<b>25</b>	<b>20</b>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2018 - 19%)	<b>5</b>	<b>4</b>
<b>Total tax charge for the year</b>	<b>5</b>	<b>4</b>

**Factors that may affect future tax charges**

The tax charge in future periods will be affected by any changes to the corporation tax rates in force in the United Kingdom.

**8. Debtors**

	<b>2019 \$000</b>	<b>2018 \$000</b>
Trade debtors	<b>5</b>	<b>1</b>
Amounts owed by group undertakings	<b>30,906</b>	<b>24,475</b>
	<u><b>30,911</b></u>	<u><b>24,476</b></u>

Amounts owed by group undertakings are unsecured, interest free and repayable on demand.

## AWAS 35094 UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
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## 9. Cash and cash equivalents

	2019 \$000	2018 \$000
Cash at bank and in hand	537	78
	<u>537</u>	<u>78</u>

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

	2019 \$000	2018 \$000
Amounts owed to group undertakings	31,353	24,479
Corporation tax	5	5
	<u>31,358</u>	<u>24,484</u>

Amounts owed to group undertakings are unsecured, interest free and repayable on demand.

## 11. Share capital

	2019 \$	2018 \$
<b>Authorised, allotted, called up and fully paid</b>		
1 (2018 - 1) Ordinary share of £1	1	1

The holders of ordinary shares are entitled to receive dividends as declared from time to time.

The sole shareholder has all powers and full voting rights as permitted under the applicable company laws.

## 12. Profit and loss account

	2019 \$000	2018 \$000
At the beginning of the year	70	54
Profit for the financial year	20	16
<b>At the end of the year</b>	<u>90</u>	<u>70</u>

**AWAS 35094 UK LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
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The Company is availing of the exemption available under FRS 101 from disclosing transactions entered into between two or more members of a group, provided that any subsidiary party to the transaction is wholly owned by such a member. Details of the availability of the group consolidated financial statements are given in note 15 to these financial statements.

**14. Post balance sheet events**

Subsequent to year end the outbreak of the COVID-19 virus has resulted in a reduction in global travel which may impact the activities of the Company as a lessor to airlines.

The Company has received a deferral request from its airline customers. However, no agreement on this request has yet been concluded. It is therefore not possible to estimate the financial effect, if any, that these arrangements, if concluded, may have on the Company's financial results or position. The Directors will continue to monitor the impact of the virus on the activities of the Company.

Subsequent to year end, the lessee entered administration. The aircraft continues on lease and the directors are monitoring the situation on an on-going basis.

There have been no other significant events affecting the Company since the year end.

**15. Parent and ultimate parent undertaking**

The Company is a wholly-owned subsidiary of AWAS Aviation Trading Designated Activity Company which is a subsidiary of the Company's ultimate parent DAE. DAE is privately owned by Investment Corporation of Dubai ("ICD"), ICD Hospitality & Leisure LLC, Dubai Silicon Oasis Authority are subsidiaries of ICD. ICD is controlled by the Government of Dubai. The Company considers ICD, a corporation formed by Royal Decree in the Emirate of Dubai, United Arab Emirates, to be its ultimate beneficial owner.

DAE is the parent undertaking of the smallest and largest group for which group financial statements including the Company are prepared. The consolidated financial statements of DAE may be obtained by writing to The Secretary, Dubai Aerospace Enterprise (DAE) Ltd, Precinct 4, Level 3, Gate Precinct Building, DIFC, PO Box 506592, Dubai, United Arab Emirates.