

SIX CONTINENTS HOTELS INTERNATIONAL LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018



SIX CONTINENTS HOTELS INTERNATIONAL LIMITED

COMPANY INFORMATION

DIRECTORS	C P Garwood N Henfrey G Turner H Wood
COMPANY SECRETARY	F Littlebury-Cuttell
REGISTERED NUMBER	722401
REGISTERED OFFICE	Broadwater Park Denham Buckinghamshire UB9 5HR
AUDITOR	Ernst & Young LLP 2 St. Peter's Square Manchester M2 3EY

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STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2018

PRINCIPAL ACTIVITIES

Six Continents Hotels International Limited's (the "Company") principal activity is that of an investment holding company. It is the intention of the directors that the Company will continue operating in this capacity.

BUSINESS REVIEW

During the year, the Company made a pre-tax profit of £4,491,000 (2017: loss £19,062,000) and a profit after tax of £3,337,000 (2017: £1,593,000). The profit before tax for the year was principally the result of net interest receivable of £7,720,000 (2017: £35,052,000 payable), dividends received from a subsidiary undertaking of £2,722,000 (2017: £3,223,638,000), less an impairment charge of £2,755,000 (2017: £3,293,776,000) and foreign exchange losses of £3,196,000 (2017: gains of £86,128,000).

On 31 August 2018, the Company issued 68,301,012 £0.01 ordinary shares at a premium for a total consideration of £89,526,000 to Six Continents Limited, its parent undertaking, in return for a number of inter-company loan notes receivable. On the same day, these loan notes were then contributed to InterContinental (PB) 3 Limited, a subsidiary of the Company, in exchange for shares issued by the subsidiary Company.

PRINCIPAL RISKS AND UNCERTAINTIES

Primarily the Company's transactions are with fellow InterContinental Hotels group (consisting of InterContinental Hotels Group PLC and its subsidiaries) (the "Group") undertakings. Any uncertainties impacting the Company would arise from internal decisions taken within the Group.

The Group's treasury function seeks to reduce the financial risk of the Group and manages liquidity to meet all foreseeable cash needs. The primary financial risks that are managed by treasury are exchange rate risk, interest rate risk, liquidity risk and credit risk. Full disclosure of the Group's treasury management policies and the risk profile of the Group are set out in the consolidated financial statements of InterContinental Hotels Group PLC which are prepared under International Financial Reporting Standards.

This report was approved by the Board and signed on its behalf by:



Secretary/Director

Date:

Nicolette Henfrey

10 SEP 2019

SIX CONTINENTS HOTELS INTERNATIONAL LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2018

The directors present their report and the financial statements for the year ended 31 December 2018.

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £3,337,000 (2017: £1,593,000).

The directors do not propose a dividend for the year ended 31 December 2018 (2017: £nil).

DIRECTORS

The directors who served during the year and since the year end were:

C P Garwood
M Glover (resigned 31 July 2019)
N Henfrey
G Turner
H Wood (appointed 31 July 2019)

EVENTS SINCE THE END OF THE YEAR

On 13 September the Company will receive an interim dividend for the year ending 31 December 2019 amounting to \$450,000,000 from InterContinental (PB) 3 Limited.

FUTURE DEVELOPMENTS

It is the intention of the directors that the Company will continue to operate as an investment holding company for the foreseeable future.

The directors view the results as satisfactory, as are future prospects of the Company.

GOING CONCERN

The Company operates its activities in conjunction with other companies within the Group and therefore relies on the Group for its continued existence. The ultimate parent company, InterContinental Hotels Group PLC, intends to make funds available to the Company to enable it to meet its debts as they fall due for a period at least 12 months from the date of approval of the financial statements.

An overview of the business activities of the Group, including a review of the key business risks that the Group faces, is given in the Strategic Report in the InterContinental Hotels Group PLC Annual Report and Form 20-F 2018. Information on the Group's treasury management policies, including information on covenants and debt facilities; processes for managing its capital; its financial risk management objectives; details of its financial instruments and hedging activities; and its exposures to liquidity risk and credit risk is also given in the Annual Report and Form 20-F 2018. In November 2018, the Group issued a €500m bond which matures in May 2027.

At the end of 2018, the Group was trading significantly within its banking covenants and debt facilities.

The Group's fee-based model and wide geographic spread mean that it is well placed to manage through uncertain times, and our forecasts and sensitivity projections, based on a range of reasonably possible changes in trading performance, show that the Group should be able to operate within the level of its current facilities.

After making enquiries, the directors have a reasonable expectation that the Company and the Group have adequate resources to continue in operational existence for the foreseeable future and, accordingly, they continue to adopt the going concern basis in preparing the financial statements.

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**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2018**

QUALIFYING THIRD PARTY INDEMNITY PROVISIONS

A qualifying third party indemnity provision has been granted in favour of existing and former directors of the Company by InterContinental Hotels Limited, in accordance with Section 232 of the Companies Act 2006. A copy of this indemnity provision is available for inspection by the members of the Company at the Company's registered office at Broadwater Park, Denham, Buckinghamshire, UB9 5HR.

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 that director is aware, there is no relevant audit information of which the Company's auditor is unaware, and
- that 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.

AUDITOR

The auditor, Ernst & Young LLP, will be proposed for reappointment in accordance with Section 485 of the Companies Act 2006.

In accordance with the Companies Act 2006 Section 414C(11), the disclosure of principal risks and uncertainties has been included in the Strategic Report.

This report was approved by the Board and signed on its behalf by:



Nicolette Henfrey

Secretary/Director

Date:

10 SEP 2019

SIX CONTINENTS HOTELS INTERNATIONAL LIMITED

**DIRECTORS' RESPONSIBILITIES STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2018**

The directors are responsible for preparing the Strategic Report, 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 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 accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SIX CONTINENTS HOTELS INTERNATIONAL LIMITED

OPINION

We have audited the financial statements of Six Continents Hotels International Limited (the 'Company') for the year ended 31 December 2018 which comprise the Income Statement, the Statement of Financial Position, the Statement of Changes in Equity and the related notes 1 to 18, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including FRS 101 'Reduced Disclosure Framework' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the Company's affairs as at 31 December 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report below. 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 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.

CONCLUSIONS RELATING TO GOING CONCERN

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

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

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SIX CONTINENTS HOTELS INTERNATIONAL LIMITED (CONTINUED)

OTHER INFORMATION

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this 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 the other information, we are required to report that fact.

We have nothing to report in this regard.

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

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

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

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us 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.

RESPONSIBILITIES OF DIRECTORS

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 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.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SIX CONTINENTS HOTELS
INTERNATIONAL 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 further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

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.

Ernst & Young LLP

Colin Brown (Senior statutory auditor)
for and on behalf of Ernst & Young LLP, Statutory Auditor

Manchester

Date: 13 September 2019

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**INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2018**

	<i>Note</i>	<i>2018 £000</i>	<i>2017 £000</i>
Administrative (expenses)/income		(3,196)	86,128
Operating (loss)/profit	3	(3,196)	86,128
Income from fixed asset investment		2,722	3,223,638
Impairment of fixed asset investment	10	(2,755)	(3,293,776)
Interest receivable and similar income	7	12,983	7,805
Interest payable and similar expenses	8	(5,263)	(42,857)
Profit/(loss) before taxation		4,491	(19,062)
Taxation	9	(1,154)	20,655
Profit for the year		<u>3,337</u>	<u>1,593</u>

The notes on pages 11 to 24 form part of these financial statements.

There were no recognised gains and losses for the current or prior year other than those included in the Income Statement.

All amounts relate to continuing operations.

SIX CONTINENTS HOTELS INTERNATIONAL LIMITED
REGISTERED NUMBER:722401

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018

	<i>Note</i>	<i>2018</i> <i>£000</i>	<i>2017</i> <i>£000</i>
Fixed assets			
Investments	10	5,597,616	5,510,845
Current assets			
Debtors	11	356,382	377,088
Creditors: Amounts falling due within one year	12	(2,109)	(2,015)
Net current assets		<u>354,273</u>	<u>375,073</u>
Net assets		<u><u>5,951,889</u></u>	<u><u>5,885,918</u></u>
Capital and reserves			
Called up share capital	14	45,541	44,858
Share premium account	15	389,257	300,414
Retained earnings		<u>5,517,091</u>	<u>5,540,646</u>
Total equity		<u><u>5,951,889</u></u>	<u><u>5,885,918</u></u>

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

Director
Date:


10 SEP 2019

Nicolette Henfrey

The notes on pages 11 to 24 form part of these financial statements.

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

	<i>Share capital £000</i>	<i>Share premium account £000</i>	<i>Retained earnings £000</i>	<i>Total equity £000</i>
At 1 January 2017	42,551	-	5,539,053	5,581,604
Profit for the year	-	-	1,593	1,593
Shares issued during the year	2,307	300,414	-	302,721
At 1 January 2018 (as previously reported)	44,858	300,414	5,540,646	5,885,918
Impact of adopting IFRS 9 (note 2)	-	-	(26,892)	(26,892)
At 1 January 2018 (as restated)	44,858	300,414	5,513,754	5,859,026
Profit for the year	-	-	3,337	3,337
Shares issued during the year (note 14)	683	88,843	-	89,526
At 31 December 2018	45,541	389,257	5,517,091	5,951,889

The notes on pages 11 to 24 form part of these financial statements:

SIX CONTINENTS HOTELS INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

1. ACCOUNTING POLICIES

1.1 STATEMENT OF COMPLIANCE WITH FRS 101

The Company is incorporated and domiciled in England and Wales.

The Company's financial statements are presented in sterling and all values are rounded to the nearest thousand pounds (£000), except where otherwise indicated.

These financial statements have been prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework ("FRS 101").

The Company is exempt by virtue of s400 of the Companies Act 2006 from the requirement to prepare group financial statements as it is a wholly owned subsidiary of InterContinental Hotels Group PLC, which prepares consolidated financial statements. These financial statements present information about the Company as an individual undertaking and not about its group.

The Company's ultimate parent undertaking, InterContinental Hotels Group PLC includes the Company in its consolidated financial statements. The consolidated financial statements of InterContinental Hotels Group PLC are prepared in accordance with International Financial Reporting Standards as adopted by the EU and are publicly available and may be obtained from the address given in note 17.

1.2 BASIS OF PREPARATION

These financial statements have been prepared in accordance with FRS 101, as applied in accordance with the provisions of the Companies Act 2006. FRS 101 sets out a reduced disclosure framework for a "qualifying entity" as defined in the standard which addresses the financial reporting requirements and disclosure exemptions in the individual financial statements of qualifying entities that otherwise apply the recognition, measurement and disclosure requirements of International Financial Reporting Standards as adopted by the EU.

The following disclosures have not been provided as permitted by FRS 101:

- a Cash Flow Statement and related notes as required by IAS 7 'Statement of Cash Flows';
- a comparative period reconciliation for share capital as required by IAS 1 'Presentation of Financial Statements';
- disclosures in respect of transactions with wholly owned subsidiaries as required by IAS 24 'Related Party Disclosures';
- disclosures in respect of capital management as required by paragraphs 134 to 136 of IAS 1 'Presentation of Financial Statements';
- the effects of new but not yet effective IFRSs as required by paragraphs 30 and 31 of IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors'; and
- disclosures in respect of the compensation of Key Management Personnel as required by paragraph 17 of IAS 24 'Related Party Disclosures'.

As the consolidated financial statements of InterContinental Hotels Group PLC include the equivalent disclosures, the Company has also taken the exemptions under FRS 101 available in respect of the following disclosures:

- the requirements of paragraph 91 to 99 of IFRS 13 'Fair Value Measurement' and the disclosures required by IFRS 7 'Financial Instrument: Disclosures'.

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

SIX CONTINENTS HOTELS INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

1. ACCOUNTING POLICIES (CONTINUED)

1.3 GOING CONCERN

The financial statements have been prepared on the going concern basis as the ultimate parent company, InterContinental Hotels Group PLC, intends to make funds available to the Company to enable it to meet its debts as they fall due.

1.4 DERIVATIVE FINANCIAL INSTRUMENTS

Derivative financial instruments are recognised at fair value. The gain or loss on remeasurement to fair value is recognised immediately in the Income Statement.

1.5 NON DERIVATIVE FINANCIAL INSTRUMENTS

Non derivative financial instruments comprise investments in equity securities and amounts owed by and amounts owed to Group undertakings.

Investments in equity securities

Investments in subsidiaries are carried at cost less impairment. The carrying amount is reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. An impairment loss is recognised if the carrying amount of an asset exceeds its estimated recoverable amount. Impairment losses are recognised in the Income Statement.

Amounts owed by Group undertakings

Amounts owed by Group undertakings are recorded at their original amount less provision for expected credit losses. The Company has elected to apply the simplified version of the expected credit loss model permitted by IFRS 9 in respect of amounts owed by Group undertakings, which involves assessing lifetime expected credit losses on all balances. The carrying amount of the receivable is reduced through the use of a provision account and movements in the provision are recognised in the Income Statement within administrative expenses.

Amounts owed to Group undertakings

Amounts owed to Group undertakings are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

1.6 FOREIGN CURRENCY

Transactions in foreign currencies are translated to the Company's functional currency at the exchange rates ruling on the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are retranslated to the functional currency at the relevant rates of exchange ruling on the last day of the period. Foreign exchange differences arising on translation are recognised in the Income Statement. 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.

1.7 INCOME AND EXPENSES

Interest receivable and interest payable is recognised in the Income Statement as it accrues, using the effective interest rate method.

Dividend income is recognised in the Income Statement on the date the entity's right to receive payments is established.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

1. ACCOUNTING POLICIES (CONTINUED)

1.8 TAXATION

Tax on the profit or loss for the year comprises current and deferred tax. Tax is recognised in the Income Statement except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from, or paid to, the tax authorities, including interest. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the end of the reporting period.

The taxation liabilities of certain Group entities are reduced wholly or in part by the surrender of losses by fellow Group undertakings, with these losses normally being paid for at the effective standard UK tax rate applying for the period in question. The impacts of such surrenders are recognised in the financial statements of both the surrendering and recipient companies.

Deferred tax

Deferred tax assets and liabilities are recognised in respect of temporary differences between the tax base and carrying value of assets and liabilities.

Judgement is used when assessing the extent to which deferred tax assets, particularly in respect of tax losses, should be recognised. Deferred tax assets are therefore recognised to the extent that it is regarded as probable that there will be sufficient and suitable taxable profits (including the future release of deferred tax liabilities) against which such assets can be utilised in the future. For this purpose, forecasts of future taxable profits are considered by assessing the Group's forecast revenue and profit models, taking into account future growth predictions and operating cost assumptions. Accordingly, changes in assumptions to the Group's forecasts may have an impact on the amount of future taxable profits and therefore the period over which any deferred tax assets might be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the periods in which the asset or liability will be settled, based on rates enacted or substantively enacted at the end of the reporting period.

The Company has provided deferred tax in relation to temporary differences associated with post-acquisition undistributed earnings of subsidiaries only to the extent that it is either probable that it will reverse in the foreseeable future or where the Company cannot control the timing of the reversal.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

2. IMPACT OF NEW INTERNATIONAL FINANCIAL REPORTING STANDARDS

IFRS 15

With effect from 1 January 2018, the Company has adopted IFRS 15 'Revenue from Contracts with Customers' which introduces a new five-step approach to measuring and recognising revenue from contracts with customers. Under IFRS 15, revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. There has been no impact on the Company's financial statements as a result of adopting IFRS 15.

IFRS 9

With effect from 1 January 2018, the Company has adopted IFRS 9 'Financial Instruments'. IFRS 9 introduces new requirements for classification and measurement of financial assets and financial liabilities, impairment and hedge accounting. The Company has applied the requirements of IFRS 9 retrospectively, except for hedge accounting. The new rules for hedge accounting will be applied prospectively in line with the requirements of the standard. The Company has not applied any practical expedients available under IFRS 9. The Company has not restated prior periods as allowed by the transition provisions of IFRS 9 as restatement is impracticable without the use of hindsight. Accordingly, the information presented for 2017 reflects the classification of assets under IAS 39, not IFRS 9. In adopting IFRS 9, the Company has applied the simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for all trade debtors and amounts owed by Group undertakings. This resulted in an increase of the loss allowance on 1 January 2018 by £26,892,000 on amounts owed by Group undertakings.

The impact on the Company's retained earnings as at 1 January 2018 is as follows:

	£000
Closing retained earnings 1 January 2018 - IAS 39	5,540,646
Increase in provision for amounts owed by Group undertakings	(26,892)
Opening retained earnings 1 January 2018 - IFRS 9	5,513,754

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

3. OPERATING (LOSS)/PROFIT

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

	2018 £000	2017 £000
Exchange (loss)/gain	(3,196)	86,128

4. AUDITOR'S REMUNERATION

The Company incurred auditor's remuneration of £3,000 (2017: £3,000) which has been borne by a fellow Group undertaking in the current and preceding year.

5. DIRECTORS' REMUNERATION

The directors are also directors of other subsidiary undertakings within the Group and their remuneration, including share-based payment charges, for the year was paid by other undertakings. The directors did not receive any remuneration in relation to the Company as the qualifying services provided to the Company was incidental to the qualifying services provided to other subsidiary undertakings.

6. EMPLOYEES

The Company has no employees (2017: no employees).

7. INTEREST RECEIVABLE AND SIMILAR INCOME

	2018 £000	2017 £000
Interest receivable from Group undertakings	12,126	5,635
Net gain on derivative financial instruments	857	2,170
	<u>12,983</u>	<u>7,805</u>

8. INTEREST PAYABLE AND SIMILAR EXPENSES

	2018 £000	2017 £000
Interest payable to Group undertakings	<u>5,263</u>	<u>42,857</u>

SIX CONTINENTS HOTELS INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

9. TAXATION

	<i>2018</i> <i>£000</i>	<i>2017</i> <i>£000</i>
Corporation tax		
Current tax on profit/(loss) for the year	815	(6,158)
Adjustments in respect of previous periods	715	(7,744)
Total current tax	<u>1,530</u>	<u>(13,902)</u>
Deferred tax		
Adjustment to estimated recoverability of deferred tax assets	-	(5,714)
Adjustments in respect of previous periods	(1,501)	(1,039)
Origination and reversal of timing difference	814	-
Changes of tax rate	311	-
Total deferred tax	<u>(376)</u>	<u>(6,753)</u>
Taxation charge/(credit) on profit/(loss)	<u><u>1,154</u></u>	<u><u>(20,655)</u></u>

FACTORS AFFECTING TAX CHARGE/(CREDIT) FOR THE YEAR

The tax assessed for the year is higher than (2017: lower than) the effective standard rate of corporation tax in the UK of 19.00% (2017: 19.25%). The differences are explained below:

	<i>2018</i> <i>£000</i>	<i>2017</i> <i>£000</i>
Profit/(loss) before tax	<u>4,491</u>	<u>(19,062)</u>
Profit/(loss) multiplied by effective standard rate of corporation tax in the UK of 19.00% (2017: 19.25%)	853	(3,669)
Effects of:		
Expenses/(income) not taxable for tax purposes	607	(16,580)
Income from fixed asset investment	(517)	(620,550)
Impairment of fixed asset investment	523	634,052
Effects of adjustment to estimated recoverability of deferred tax assets	-	(5,714)
Other permanent differences	163	589
Adjustments to tax charge in respect of prior periods	(786)	(8,783)
Changes in tax rate	311	-
Total tax charge/(credit) for the year	<u><u>1,154</u></u>	<u><u>(20,655)</u></u>

SIX CONTINENTS HOTELS INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

9. TAXATION (continued)

FACTORS THAT MAY AFFECT FUTURE TAX CHARGES

A reduction to the rate of corporation tax to 17% (effective 1 April 2020) has now been enacted. The impact of any resulting changes to the valuation of any deferred tax assets and liabilities is reflected within the financial statements.

10. FIXED ASSET INVESTMENTS

	<i>Investments in subsidiary companies £000</i>
Cost	
At 1 January 2018	9,683,045
Additions	89,526
Disposals	(4,174,955)
At 31 December 2018	5,597,616
Impairment	
At 1 January 2018	4,172,200
Charge for the period	2,755
Disposals	(4,174,955)
At 31 December 2018	-
Net book value	
At 31 December 2018	5,597,616
At 31 December 2017	5,510,845

On 31 August 2018, the Company issued 68,301,012 £0.01 ordinary shares at a premium for a total consideration of £89,526,000 to Six Continents Limited, its parent undertaking, in return for a number of inter-company loan notes receivable. On the same day, these loan notes were then contributed to InterContinental (PB) 3 Limited, a subsidiary of the Company, in exchange for shares issued by the subsidiary Company.

During the year, the Company received dividend income of £2,722,000 from its subsidiary undertaking, which resulted in an impairment charge of £2,755,000 being recorded against the value of the related fixed asset investment.

A full list of related undertakings is included in note 18.

SIX CONTINENTS HOTELS INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

11. DEBTORS

	2018 £000	2017 £000
Due after more than one year		
Deferred tax asset (note 13)	7,129	6,753
Due within one year		
Amounts owed by Group undertakings	348,396	363,892
Corporation tax	-	6,443
Derivative financial instruments	857	-
	<u>356,382</u>	<u>377,088</u>

At 31 December 2018, the Company held short dated foreign exchange swaps of \$100m (2017: \$nil) with another Group undertaking. The fair value of these swaps and gain recognised within interest receivable was £857,000 (2017: £2,170,000) (see note 7).

Full disclosure of the Group's treasury management policies and the impact of the policies on the consolidated financial statements and risk profile of the Group are set out in the consolidated financial statements of InterContinental Hotels Group PLC which are prepared under International Financial Reporting Standards as adopted by the European Union.

12. CREDITORS: Amounts falling due within one year

	2018 £000	2017 £000
Amounts owed to Group undertakings	2,047	2,015
Corporation tax	62	-
	<u>2,109</u>	<u>2,015</u>

SIX CONTINENTS HOTELS INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

13. DEFERRED TAXATION

The deferred tax asset is comprised as follows:

	<i>Tax losses carried forward £000</i>
At 1 January 2018	6,753
Income statement	376
At 31 December 2018	7,129

Deferred tax assets are recognised on the basis of an expectation of sufficient future profits within the Group in the short term against which the future reversal of the timing difference may be deducted.

There is no unprovided deferred tax.

14. SHARE CAPITAL

	<i>2018 £000</i>	<i>2017 £000</i>
Allotted, called up and fully paid		
4,554,119,022 (2017: 4,485,818,010) Ordinary shares of £0.01 each	45,541	44,858

On 31 August 2018, the Company issued 68,301,012 shares with a nominal value of £0.01 each at a premium of £1.30 per ordinary share to its immediate parent undertaking. The total premium paid on the shares was £88,843,000. The shares were issued in connection with a Group reorganisation (see note 10).

15. RESERVES**Share premium**

The balance classified as share premium represents the amount of proceeds received for shares in excess of their nominal value.

16. POST BALANCE SHEET EVENTS

On 13 September 2019, the Company will be receiving an interim dividend for the year ending 31 December 2019 amounting to \$450,000,000 from InterContinental (PB) 3 Limited.

SIX CONTINENTS HOTELS INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

17. CONTROLLING PARTY

As at 31 December 2018, InterContinental Hotels Group PLC, a company incorporated and registered in England and Wales, was the ultimate parent undertaking and controlling party of the Company. The registered office of the ultimate parent undertaking is Broadwater Park, Denham, Buckinghamshire, UB9 5HR.

The largest and smallest group in which the results of the Company are consolidated is that headed by InterContinental Hotels Group PLC. Consolidated financial statements of InterContinental Hotels Group PLC are available from the following address:

Companies House, Crown Way, Cardiff, CF14 3UZ.

The immediate parent undertaking is Six Continents Limited, a company registered in England and Wales. The registered office of the immediate parent undertaking is Broadwater Park, Denham, Buckinghamshire, UB9 5HR.

SIX CONTINENTS HOTELS INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

18. RELATED UNDERTAKINGS

In accordance with Section 409 of the Companies Act 2006 a full list of entities in which the Company has an interest of greater than or equal to 20%, the registered office and effective percentage of equity owned as at 31 December 2018 are disclosed below. Unless otherwise stated the share capital disclosed comprises ordinary shares which are indirectly held by Six Continents Hotels International Limited.

"IHG Management" d.o.o. Beograd (26.16%) (h)	Holiday Inns (UK), Inc. (j)
2250 Blake Street Hotel, LLC (f) (i)	Holiday Inns Crowne Plaza (Hong Kong), Inc. (j)
24th Street Operator Sub, LLC (f) (i)	Holiday Inns Holdings (Australia) Pty Ltd (36.95%) (s)
36th Street IHG Sub, LLC (f) (i)	Holiday Inns Inc. (i)
426 Main Ave LLC (f) (i)	Holiday Inns of America (UK) Limited (l)
46 Nevins Street Associates, LLC (f) (i)	Holiday Pacific Equity Corporation (i)
Alkoer, S. de R.L. de C.V. (50.00%) (g) (bi)	Holiday Pacific LLC (f) (i)
Allegro Management LLC (f) (i)	Holiday Pacific Partners, LP (99.99%) (i)
Alpha Kimball Hotel LLC (f) (i)	Hotel InterContinental London (Holdings) Limited (36.95%) (l)
American Commonwealth Assurance Co. Ltd. (k)	Hoteles Y Turismo HIH SRL (l)
Barclay Operating Corp. (bl)	IC Hotelbetriebsführungs GmbH (26.16%) (v)
BCRE IHG 180 Orchard Holdings LLC (49.00%) (f) (bh)	IC Hotels Management (Portugal) Unipessoal, Lda (36.95%) (w)
BHMC Canada Inc. (m)	IC International Hotels Limited Liability Company (x)
BHR Holdings B.V. (26.16%) (n)	IHC Buckhead, LLC (f) (bk)
BHR Pacific Holdings, Inc. (99.00%) (i)	IHC Hopkins (Holdings) Corp. (i)
BHTC Canada Inc. (m)	IHC Inter-Continental (Holdings) Corp. (i)
BOC Barclay Sub LLC (f) (bl)	IHC London (Holdings) (26.16%) (l)
Bristol Oakbrook Tenant Company (i)	IHC M-H (Holdings) Corp. (i)
Café Biarritz (l)	IHC United States (Holdings) Corp. (b) (i)
Cambridge Lodging LLC (f) (i)	IHC Willard (Holdings) Corp. (i)
Capital Lodging LLC (f) (i)	IHG (Myanmar) Ltd (36.95%) (y)
Carr Clark SWW Subventure, LLC (26.67%) (f) (be)	IHG (Thailand) Limited (36.95%) (aa)
CF Irving Owner, LLC (f) (i)	IHG ANA Hotels Group Japan LLC (27.59%) (ag)
CF McKinney Owner, LLC (f) (i)	IHG ANA Hotels Holdings Co., Ltd. (24.39%) (ag)
CF Waco Owner, LLC (f) (i)	IHG Bangkok Ltd (36.95%) (q)
Compania Inter-Continental De Hoteles El Salvador SA (l)	IHG Brasil Administracao de Hoteis e Servicos Ltda (ab)
Crowne Plaza LLC (f) (i)	IHG Commission Services SRL (bq)
Cumberland Akers Hotel LLC (f) (i)	IHG Community Development, LLC (f) (bk)
Desarrollo Alkoer Irapuato S. de R.L. de C.V. (50.00%) (bi)	IHG ECS (Barbados) SRL (bq)
Desarrollo Alkoer Saltillo S. de R.L. de C.V. (50.00%) (bi)	IHG Franchising Brasil Ltda (ar)
Desarrollo Alkoer Silao S. de R.L. de C.V. (50.00%) (bi)	IHG Franchising DR Corporation (i)
Dunwoody Operations, Inc. (i)	IHG Franchising, LLC (f) (i)
EVEN Real Estate Holding LLC (f) (i)	IHG Hotels (New Zealand) Limited (36.95%) (ac)
General Innkeeping Acceptance Corporation (b) (j)	IHG Hotels Limited (36.95%) (l)
Gestion Hotelera Gestel, C.A. (50.00%) (c) (g) (ao)	IHG Hotels Management (Australia) Pty Limited (36.95%) (d) (s)
H.I. (Ireland) Limited (p)	IHG Hotels Nigeria Limited (36.95%) (ad)
HC International Holdings, Inc. (r)	IHG Hotels South Africa (Pty) Limited (36.95%) (ae)
HI Sugarloaf, LLC (f) (bk)	IHG International Partnership (36.95%) (l)
Hoft Properties LLC (f) (i)	IHG Istanbul Otel Yonetim Limited Sirketi (36.95%) (bb)
Holiday Hospitality Franchising, LLC (f) (i)	IHG Japan (Management) LLC (36.95%) (ag)
Holiday Inn Mexicana S.A. de C.V. (t)	IHG Japan (Osaka) LLC (36.95%) (ag)
Holiday Inns (China) Ltd (36.95%) (u)	IHG Management (Maryland) LLC (f) (ah)
Holiday Inns (Chongqing), Inc. (j)	IHG Management (Netherlands) B.V. (26.16%) (n)
Holiday Inns (England) Limited (l)	IHG Management MD Barclay Sub LLC (f) (bl)
Holiday Inns (Guangzhou), Inc. (j)	IHG Management SL d.o.o (36.95%) (ax)
Holiday Inns (Jamaica) Inc. (j)	IHG Orchard Street Member, LLC (f) (i)
Holiday Inns (Middle East) Limited (36.95%) (u)	IHG PS Nominees Limited (36.95%) (l)
Holiday Inns (Philippines), Inc. (j)	IHG Systems Pty Ltd (36.95%) (d) (s)
Holiday Inns (Saudi Arabia), Inc. (j)	IHG Szalloda Budapest Szolgaltato Kft. (36.95%) (ai)

SIX CONTINENTS HOTELS INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

18. RELATED UNDERTAKINGS (continued)

IND East Village SD Holdings, LLC (f) (i)	KHRG Canary LLC (f) (i)
InterContinental (PB) 2 (an)	KHRG Cayman Employer Ltd. (i)
InterContinental (PB) 3 Limited (a) (l)	KHRG Cayman LLC (f) (i)
InterContinental Brasil Administracao de Hoteis Ltda (o)	KHRG DC 1731 LLC (f) (i)
Inter-Continental D.C. Operating Corp. (i)	KHRG DC 2505 LLC (f) (i)
Inter-Continental Florida Investment Corp. (i)	KHRG Donovan LLC (f) (i)
Inter-Continental Florida Partner Corp. (i)	KHRG Employer, LLC (f) (i)
InterContinental Gestion Hotelera S.L. (26.16%) (bc)	KHRG Goleta LLC (f) (i)
Inter-Continental Hospitality Corporation (i)	KHRG Gray LLC (f) (i)
InterContinental Hotel Berlin GmbH (aj)	KHRG Gray U2 LLC (f) (i)
InterContinental Hotel Dusseldorf GmbH (ak)	KHRG Huntington Beach LLC (f) (i)
Inter-Continental Hoteleira Limitada (99.37%) (al)	KHRG Key West LLC (f) (i)
Inter-Continental Hotels (Montreal) Operating Corp. (am)	KHRG King Street, LLC (f) (i)
Inter-Continental Hotels (Montreal) Owning Corp. (am)	KHRG La Peer LLC (f) (i)
Inter-Continental Hotels (Singapore) Pte. Ltd. (z)	KHRG Miami Beach LLC (f) (i)
Inter-Continental Hotels Corporation (i)	KHRG Muse LLC (f) (i)
Inter-Continental Hotels Corporation de Venezuela C.A. (ao)	KHRG NPC LLC (f) (i)
Intercontinental Hotels Corporation Limited (36.95%) (d) (k)	KHRG Onyx LLC (f) (i)
InterContinental Hotels Group (Asia Pacific) Pte Ltd (36.95%) (z)	KHRG Palladian LLC (f) (i)
InterContinental Hotels Group (Australia) Pty Limited (36.95%) (s)	KHRG Palomar Phoenix LLC (f) (i)
InterContinental Hotels Group (India) Pvt. Ltd (36.95%) (af)	KHRG Philly Monaco LLC (f) (i)
InterContinental Hotels Group (Japan) Inc. (j)	KHRG Pittsburgh LLC (f) (i)
InterContinental Hotels Group (New Zealand) Limited (36.95%) (ac)	KHRG Reynolds LLC (f) (i)
InterContinental Hotels Group (Shanghai) Ltd. (36.95%) (ap)	KHRG Riverplace LLC (f) (i)
InterContinental Hotels Group Customer Services Limited (36.95%) (l)	KHRG Sacramento LLC (f) (i)
InterContinental Hotels Group do Brasil Limitada (aq)	KHRG Savannah LLC (f) (i)
InterContinental Hotels Group Operating Corp. (e) (i)	KHRG Schofield LLC (f) (i)
InterContinental Hotels Group Resources Inc. (b) (i)	KHRG Sedona LLC (f) (i)
InterContinental Hotels Group Services Company (36.95%) (l)	KHRG SFD LLC (f) (i)
InterContinental Hotels Italia, S.r.l. (36.95%) (as)	KHRG South Beach LLC (f) (i)
InterContinental Hotels Management GmbH (at)	KHRG State Street LLC (f) (i)
InterContinental Hotels Nevada Corporation (bm)	KHRG Sutter LLC (f) (i)
Inter-Continental Hotels of San Francisco Inc. (i)	KHRG Sutter Union LLC (f) (i)
Inter-Continental Hotels Saudi Arabia Limited (36.95%) (az)	KHRG Taconic LLC (f) (i)
Inter-Continental IOHC (Mauritius) Limited (au)	KHRG Tariff LLC (f) (i)
InterContinental Management AM LLC (36.95%) (bo)	KHRG Texas Hospitality, LLC (f) (i)
InterContinental Management Bulgaria EOOD (36.95%) (ay)	KHRG Texas Operations, LLC (f) (i)
InterContinental Management Poland sp. z o.o (36.95%) (bp)	KHRG Tryon LLC (f) (i)
InterContinental Overseas Holding Corporation (i)	KHRG Vero Beach, LLC (f) (i)
KG Benefits LLC (f) (i)	KHRG Vintage Park LLC (f) (i)
KG Gift Card Inc. (bd)	KHRG VZ Austin LLC (f) (i)
KG Liability LLC (f) (i)	KHRG Wabash LLC (f) (i)
KG Technology, LLC (f) (i)	KHRG Westwood, LLC (f) (i)
KHP Washington Operator LLC (f) (i)	KHRG Wilshire LLC (f) (i)
KHRG 11th Avenue Hotel LLC (f) (i)	KHRG Zamora LLC (f) (i)
KHRG 851 LLC (f) (i)	Kimpton Hollywood Licenses LLC (f) (i)
KHRG Aertson LLC (f) (i)	Kimpton Hotel & Restaurant Group, LLC (f) (i)
KHRG Alexis, LLC (f) (i)	Kimpton Phoenix Licenses Holdings LLC (f) (i)
KHRG Allegro, LLC (f) (i)	Kimpton Sedona Licenses LLC (f) (i)
KHRG Argyle, LLC (f) (i)	Louisiana Acquisitions Corp. (i)
KHRG Austin Beverage Company, LLC (f) (i)	Mercer Fairview Holdings LLC (f) (i)
KHRG Baltimore, LLC (f) (i)	MH Lodging LLC (f) (i)
KHRG Born LLC (f) (i)	NF III Seattle, LLC (25.00%) (f) (bf)
KHRG Boston Hotel, LLC (f) (i)	Panacon (33.33%) (bg)

SIX CONTINENTS HOTELS INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

18. RELATED UNDERTAKINGS (continued)

PML Services LLC (f) (ah)

Powell Pine, Inc. (i)

Priscilla Holiday of Texas, Inc. (bn)

Regent Berlin GmbH (br)

Regent Hospitality Worldwide, Inc. (51.00%) (ba)

Resort Services International (Cayo Largo) L.P. (bk)

SBS Maryland Beverage Company LLC (f) (ah)

SC Hotels International Services, Inc. (i)

SC Reservations (Philippines) Inc. (j)

SCH Insurance Company (75.00%) (av)

Semiramis for training of Hotel Personnel and Hotel Management SAE (99.95%) (bj)

SF MH Acquisition LLC (f) (i)

Six Continents Hotels de Colombia SA (aw)

Six Continents Hotels, Inc. (i)

SixCo North America, Inc. (r)

Solamar Lodging LLC (f) (i)

SPHC Group Pty Ltd. (36.95%) (s)

Universal de Hoteles SA (40.10%) (aw)

(a) Directly owned by Six Continents Hotels International Limited

(b) Ordinary shares and preference shares

(c) Ordinary A and Ordinary B shares

(d) Ordinary shares and redeemable preference shares

(e) 1/4 vote ordinary shares and ordinary shares

(f) The entities do not have share capital and are governed by an operating agreement

(g) Accounted for as associates and joint ventures due to IHG's decision-making rights contained in the partnership agreement

Registered addresses:

(h) Krunska 73, Beograd, 11000, Serbia

(i) 251 Little Falls Drive, Wilmington, DE 19808, USA

(j) 2908 Poston Avenue, Nashville, TN 37203, USA

(k) Clarendon House, 2 Church Street, Hamilton HM11, Bermuda

(l) Broadwater Park, Denham, Buckinghamshire, UB9 5HR, UK

(m) 199 Bay Street, Suite 2800, Commerce Court West, Toronto, ON M5L 1A9, Canada

(n) Kingsfordweg 151, 1043 GR Amsterdam, The Netherlands

(o) Alameda Jau 536, Suite 3s-A, 01420-000 Sao Paulo, Brazil

(p) 29 Earlsfort Terrace, Dublin 2, D02 AY28, Ireland

(q) Craigmuir Chambers, Road Town, Tortola VG1110, British Virgin Islands

(r) Wilmington Trust SP Services, Inc. 1105 North Market Street, Suite 1300, Wilmington, DE 19801, USA

(s) Level 11, 20 Bond Street, Sydney NSW 2000, Australia

(t) Ontario # 1050, Col. Providencia. Guadalajara, Jalisco CP 44630, Mexico

(u) Level 54, Hopewell Center, 183 Queen's Road East, Hong Kong

(v) Johannesgasse 28, 1030 Wien, Am Heumarkt 4, 1030 Wien, Austria

(w) Avenida da Republica, no 52 - 9, 1069 - 211, Lisbon, Portugal

(x) 24, Rusakovskaya Str., Moscow 107014, Russian Federation

(y) 10 Bo Yar Zar Street, Kyaukkone Yankin Township, Yangon, Myanmar

(z) 230 Victoria Street, #13-00 Bugis Junction Towers, 188024, Singapore
(aa) 973 President Tower, 7th Floor, Units 7A, 7B, 7C, 7D, 7I, 7F, 7G and 7H, Ploenchit Road, Khwaeng Lumpini, Khet Pathumwan, Bangkok Metropolis, 10330, Thailand

(ab) Alameda Jau 536, Suite 3S-B, 01420-000 Sao Paulo, Brazil

(ac) Floor 9, 36 Kitchener Street, Auckland Central, Auckland 1010, New Zealand

(ad) 1, Murtala Muhammed Drive, Ikoyi, Lagos, Nigeria

(ae) Central Office Park Unit 4, 257 Jean Avenue, Centurion 0157, South Africa

(af) 11th Floor, Building No. 10, Tower C, DLF Phase-II, DLF Cyber City, Gurgaon, Haryana-122002, India

(ag) 20th Floor, Toranomon Kotohira Tower, 2-8, Toranomon 1-chome, Minato-ku, Tokyo, Japan

(ah) HIQ Corporate Services Inc., 715 St. Paul Street, Baltimore, MD 21202, USA

(ai) 1052 Budapest, Apaczai Csere Janos u. 12-14, Hungary

(aj) Budapester Str. 2, 10787 Berlin, Germany

(ak) Koenigsallee 59, D-40215, Dusseldorf, Germany

(al) Alameda Jau 536, Suite 3S-E, 01420-000 Sao Paulo, Brazil

(am) InterContinental Montreal, 360 St. Antoine Street West, Montreal, Quebec H2Y 3X4, Canada

(an) BDO LLP, Two Snowhill, Birmingham, B4 6GA, UK

(ao) Hotel Tamanaco Inter-Continental, Final Av. Ppal., Mercedes, Caracas, Venezuela

(ap) 22nd Floor, Citigroup Tower, No 33 Huayuanshiqiao Road, Pudong, Shanghai, P.R. China

(aq) Alameda Jau 536, Suite 3S-C, 01420-000 Sao Paulo, Brazil

(ar) Alameda Jau 536, Suite 3S-D, 01420-000 Sao Paulo, Brazil

(as) Bastioni di Porta Nuova 21, 20121 Milano, Italy

(at) Thurn-und-Taxis-Platz 6 - 60313 Frankfurt am Main, Germany

(au) JurisTax Services Ltd, Level 12, NeXTeracom Tower II, Ebene, Mauritius

(av) 150 South Champlain Street, Burlington, VT 05401, USA

(aw) Calle 49, Sur 45 A 300 Of 1102 Envigado Antioquia, Colombia

(ax) Cesta v Mestni log 1, 1000 Ljubljana, Slovenia

(ay) 51B Bulgaria Blvd, 4th Floor, District Triaditsa, Sofia, 1404, Bulgaria

(az) Madinah Road, Jeddah, P.O Box 9456, Post Code 21413, Jeddah, Saudi Arabia

(ba) Maples Corporate Services Ltd. - PO Box 309, Ugland House, Grand Cayman - KY-1104, Cayman Islands

(bb) Eski Buyukdere Cd. Park Plaza No:14 K:4 Maslak - Sariyer, Istanbul, Turkey

(bc) Paseo de la Castellana 49, 28046 Madrid, Spain

(bd) 2710 Gateway Oaks Drive, Suite 150N, Sacramento, CA 95833-3505, USA

SIX CONTINENTS HOTELS INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

18. RELATED UNDERTAKINGS (continued)

- | | |
|--|---|
| (be) Carr Hospitality, LLC, 1455 Pennsylvania Avenue, NW, Suite 100, Washington, DC 20004, USA | (bk) 40 Technology Pkwy South, #300 Norcross GA 30092, USA |
| (bf) 2000 Monarch Tower, 3424 Peachtree Road, N.E., Atlanta, GA 30326, USA | (bl) 80 State Street, Albany NY 12207-2543, USA |
| (bg) Pan-American Life Insurance Company, 601 Poydras Street, New Orleans, LA 70130, USA | (bm) 2215-B Renaissance Drive, Las Vegas, NV 89119, USA |
| (bh) Brack Capital Real Estate Ltd., 885 Third Avenue, 24th Floor, New York, NY 10022, USA | (bn) 11003 Onion Creek Court, Austin, TX 78747, USA |
| (bi) Avenida Ejercito Nacional Mexicano No. 769, Torre B Piso 8, Granada, Miguel Hidalgo, Ciudad de Mexico, CP 11520, Mexico | (bo) 10 Vazgen Sargsyan, Office 114, Yerevan, RA 0010, Armenia |
| (bj) Ground Floor, Al Kamel Law Building, Plot 52-b, Banks Area, Six of October City, Egypt | (bp) Al. Jerozolimskie 56C, 00-803 Warsaw, Poland |
| | (bq) Suite 1, Ground Floor, The Financial Services Centre, Bishops Court Hill, St. Michael, Barbados, BB14004 |
| | (br) Charlottenstrasse 49, Berlin, 10117, Germany |