

Registered number: 01693250

Holiday Extras Limited

Directors' report and financial statements

For the year ended 31 March 2015

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Holiday Extras Limited

Company Information

Directors

M G Pack
C M Beare
H Dove
S P Hagger
M N Paxton
S A Hagger
S D Lawrence (resigned 31 March 2015)

Company secretary

M G Daly

Registered number

01693250

Registered office

Ashford Road
Newingreen
Hythe
Kent
CT21 4JF

Independent auditors

Kreston Reeves LLP
Statutory Auditor & Chartered Accountants
37 St Margaret's Street
Canterbury
Kent
CT1 2TU

Bankers

The Royal Bank of Scotland plc
2nd Floor, Turnpike House
123 High Street
Crawley
West Sussex
RH10 1DQ

Barclays Bank plc
66 High Street
Ashford
Kent
TN24 8TL

Holiday Extras Limited

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Holiday Extras Limited

Directors' report For the year ended 31 March 2015

The directors present their report and the financial statements for the year ended 31 March 2015.

Directors' responsibilities statement

The directors are responsible for preparing the Strategic report, the Directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law 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 judgments 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;
- 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.

Principal activities

The company's principal activities continue to be that of the selling and marketing of travel-related services that are required in addition to a holiday or flight and short break leisure packages.

Results and dividends

The performance of the company is set out in the enclosed financial statements. The directors are pleased with the company's financial performance with strong growth to Revenue and EBITDA seen during the year.

A review of the results is set out in the strategic report.

The profit for the year, after taxation, amounted to £8,554,000 (2014 - £6,539,000).

During the year, the company has paid dividends totalling £7,500,000 (2014: £1,500,000).

Holiday Extras Limited

Directors' report For the year ended 31 March 2015

Directors

The directors who served during the year were:

M G Pack
C M Beare
H Dove
S P Hagger
M N Paxton
S A Hagger
S D Lawrence (resigned 31 March 2015)

Financial instruments

The company finances its operations through various financial instruments comprising: bank balances, trade debtors and trade creditors.

Due to the nature of the financial instruments used by the company during the year there is no exposure to price risk.

The company's approach to managing other risks applicable to the financial instruments concerned is shown below.

The company ensures its liquidity is maintained by entering into short term financial instruments to support operational and other funding requirements. The company's liquidity management process includes projecting cashflows and considering the level of liquid assets. Liquid assets surplus to immediate operating requirements of the company are generally invested in money market facilities.

Trade debtors are managed in respect of credit and cashflow risk by policies concerning the credit offered to customers and the regular monitoring of amounts outstanding for both time and credit limits.

Trade creditors liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

Employee involvement

The company prides itself on recognising the value of its people and invests in training and development, the working environment and a fun culture to ensure that staff remain skilled, motivated and engaged.

Employees of the company are involved in generating the company's value statement, which underpin its culture, performance management and rewards.

The company is regularly named as one of The Sunday Times 100 Best Companies to Work For and achieved number 5 on the list in 2015. Inclusion in the list reflects the core values held by the company and acknowledges the company as one of the best employers in the UK. In addition the company has been accredited by Investors in People and recognised as one of the leading companies in delivering a work life balance.

The company communicates and consults with all employees via regular business briefings, staff forum and its Intranet.

Holiday Extras Limited

Directors' report For the year ended 31 March 2015

Employment policies

The company's employment policies have been designed to guarantee that everyone is treated in a fair and consistent manner. They have been developed to ensure that everyone is aware of what is expected of him or her and what the employer offers in return.

The company is an equal opportunities employer and is committed to achieving and maintaining a workforce which is representative of the local community in terms of race, colour, nationality, sex, age, sexual orientation, marital status and disability.

In the event of existing staff members becoming disabled, every effort is made to enable them to maintain their present position or to provide appropriate training and employ them in suitable work within another department.

Environmental Reporting

The company takes seriously its responsibility to the environment, and is committed to minimising its impact on the environment.

This is apparent in the construction of the company's headquarters. Built on a brown-field site, the offices have been constructed with water recycling systems and high-efficiency plant in order to minimise the long-term environmental impact of the building. A tree planting programme has helped enhance the buildings visual impact.

However, the directors judge that the provision of detailed information on such matters is not necessary in order to gain an understanding of the business, so no detailed disclosures regarding environmental performance have been provided.

Research and development

The company carries out research and development to improve the delivery of products and services to our customers. Where available the company takes advantage of R&D tax credit incentives.

Disclosure of information to auditors

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 auditors are 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 auditors are aware of that information.

Holiday Extras Limited

**Directors' report
For the year ended 31 March 2015**

Auditors

Under section 487(2) of the Companies Act 2006, Kreston Reeves LLP will be deemed to have been reappointed as auditors 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

This report was approved by the board on 23 September 2015 and signed on its behalf.

A handwritten signature in black ink, appearing to read 'C M Beare', written in a cursive style.

C M Beare
Director

Holiday Extras Limited

Strategic report For the year ended 31 March 2015

Introduction

The directors present their Strategic report on the affairs of Holiday Extras Limited ('the company'), together with the audited financial statements.

The company is a wholly owned subsidiary of Holiday Extras Investments Limited.

Business review

The results for the company show an increase in EBITDA to £12,406,000 (2014: £9,010,000). Profit before tax was £10,952,000 (2014: £7,949,000) for the year with Revenue of £234,538,000 (2014: £196,940,000). The company has net assets of £11,146,000 (2014: £10,092,000).

The company operates in the UK travel and leisure market selling ancillary travel services mainly to outbound travellers and selling packages to customers taking UK based short stay breaks. The company acquired the Essential Travel business from Thomas Cook Group in December 2013 and the full benefit of this acquisition was seen in the year to 31 March 2015. The demand for leisure travel has remained strong and with improvements to economic indicators trends in the sector continue to be encouraging.

The company's domestic short breaks business showed continued strong growth delivering significant volume uplift via the partnerships with key UK theme parks and enhancements in online booking capability.

With 95% of its business done online the company continues to focus on technology and making the customer experience hassle free through a process of continuous innovation.

In April 2015 the company entered into a new 5 year bank financing arrangement with Royal Bank of Scotland replacing a previous financing arrangement with Clydesdale Bank.

Continued strong cash flow generation together with support from the group's bankers gives the Board confidence of the group's ability to meet all operational cash flow needs.

Principal risks and uncertainties

The company has identified a number of principal risks and uncertainties that could potentially damage the current business model and future growth opportunities:

- Downturn in the UK and European economies leading to a reduction in demand for our products and services.
- Any significant damage to reputation or brands.
- Loss of, or difficulty in replacing, senior talent.
- Natural catastrophe including closure of airspace.
- Disruption to information technology systems or infrastructure, premises or business processes.

The company has developed risk management and contingency planning procedures appropriate for the business so as to mitigate these risks. There are many opportunities for growth in the UK and Europe, through developing the relationships the company has with existing customers and suppliers.

Holiday Extras Limited

Strategic report (continued) For the year ended 31 March 2015

Key performance indicators

The company uses a range of performance indicators across different business segments to monitor performance. Of these the following are considered key:

	2014/15 £000	2013/14 £000
EBITDA		
Operating Profit	9,660	6,971
Amortisation	1,028	515
Depreciation	1,718	1,524
EBITDA	12,406	9,010

During the year, 506 (2014 433) full-time and part-time staff were employed by the company, generating an average turnover of £463,000 each (2014 £455,000).

The company prides itself in the way it values its people and the level of staff engagement and retention is seen a measure of this. Staff engagement as measured by employee participation in company wide surveys was 90% (2014: 90%). Staff Retention was 90% (2014: 86%).

This report was approved by the board on 23 September 2015 and signed on its behalf.



C M Beare
Director

Holiday Extras Limited

Independent auditors' report to the shareholders of Holiday Extras Limited

We have audited the financial statements of Holiday Extras Limited for the year ended 31 March 2015, set out on pages 9 to 22. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 Auditors' 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.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Strategic report and the Directors' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2015 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.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion 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.

Holiday Extras Limited

Independent auditors' report to the shareholders of Holiday Extras Limited

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where 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.

Kreston Reeves LLP

Peter Manser FCA DChA (Senior statutory auditor)

for and on behalf of
Kreston Reeves LLP

Statutory Auditor
Chartered Accountants

Canterbury

23 September 2015

Holiday Extras Limited

Profit and loss account For the year ended 31 March 2015

	Note	2015 £000	2014 £000
Turnover	2	234,538	196,940
Cost of sales		<u>(197,491)</u>	<u>(166,705)</u>
Gross profit		37,047	30,235
Administrative expenses		(28,390)	(24,309)
Other operating income	3	<u>1,003</u>	<u>1,045</u>
Operating profit	4	9,660	6,971
Interest receivable and similar income	8	1,391	1,074
Interest payable and similar charges	9	<u>(99)</u>	<u>(96)</u>
Profit on ordinary activities before taxation		10,952	7,949
Tax on profit on ordinary activities	10	<u>(2,398)</u>	<u>(1,410)</u>
Profit for the financial year	21	<u>8,554</u>	<u>6,539</u>

All amounts relate to continuing operations.

There were no recognised gains and losses for 2015 or 2014 other than those included in the Profit and loss account.

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

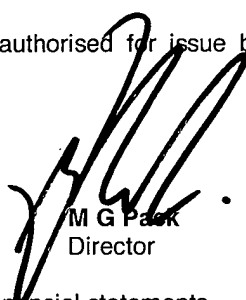
Holiday Extras Limited
Registered number: 01693250

Balance sheet
As at 31 March 2015

	Note	£000	2015 £000	2014 £000
Fixed assets				
Intangible assets	11		6,949	7,977
Tangible assets	12		9,370	9,245
Investments	13		-	2
			<u>16,319</u>	<u>17,224</u>
Current assets				
Debtors	15	45,827		40,845
Cash at bank		19,377		14,657
		<u>65,204</u>		<u>55,502</u>
Creditors: amounts falling due within one year	16	(31,579)		(26,066)
Net current assets			<u>33,625</u>	<u>29,436</u>
Total assets less current liabilities			<u>49,944</u>	<u>46,660</u>
Creditors: amounts falling due after more than one year	17		-	(350)
Accruals and deferred income	19		(38,798)	(36,218)
Net assets			<u>11,146</u>	<u>10,092</u>
Capital and reserves				
Called up share capital	20		20	20
Other reserves	21		(67)	(67)
Profit and loss account	21		11,193	10,139
Shareholders' funds	22		<u>11,146</u>	<u>10,092</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 23 September 2015.


C M Beare
 Director


M G Park
 Director

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

**Notes to the financial statements
For the year ended 31 March 2015**

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

The company is itself a subsidiary company and is exempt from the requirement to prepare group accounts by virtue of section 400 of the Companies Act 2006. These financial statements therefore present information about the company as an individual undertaking and not about its group.

1.2 Going concern

After making enquiries, the directors believe that the company will have adequate resources to continue in operational existence for the foreseeable future. On this basis, the directors consider it appropriate to prepare the financial statements on a going concern basis.

1.3 Cash flow

The company, being a subsidiary undertaking where 90% or more of the voting rights are controlled within the group whose consolidated financial statements are publicly available, is exempt from the requirement to draw up a cash flow statement in accordance with FRS 1.

1.4 Recognition of income

Turnover represents revenue due from normal activities of the business to the extent that the seller obtains a right to consideration in exchange for its performance of those activities, exclusive of VAT.

The revenue recognised is measured by reference to the amounts likely to be chargeable to customers, less a suitable allowance to recognise the uncertainties remaining in the completion of the obligations. Contingent income is recognised only when the contingent element is assured.

Income is recognised as follows:

- (a) Sale of hotel accommodation, airport parking and other travel related products.

Credit is taken to the profit and loss account for stay dates commencing during the accounting period.

- (b) Travel insurance

Credit is taken to the profit and loss account for the commission arising on insurance policies returned to the company during the accounting period.

1.5 Gross profit on trading activities

- (a) Value added tax

Where appropriate, VAT on trading activities is accounted for under the Tour Operators' Margin Scheme. VAT payable under the scheme is included in cost of sales.

- (b) Commissions due to agents

Commissions payable to agents on business executed in the year are included in cost of sales.

Turnover is therefore shown gross without deduction for relevant commissions.

**Notes to the financial statements
For the year ended 31 March 2015**

1. Accounting policies (continued)

1.6 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the profit and loss account over its estimated economic life of between 5 and 20 years.

1.7 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold buildings	-	2% straight line
Motor vehicles	-	25% straight line
Fixtures, fittings and equipment	-	20% - 25% straight line
Computer software	-	25% straight line
Computer hardware	-	25% - 50% straight line

The carrying values of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

1.8 Investments

Investments held as fixed assets are shown at cost less provision for impairment.

1.9 Operating leases

Rentals under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

1.10 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

Holiday Extras Limited

Notes to the financial statements For the year ended 31 March 2015

1. Accounting policies (continued)

1.11 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the profit and loss account.

1.12 Government grants

Government grants relating to tangible fixed assets are treated as deferred income and released to the profit and loss account over the expected useful lives of the assets concerned. Other grants are credited to the profit and loss account as the related expenditure is incurred.

1.13 Pensions

Pension costs charged to the profit and loss account represent the amount of contributions payable to the group personal pension scheme in respect of the accounting period.

1.14 Treatment of income from fixed asset investments

Income from fixed asset investments relates to dividends from subsidiary companies and is recognised when entitled.

2. Turnover

The whole of the turnover is attributable to the company's principal activity being the selling and marketing of travel-related services that are required in addition to a holiday or flight and short break leisure packages.

All turnover arose within the United Kingdom.

3. Other operating income

	2015 £000	2014 £000
Management fees	752	857
Government grants credited to income	4	4
Other income	246	162
Other commissions receivable	1	22
	<hr/>	<hr/>
	1,003	1,045
	<hr/>	<hr/>

Holiday Extras Limited

Notes to the financial statements For the year ended 31 March 2015

4. Operating profit

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

	2015 £000	2014 £000
Amortisation - intangible fixed assets	1,028	515
Depreciation of tangible fixed assets:		
- owned by the company	1,718	1,523
Operating lease rentals:		
- plant and machinery	22	22
Difference on foreign exchange	(349)	12
	<u> </u>	<u> </u>

5. Auditors' remuneration

	2015 £000	2014 £000
Fees payable to the company's auditor and its associates for the audit of the company's annual accounts	58	51
Fees payable to the company's auditor and its associates in respect of:		
Taxation compliance services	10	10
All other non-audit services not included above	6	11
	<u> </u>	<u> </u>

6. Staff costs

Staff costs, including directors' remuneration, were as follows:

	2015 £000	2014 £000
Wages and salaries	13,765	11,471
Social security costs	1,402	1,161
Other pension costs	413	306
	<u> </u>	<u> </u>
	15,580	12,938
	<u> </u>	<u> </u>

The average monthly number of employees, including the directors, during the year was as follows:

	2015 No.	2014 No.
Office administration and sales	506	433
	<u> </u>	<u> </u>

Holiday Extras Limited

Notes to the financial statements For the year ended 31 March 2015

7. Directors' remuneration

	2015 £000	2014 £000
Remuneration	1,427	1,119
Company pension contributions to defined contribution pension schemes	90	64

During the year retirement benefits were accruing to 5 directors (2014 - 6) in respect of defined contribution pension schemes.

The highest paid director received remuneration of £404,000 (2014 - £310,000).

The value of the company's contributions paid to a defined contribution pension scheme in respect of the highest paid director amounted to £23,000 (2014 - £18,000).

8. Interest receivable

	2015 £000	2014 £000
Interest receivable from group companies	1,349	1,037
Other interest receivable	42	37
	1,391	1,074

9. Interest payable

	2015 £000	2014 £000
On other loans	21	21
On loans from group undertakings	78	75
	99	96

Holiday Extras Limited

Notes to the financial statements For the year ended 31 March 2015

10. Taxation

	2015 £000	2014 £000
Analysis of tax charge in the year		
Current tax (see note below)		
UK corporation tax charge on profit for the year	2,416	1,874
Adjustments in respect of prior periods	(31)	(339)
Total current tax	2,385	1,535
Deferred tax (see note 18)		
Origination and reversal of timing differences	13	(125)
Tax on profit on ordinary activities	2,398	1,410

Factors affecting tax charge for the year

The tax assessed for the year is higher than (2014 - lower than) the standard rate of corporation tax in the UK of 21% (2014 - 23%). The differences are explained below:

	2015 £000	2014 £000
Profit on ordinary activities before tax	10,952	7,949
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 21% (2014 - 23%)	2,300	1,828
Effects of:		
Expenses not deductible for tax purposes	19	20
Depreciation in excess of capital allowances	238	160
Effect of group relief	(664)	(1,020)
Payment for group relief	608	886
Utilisation of tax losses	(20)	-
Adjustments to tax charge in respect of prior periods	(31)	(339)
Effect of consortium relief	(65)	-
Current tax charge for the year (see note above)	2,385	1,535

Factors that may affect future tax charges

There were no factors that may affect future tax charges.

Holiday Extras Limited

Notes to the financial statements For the year ended 31 March 2015

11. Intangible fixed assets

	Goodwill £000
Cost	
At 1 April 2014 and 31 March 2015	12,496
Amortisation	
At 1 April 2014	4,519
Charge for the year	1,028
At 31 March 2015	5,547
Net book value	
At 31 March 2015	6,949
At 31 March 2014	7,977

12. Tangible fixed assets

	Freehold property £000	Motor vehicles £000	Fixtures & fittings £000	Total £000
Cost				
At 1 April 2014	7,282	457	13,073	20,812
Additions	15	166	1,674	1,855
Disposals	-	(65)	(98)	(163)
At 31 March 2015	7,297	558	14,649	22,504
Depreciation				
At 1 April 2014	1,351	267	9,949	11,567
Charge for the year	136	107	1,475	1,718
On disposals	-	(55)	(96)	(151)
At 31 March 2015	1,487	319	11,328	13,134
Net book value				
At 31 March 2015	5,810	239	3,321	9,370
At 31 March 2014	5,931	190	3,124	9,245

Included in freehold land and buildings is an amount of £482,000 (2014: £482,000) attributable to land on which no depreciation has been charged.

Holiday Extras Limited

Notes to the financial statements For the year ended 31 March 2015

13. Fixed asset investments

	Investments in subsidiary companies £000
Cost or valuation	
At 1 April 2014 and 31 March 2015	2
Impairment	
At 1 April 2014	-
Charge for the year	2
At 31 March 2015	2
Net book value	
At 31 March 2015	-
At 31 March 2014	2

14. Principal subsidiaries

Company name	Country	Percentage Shareholding	Description
Think W3 Limited	England	100 %	Non-trading
Essential Travel Limited	England	100 %	Travel related services
Essential Extras Limited	England	100 %	Non-trading

15. Debtors

	2015 £000	2014 £000
Due after more than one year		
Other debtors	626	626
Due within one year		
Trade debtors	1,942	948
Amounts owed by group undertakings	40,925	36,571
Other debtors	138	991
Prepayments and accrued income	1,986	1,486
Deferred tax asset (see note 18)	210	223
	45,827	40,845

Holiday Extras Limited

Notes to the financial statements For the year ended 31 March 2015

16. Creditors:
Amounts falling due within one year

	2015 £000	2014 £000
Trade creditors	21,713	19,475
Amounts owed to group undertakings	3,419	3,870
Corporation tax	96	28
Other taxation and social security	3,162	381
Other creditors	1,259	806
Accruals and deferred income	1,930	1,506
	<u>31,579</u>	<u>26,066</u>

The company's bankers have secured a deed of charge over the company's bank balances.

17. Creditors:
Amounts falling due after more than one year

	2015 £000	2014 £000
Other creditors	<u>-</u>	<u>350</u>

18. Deferred tax asset

	2015 £000	2014 £000
At beginning of year	223	98
Additions in the year	(13)	125
	<u>210</u>	<u>223</u>

The deferred tax asset is made up as follows:

	2015 £000	2014 £000
Accelerated capital allowances	188	203
Other timing differences	22	20
	<u>210</u>	<u>223</u>

Holiday Extras Limited

Notes to the financial statements For the year ended 31 March 2015

19. Accruals and deferred income

	2015 £000	2014 £000
Deferred income	38,650	36,066
Government grants received	148	152
	<u>38,798</u>	<u>36,218</u>

Deferred income comprises cash received in respect of bookings where the stay date falls after the balance sheet date.

20. Share capital

	2015 £000	2014 £000
Allotted, called up and fully paid		
20,000 Ordinary shares of £1 each	<u>20</u>	<u>20</u>

21. Reserves

	Other reserves £000	Profit and loss account £000
At 1 April 2014	(67)	10,139
Profit for the financial year		8,554
Dividends: Equity capital		(7,500)
	<u>(67)</u>	<u>11,193</u>
At 31 March 2015		

22. Reconciliation of movement in shareholders' funds

	2015 £000	2014 £000
Opening shareholders' funds	10,092	5,053
Profit for the financial year	8,554	6,539
Dividends (Note 23)	(7,500)	(1,500)
	<u>11,146</u>	<u>10,092</u>
Closing shareholders' funds		

23. Dividends

	2015 £000	2014 £000
Dividends paid on equity capital	<u>7,500</u>	<u>1,500</u>

Holiday Extras Limited

Notes to the financial statements For the year ended 31 March 2015

24. Contingent liabilities

The company provided guarantees, secured by debentures in favour of Clydesdale Bank Plc to support the borrowings of the ultimate holding company of the group of which this company is a member.

At 31 March 2015 the total exposure amounted to £NIL (2014: £5,000,000).

25. Pension commitments

The company makes payment into a group personal pension plan available to all employees. The assets of the scheme are held separately from those of the company in independently administered funds. The pension cost included in the financial statements in respect of this scheme is £413,000 (2014: £306,000).

There were £82,000 of unpaid contributions at 31 March 2015 (2014: £82,000).

26. Operating lease commitments

At 31 March 2015 the company had annual commitments under non-cancellable operating leases as follows:

	2015 £000	2014 £000
Expiry date:		
Between 2 and 5 years	<u>22</u>	<u>22</u>

In addition to the above, the company has a joint tenancy with Airparks Services Limited, a fellow group company, in leasehold property. All costs relating to this leasehold property are borne by Airparks Services Limited, which occupies the property for its sole use in its trade.

Holiday Extras Limited

Notes to the financial statements For the year ended 31 March 2015

27. Related party transactions

The company has taken advantage of the exemption from disclosing related party transactions with its fellow group members provided by paragraph 3c of FRS 8 as it is a wholly owned subsidiary undertaking.

During the year, transactions with related parties have taken place as follows:

- a) The company provided working capital of £401,000 (2014: £436,000) to PassSmart Limited, a company in which Holiday Extras Investments Limited has a significant shareholding.
- b) The company received interest on the above loan of £NIL (2014: £14,000).
- c) The company assigned a loan of £1,063,000 due from PassSmart Limited to Holiday Extras Investments Limited, for an amount equal to the loan value.
- d) At 31 March 2015, an amount of £25,000 (2014: £687,000) is due from PassSmart Limited.
- e) The company provided working capital loans of £63,000 (2014: £NIL) to miDrive Limited, a company which is a joint venture of Holiday Extras Investments Limited. At the year end, £63,000 (2014 £NIL) is due from miDrive Limited.

During the year, the following transactions have taken place with group undertakings of Parking Logistics Holdings Limited. The company's parent company, Holiday Extras Investments Limited and Parking Logistics Holdings Limited are under common control.

- f) The company has received interest from Park at the Airport Limited in the sum of £21,000 (2014: £21,000).
- g) At 31 March 2015, there were amounts due from Parking Logistics Holdings Limited of £626,000 (2014: £626,000) and due to Park at the Airport Limited of £733,000 (2014: £712,000).

During the prior year, the following transactions have taken place with group undertakings of Parking Logistics Holdings Limited.

- h) The company charged management fees to Parking Logistics Holdings Limited of £64,000 and Airparks Logistics Limited of £263,000.
- i) The company was provided with off site airport parking facilities from Airparks Management Limited in the sum of £5,619,000.

All transactions have taken place at market value on normal commercial trading terms.

28. Ultimate parent undertaking and controlling party

The parent undertaking is Holiday Extras Investments Limited, a company incorporated in England and Wales.

The company is controlled by G Pack, C Pack, M Pack and J Pack, directors of Holiday Extras Investments Limited, by virtue of their combined shareholding.