

Speed 5024 Limited

Directors' report and financial statements

31 December 2014

Registered number 3066292

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Directors' report and financial statements

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Directors' report

Registered number 3066292

The Directors present their annual report and the financial statements of Speed 5024 Limited ("the Company") for the year ended 31 December 2014

Principal activities

The principal activity of the Company was that of a holding Company. In the year ending February 2012 the Company disposed of all shareholdings and is no longer a trading entity.

The financial statements have been prepared on the going concern basis, notwithstanding net liabilities of £25,144,532, which the directors believe to be appropriate for the following reasons:

The Company is dependent for its working capital on funds provided to it by Virgin Travel Group Limited. Virgin Travel Group Limited, the Company's intermediary parent, has indicated that for at least 12 months from the date of approval of these financial statements, it will support Speed 5024 Limited and provide funds to enable it to meet all liabilities as they fall due. The Directors consider that this should enable the Company to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due for payment.

Based on this undertaking the Directors believe that it remains appropriate to prepare the financial statements on a going concern basis. The financial statements do not include any adjustments that would result from the basis of preparation being inappropriate.

Directors and directors' interests

The directors who held office during the year and to the date of this report were as follows:

Craig Kreeger	
Shai Weiss	(appointed 7 July 2014)
Timothy Livett	(resigned 7 July 2014)

Business review

The Company is entitled to claim the exemptions available to a small company as defined by the Companies Act 2006 and as such is exempt from presenting an enhanced business review.

The profit before taxation amounted to £nil during the period (*prior year: £nil*).

Dividends

The directors do not recommend the payment of a dividend in the period (*prior year: £nil*).

The directors report was approved by the Board of Directors on 28 September 2015 and signed on its behalf by



Ian de Sousa
Company Secretary

Company Secretariat
The Office, Manor Royal
Crawley, West Sussex
RH10 9NU

Directors' responsibilities statement

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 Company financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice)

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 their profit or loss for that period

In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, 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 its financial statements comply with the Companies Act 2006. They 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

Balance sheet

at 31 December 2014

	<i>Note</i>	As at 31 December 2014 £	As at 31 December 2013 £
Current assets			
Debtors	2	9,107,208	9,107,208
Creditors amounts falling due within one year	3	(34,251,740)	(34,251,740)
Net liabilities		<u>(25,144,532)</u>	<u>(25,144,532)</u>
Capital and reserves			
Called up share capital	4	2	2
Profit and loss account	5	(25,144,534)	(25,144,534)
Total shareholders' deficit	6	<u>(25,144,532)</u>	<u>(25,144,532)</u>

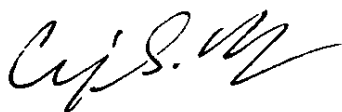
The Company did not trade during the current or previous financial year and the result for both financial years is nil
The Company has not made any other recognised gain or loss

The Company is exempt from audit under section 479A of the companies Act

The members have not required the Company to obtain an audit of its accounts for the financial year in question in accordance with section 476

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

These financial statements were approved by the Board of Directors on 28 September 2015 and were signed on its behalf by



Craig Kreeger
Director

The notes on pages 4 to 6 form part of these financial statements

Notes

(forming part of the financial statements)

1 Principal accounting policies

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

(a) Basis of preparation

The financial statements have been prepared on the going concern basis under the historical cost convention and in accordance with the Companies Act 2006 and applicable United Kingdom accounting standards

The financial statements have been prepared on the going concern basis, notwithstanding net liabilities of £25,144,532 which the directors believe to be appropriate for the following reasons

The Company is dependent for its working capital on funds provided to it by Virgin Travel Group Limited. Virgin Travel Group Limited, the Company's intermediary parent has indicated that for at least 12 months from the date of approval of these financial statements, it will support Speed 5024 Limited and provide funds to enable it to meet all liabilities as they fall due. The directors consider that this should enable the Company to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due for payment.

Based on this undertaking the directors believe that it remains appropriate to prepare the financial statements on a going concern basis. The financial statements do not include any adjustments that would result from the basis of preparation being inappropriate.

Under Financial Reporting Standard 1 (Revised), the Company is exempt from the requirement to prepare a cash flow statement on the grounds that it is a wholly owned subsidiary undertaking of Virgin Atlantic Limited (formally known as Virgin Atlantic (Holdings) Limited) and the Company's cash flows are included within the consolidated cash flow statement of this company.

During the prior year the directors took the decision to change the accounting reference date of the Company from 28 February to 31 December. The decision was taken in order to align with the new accounting reference date of the Virgin Group of companies. Comparative balances are therefore for the 10 months ended 31 December 2013.

(b) Taxation including deferred tax

Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the Company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

A net deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, 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 is measured on a non-discounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Notes *(continued)*

2 Debtors

Amounts falling due within one year

	As at 31 December 2014 £	As at 31 December 2013 £
Amounts owed by parent undertaking	9,107,208	9,107,208

3 Creditors amounts falling due within one year

	As at 31 December 2014 £	As at 31 December 2013 £
Amounts owed to subsidiary undertakings	2	2
Amounts owed to parent undertaking	34,251,738	34,251,738
	34,251,740	34,251,740

4 Share capital

	As at 31 December 2014 £	As at 31 December 2013 £
<i>Allotted, called up and fully paid</i> 2 ordinary shares of £1 each	2	2

5 Reserves

	Profit and loss account £
Balance at 1 January 2014	(25,144,534)
Result for the financial year	-
Balance at 31 December 2014	(25,144,534)

Notes (continued)

6 Reconciliation of movements in shareholders' deficit

	As at 31 December 2014 £	As at 31 December 2013 £
Result for the financial year	-	-
Movements in shareholders' funds	-	-
Opening shareholders' deficit	(25,144,532)	(25,144,532)
Closing shareholders' deficit	(25,144,532)	(25,144,532)

7 Related party transactions

As at 31 December 2014, the Company's ultimate holding company was Virgin Group Holdings Limited, whose principal shareholders are Sir Richard Branson and certain trusts, none of which individually has a controlling interest in Virgin Group Holdings Limited. The principal beneficiaries of those trusts are Sir Richard Branson and/or his immediate family. The shareholders of Virgin Group Holdings Limited have interests directly or indirectly in certain other companies, which are considered to give rise to related party disclosures under Financial Reporting Standard 8.

The Company, being a wholly owned subsidiary undertaking at 31 December 2014 of Virgin Atlantic Limited (formally known as Virgin Atlantic (Holdings) Limited), has taken advantage of the exemption contained in Financial Reporting Standard 8 and has therefore not disclosed transactions with entities which form part of the group or investees of the group qualifying as related entities. These transactions have been disclosed in the consolidated financial statements of the parent company, Virgin Atlantic Limited which are publicly available (see note 8).

There are no other material transactions and balances by the Company with related entities, which are required to be disclosed by Financial Reporting Standard 8.

8 Ultimate holding company

As at 31 December 2014, the directors consider the ultimate holding company to be Virgin Group Holdings Limited, a company registered in the British Virgin Islands.

As at 31 December 2014, the largest group in which the results of the Company are consolidated is that headed by Virgin Wings Limited, a company registered in England and Wales.

As at 31 December 2014, the smallest group in which the results of the Company are consolidated is that headed by Virgin Atlantic Airways Limited, a company registered in England and Wales.

Copies of the consolidated financial statements of Virgin Wings Limited, Virgin Atlantic Limited, Virgin Travel Group Limited and Virgin Atlantic Airways Limited may be obtained from the Registrar of Companies, Companies House, Crown Way, Cardiff, CF14 3UZ.