



KPMG Audit Plc
15 Canada Square
London
E14 5GL
United Kingdom

Tel +44 (0) 20 7694 3419
Fax +44 (0) 20 7694 6445

The Registrar
Companies House
Crown Way
Maindy
Cardiff
CF14 3UZ

Our ref **JS/LW**
Contact **Jane Sawyer**

19 October 2011

Dear Sir/Madam,

Copy of the Statement on ceasing to hold office as auditors of each of the multiple companies listed in the appendix pursuant to section 521 of the Companies Act 2006

In accordance with section 521 of the Companies Act 2006, we enclose a copy of our statutory statement, which was delivered to the Registered Office of the Companies listed in the appendix, in accordance with section 519 of the Companies Act 2006

Yours faithfully,

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Jane Sawyer
Director
KPMG Audit Plc



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RM 27/10/2011 292
COMPANIES HOUSE



KPMG Audit Plc
15 Canada Square
Leamington CV11 5GL
United Kingdom

Tel: +44 (0) 20 7311 5500
Fax: +44 (0) 20 7311 2111
DX109 21 Canary Wharf 2

Private & confidential
TUI Travel PLC
Attn: Joyce Walter
TUI Travel House
Fleming Way, Crawley
West Sussex RH11 9QJ

Output: ck/643

Contact: Mike Harper
020 7311 2111

26 September 2011

Dear Sirs

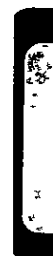
Statement in respect of the subsidiary companies of TUI Travel PLC set out in Appendix 1 (together "the Companies") on ceasing to hold office as auditors, pursuant to section 519 of the Companies Act 2006

In accordance with section 519 of the Companies Act 2006 we set out below the circumstances connected with our ceasing to hold office that we consider should be brought to the attention of the Companies' members or creditors

The audited consolidated financial statements of TUI Travel Plc and its subsidiaries (the Group) for the year ended 30 September 2010 contain, inter alia, a restatement of its results for the year ended 30 September 2009 and its financial position as that date. The directors have restated the 2009 financial statements because they contained material errors arising from the overstatement of revenues and the inappropriate release of unmatched credits to the income statement. Details of the circumstances giving rise to the restatements are set out in note 1(B)(ii) to the financial statements

As set out in note 1(B)(ii) the major part of the restatement is attributable to failures in the systems and controls of the Group's UK tour operator business over an extended period of time. Most of this period pre-dated our appointment as auditors of the entity concerned. In relation to the release of unmatched credits, note 1(B)(ii) refers to inappropriate analysis, judgements and accounting processes undertaken by the directors of that entity to book the unmatched credits in the accounting records of the entity concerned

We had extensive discussions with the directors of the TUI Travel Plc over the background to these restatements, the implications arising from them and their disclosure and accounting treatment in the financial statements. Over the course of these discussions our relationship with certain directors became increasingly strained. As a result we were not confident that in the future we could carry out an audit of the TUI Travel Plc to the appropriate standard, but others may be able to do so. Accordingly we decided not to seek reappointment as auditors of TUI Travel Plc on 29 December 2010 and further we have also decided to resign as auditors of the Companies





KPMG Audit Plc

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We request that any correspondence in relation to this statement be sent to our registered office
15 Canada Square, London E14 5GL marked for the attention of the Audit Regulation
Department

Yours faithfully

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KPMG LLP/ KPMG Audit Plc

Procedures on ceasing to Act as auditors

The Companies Act 2006 regime – mandatory checklist

| | |
|---|---------------------|
| Lorimer Investments Limited | 4632466 |
| Mango Events Management Limited | 03999639 |
| Maratheath Limited | 4002549 |
| Meon Holdings Limited | 551010 |
| Meon Travel Limited | 1071817 |
| Orion Airways Limited | 1400743 |
| Peregrine Tours Limited | 3839307 |
| Porter and Haylett Limited | 614180 |
| Quill Travel Services Limited | 00940758 |
| Real Travel Limited | 03977046 |
| Travel SAS Transport Limited (formerly SLT Tours Transport Limited) | 5742973 |
| Ski Bound Limited | 1873956 |
| Skibound Holidays Limited | 2796218 |
| Skymead Leasing Limited | 1437197 |
| Sovereign Tour Operations Ltd | 2557714 |
| Specialist Holidays Contracting Limited | 03121123 |
| Specialist Holidays Limited | 1976915 |
| Sport Abroad UK Limited | 06489680 |
| Sports Executive Travel Limited | 04005027 |
| Sportsworld Group Limited | 1663571 |
| Sportsworld Holdings Limited | 5226704 |
| Student Skiing Transport Limited | 04312255 |
| Suncars Limited | 1962146 |
| Sunsail Worldwide Sailing Limited | 01658245 |