

MyTravel North America Limited

Annual report and financial statements

for the year ended 30 September 2014

Registered number: 4184683



MyTravel North America Limited

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MyTravel North America Limited

Strategic report

The Directors present their Strategic report for MyTravel North America Limited (the 'Company') for the year ended 30 September 2014.

Business review

The Company is a wholly owned subsidiary of the Thomas Cook Group Plc (the "Group"). The principal activity of the Company is that of an investment holding company.

The Company made a loss for the year of \$19.6m (2013: loss of \$225.1m) mainly due to impairment of investments in Group undertakings and interest payable on amounts owed to Group undertakings. The Company has net liabilities of \$339.5m (2013: net liabilities of \$319.8m) per the balance sheet.

The Directors intend to dissolve the Company in the next year. There would be a capital injection to bring the Company from a net liability to a net asset position in preparation for liquidation.

Principal risks and uncertainties

The principal area of risk or uncertainty for the Company relates to the carrying amount of the Company's investments in subsidiary undertakings which are dependent on the financial performance of those undertakings. The Directors carry out an annual assessment of the carrying value of the investments by reference to the underlying net assets and the forecast future financial performance, including cash flows, of the subsidiary undertakings.

Key performance indicators

The Directors of Thomas Cook Group plc manage the Group's operation on a segmental basis. For this reason, the Company's Directors believe that analysis using key performance indicators for the Company is not necessary or appropriate for an understanding of the development, performance or position of its business. The development, performance and position of the Corporate segment of the Group, which include the results of the Company, are discussed in the financial review on page 65 of the Group's Annual Report and Accounts which does not form part of this report.

The Strategic report has been approved and is signed on behalf of the Board by:



S Bradley representing Thomas Cook Group Management Services Limited
Director
24 June 2015

MyTravel North America Limited

Directors' report

The Directors present their report on the affairs of the Company, together with the financial statements and independent auditors' report for the year ending 30 September 2014.

Directors

The Directors of the Company who were in office during the year and up to the date of signing the financial statements were as follows:

N J Arthur (resigned 3 June 2014)

P A Hemingway (appointed 3 June 2014)

Thomas Cook Group Management Services Limited

Company Secretary

S Bradley

Dividends

The Directors do not recommend the payment of an ordinary dividend for year ending 30 September 2014. (2013: \$nil).

Principal activities and future developments

The principal activity of the Company is that of an investment holding company. The Directors intend to dissolve the Company in the next year.

Directors' indemnities

In accordance with its Articles, the Company has granted a qualifying third party indemnity, to the extent permitted by law, to each Director which was in force during the year and as at the date of approval of these financial statements. The Company also maintains Directors' and Officers' liability insurance.

Charitable and political contributions

The Company made no charitable or political donations during the year (2013: \$nil).

Employees

The Company has no direct employees (2013: nil).

Environment

Thomas Cook Group plc recognises the importance of its environmental responsibilities, monitors its impact on the environment, and designs and implements policies to reduce any damage that might be caused by the Group's activities. The Company operates in accordance with the Group policies, which are described in the Group's Annual Report and Accounts which does not form part of this Report.

Financial risk management

Financial risks to the Company and the management of these risks have been disclosed in the Strategic report on page 2.

Statement of Directors' responsibilities

The Directors are responsible for preparing the Strategic report and 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 prepared the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 101 Reduced Disclosure Framework (FRS 101).

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;

MyTravel North America Limited

Directors' report (continued)

Statement of Directors' responsibilities (continued)

- state whether applicable United Kingdom Accounting Standards, including FRS 101 have been followed, subject to any material departures disclosed and explained in the financial statements;
- notify its shareholders in writing about the use of disclosure exemptions, if any, of FRS 101 used in the preparation of 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.

Going concern

Following the year-end, the Directors have decided to dissolve the Company in the next financial year. Accordingly, the going concern basis of preparation is no longer appropriate and the financial statements for the year ended 30 September 2014 have been prepared on a basis other than going concern as described in note 2 to the financial statements to reduce assets to their realisable values, to provide for liabilities arising from the decision and to reclassify fixed assets and long-term liabilities as current assets and liabilities.

Provision of information to auditors

In accordance with Section 418 of the Companies Act 2006, in the case of each Director in office at the date the Directors' report is approved, the following applies:

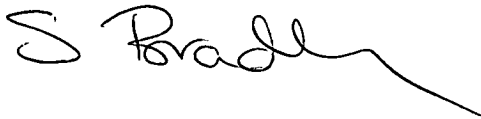
(a) so far as the Director is aware, there is no relevant audit information of which the Company's auditors are unaware; and

(b) they have taken all the steps that they ought to have taken as Directors in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Independent auditors

PricewaterhouseCoopers LLP have expressed their willingness to be re-appointed as auditors of the Company. A resolution will be proposed to the members to re-appoint PricewaterhouseCoopers LLP as auditors of the Company.

The Directors' report has been approved and is signed on behalf of the Board by:



S Bradley representing Thomas Cook Group Management Services Limited
Director
24 June 2015

Registered Office:

The Thomas Cook Business Park
Coningsby Road
Peterborough
Cambs
PE3 8SB

MyTravel North America Limited

Independent auditors' report to the members of MyTravel North America Limited

Report on the financial statements

Our opinion

In our opinion, MyTravel North America Limited's financial statements (the "financial statements"):

- give a true and fair view of the state of the Company's affairs as at 30 September 2014 and of its loss 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.

Emphasis of matter - Basis of preparation

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure made in note 2 to the financial statements concerning the basis of preparation. Following the year end the Directors have decided that the Company will be dissolved during the next financial year. Accordingly, the going concern basis of preparation is no longer appropriate and the financial statements have been prepared on a basis other than going concern as described in note 2 to the financial statements. Adjustments have been made to these financial statements to reduce assets to their realisable values, to provide for liabilities arising from the decision and to reclassify fixed assets and long-term liabilities as current assets and liabilities as a result of this decision.

What we have audited

MyTravel North America Limited's financial statements comprise:

- the Balance sheet as at 30 September 2014;
- the Statement of comprehensive income for the year then ended;
- the Statement of changes in equity for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 101 "Reduced Disclosure Framework".

In applying the financial reporting framework, the Directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

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.

Other matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

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Independent auditors' report to the members of MyTravel North America Limited (continued)

Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of Directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

Responsibilities for the financial statements and the audit

Our responsibilities and those of the Directors

As explained more fully in the Statement of Directors' responsibilities set out on pages 3 and 4, 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) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the Company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

What an audit of financial statements involves

We conducted our audit in accordance with ISAs (UK & Ireland). 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.

We primarily focus our work in these areas by assessing the Directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Annual report and financial statements 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.



Andrew Hodgekins (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
London
24 June 2015

MyTravel North America Limited
Statement of comprehensive income
For the year ended 30 September 2014

		Year ended 30 September 2014 \$'000	Year ended 30 September 2013 \$'000
	Note		
Amounts written off investments	7	(5,484)	(215,475)
Other operating income	3	281	63
Profit from operations		(5,203)	(215,412)
Interest receivable and other income	4	-	4,706
Interest payable and other charges	5	(14,418)	(14,434)
Loss on ordinary activities before taxation		(19,621)	(225,140)
Tax on loss on ordinary activities	6	-	-
Loss and total comprehensive expense for the year		(19,621)	(225,140)
Attributable to: Equity owners of the parent		(19,621)	(225,140)

The loss for the year is wholly attributable to the discontinued operations of the Company.

The notes on pages 10 to 14 are an integral part of these financial statements.

MyTravel North America Limited

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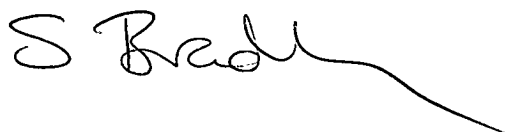
Balance sheet as at 30 September 2014

	Note	30 September 2014 \$'000	30 September 2013 \$'000
Fixed assets			
Investments	7	-	86,726
Current assets			
Investments	7	81,242	-
Debtors	8	3,799	3,785
Total assets		<u>85,041</u>	<u>90,511</u>
Current liabilities			
Creditors: amounts falling due within one year	9	(424,501)	(410,350)
Net current liabilities		<u>(339,460)</u>	<u>(406,565)</u>
Total assets less current liabilities		<u>(339,460)</u>	<u>(319,839)</u>
Net liabilities		<u>(339,460)</u>	<u>(319,839)</u>
Capital and reserves			
Called up share capital	10	190,866	190,866
Profit and loss account		(530,326)	(510,705)
Total shareholders' deficit		<u>(339,460)</u>	<u>(319,839)</u>

The notes on pages 10 to 14 are an integral part of these financial statements.

These financial statements on pages 7 to 14 were approved by the Board of Directors on 24 June 2015.

Signed on behalf of the Board,



S Bradley representing Thomas Cook Group Management Services Limited
Director

MyTravel North America Limited
Statement of changes in equity
For the year ended 30 September 2014

	Called up Share capital \$'000	Profit and loss account \$'000	Total shareholders' deficit \$'000
At 1 October 2012	190,866	(285,565)	(94,699)
Loss for the year and total comprehensive expense	-	(225,140)	(225,140)
At 30 September and 1 October 2013	190,866	(510,705)	(319,839)
Loss for the year and total comprehensive expense	-	(19,621)	(19,621)
At 30 September 2014	190,866	(530,326)	(339,460)

The notes on pages 10 to 14 are an integral part of these financial statements.

MyTravel North America Limited

Notes to the financial statements for the year ended 30 September 2014

1. General information

MyTravel North America Limited is a limited liability company incorporated and domiciled in England and Wales under the Companies Act 2006. The address of the registered office is The Thomas Cook Business Park, Coningsby Road, Peterborough, Cambs, PE3 8SB. The nature of the Company's operations and its principal activities are set out in the Director's report. These financial statements are presented in US Dollar because that is the currency of the primary economic environment in which the Company operates.

The Company is a wholly-owned subsidiary company and is included within the audited consolidated financial statements of Thomas Cook Group plc, a company incorporated in England and Wales, which have been prepared in accordance with International Financial Reporting Standards and filed with the Registrar of Companies. The Company is therefore exempt from the obligation to prepare consolidated financial statements in accordance with section 400 of the Companies Act 2006.

Adoption of new or amended standards and interpretations in the current year

In the current year, no new or amended standards have been adopted which are relevant to the Company.

2. Significant accounting policies

Basis of preparation

The company meets the definition of a qualifying entity under FRS 100 (Financial Reporting Standard 100) issued by the Financial Reporting Council. The financial statements have therefore been prepared in accordance with FRS 101 (Financial Reporting Standard 101) 'Reduced Disclosure Framework' as issued by the Financial Reporting Council and with those parts of the Companies Act 2006 applicable to companies reporting under FRS 101.

As permitted by FRS 101, the Company has taken advantage of the disclosure exemptions available under that standard in relation to business combinations, share-based payment, non-current assets held for sale, financial instruments, capital management, presentation of comparative information in respect of certain assets, presentation of a cash-flow statement, standards not yet effective, impairment of assets and related party transactions.

Where relevant, equivalent disclosures have been given in the group financial statements of Thomas Cook Group plc. The group financial statements of Thomas Cook Group plc are available to the public and can be obtained as set out in note 11.

As a result of FRS 101 being applicable to entities with a year-end from 1 January 2015, the company made the business decision to adopt the standard early (FRS 101 para.11).

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below. These policies have been applied consistently to the periods presented unless otherwise stated.

Going concern

Following the year-end, the Directors have decided to dissolve the Company in the next financial year. Accordingly, the going concern basis of preparation is no longer appropriate as at 30 September 2014. Adjustments have been made to these financial statements to reduce assets to their realisable values, to provide for liabilities arising from the decision and to reclassify fixed assets and long-term liabilities as current assets and liabilities as a result of this decision. The comparative financial information continues to be prepared on a going concern basis.

Foreign currency

Transactions in currencies other than the functional currency of the Company are translated at the exchange rate on the date of the transaction. Foreign currency monetary assets and liabilities held at the year end are translated at year end exchange rates. The resulting exchange gain or loss is taken through the income statement.

MyTravel North America Limited

Notes to the financial statements for the year ended 30 September 2014 (continued)

2. Significant accounting policies (continued)

Administrative expenses

The Company has no employees (2013: nil). Administrative expenses of the Company, including audit fees of \$500 (2013: \$500) and Directors' remuneration, were borne by Thomas Cook Group plc, the Company's ultimate parent undertaking, during both accounting years with no recharge made as the amounts were minimal.

Taxation

Current tax, including UK corporation 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. Provision is made for deferred tax so as to recognise all temporary differences which have originated but not reversed at the balance sheet date that result in an obligation to pay more tax, or a right to pay less tax in the future. This is calculated on a non-discounted basis by reference to the average tax rates that are expected to apply in the relevant jurisdiction and for the year in which the temporary differences are expected to reverse. Deferred tax assets are assessed at each balance sheet date and are only recognised to the extent that their recovery against future taxable profits is probable.

Investments

Investments in subsidiary undertakings are accounted for at cost less provision for impairment. Impairment reviews are performed when there has been an indication of potential impairment.

Debtors

Debtors are recognised at their fair value and subsequently recorded at amortised cost using the effective interest method as reduced by allowances for estimated irrecoverable amounts. An allowance for irrecoverable amounts is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the debtors. The amount of allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows.

Creditors: amounts falling due within one year

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

Share capital

Ordinary shares are classified as equity.

Critical judgments in applying the Company's accounting policies

In the process of applying the Company's accounting policies, described above, management has made the following judgments that have the most significant effect on the amounts recognised in the financial statements.

Recoverable amounts of investments and loan receivables from fellow subsidiary undertakings

Judgments have been made in respect of the amounts of future operating cash flows to be generated by certain of the Thomas Cook Group businesses in order to assess whether there has been any impairment of the amounts included in the balance sheet for investments and loan receivables in relation to those businesses.

3. Other operating income

	2014 \$'000	2013 \$'000
Foreign exchange gain	281	63
	<u>281</u>	<u>63</u>

MyTravel North America Limited

Notes to the financial statements for the year ended 30 September 2014 (continued)

4. Interest receivable and other income

	2014 \$'000	2013 \$'000
Interest receivable from Group undertakings	-	4,706
	<u>-</u>	<u>4,706</u>
	<u>-</u>	<u>4,706</u>

Interest receivable in prior year was on amounts due from Group undertakings which were settled during the prior year.

5. Interest payable and other charges

	2014 \$'000	2013 \$'000
Interest payable to Group undertakings	(14,418)	(14,434)
	<u>(14,418)</u>	<u>(14,434)</u>
	<u>(14,418)</u>	<u>(14,434)</u>

6. Tax on loss on ordinary activities

	2014 \$'000	2013 \$'000
Analysis of tax charge for the year comprises:		
UK corporation tax charge for the current year	-	-
Current tax charge	<u>-</u>	<u>-</u>

Corporation tax is calculated at 22.0% (2013: 23.5%) of the estimated assessable loss for the year. This is the weighted average tax rate applicable for the year following a reduction in the standard rate of UK Corporation Tax from 23.0% to 21.0% effective from 1st April 2014.

The charge for the year can be reconciled to the loss per the income statement as follows:

	2014 \$'000	2013 \$'000
Loss before tax	(19,621)	(225,140)
Loss before tax multiplied by the current tax rate of 22.0% (2013: 23.5%)	(4,317)	(52,908)
Expense not deductible for tax	1,206	50,623
Adjustments to tax in respect of prior years - group relief surrendered	1,380	-
Adjustments to tax in respect of prior years - unrecognised losses carried forward	(1,380)	-
Group relief for nil consideration	3,111	905
Deferred tax not recognised	-	1,380
Tax charge for the year	<u>-</u>	<u>-</u>

MyTravel North America Limited

Notes to the financial statements for the year ended 30 September 2014 (continued)

6. Tax on loss on ordinary activities (continued)

Finance Act 2012 included legislation to reduce the main rate of Corporation Tax to 23% with effect from 1st April 2013. Finance Act 2013 also included legislation to reduce the main rate of Corporation Tax to 21% with effect from 1st April 2014 and 20% with effect from 1st April 2015. The changes have had no effect on these financial statements.

Deferred income tax assets and liabilities are offset where there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income taxes relate to the same fiscal authority. There are no offset deferred tax assets or liabilities.

At the balance sheet date, the Company had unused tax losses of \$nil (2013: \$5.9 million) available for offset against future profits. In the prior period no deferred tax asset was recognised in respect of unused tax losses of \$5.9 million due to the unpredictability of future profits.

7. Investments in subsidiaries

	\$'000
Cost	
At 30 September 2013	524,454
Additions	-
At 30 September 2014	524,454
Provision for impairment	
At 30 September 2013	437,728
Impairment loss	5,484
At 30 September 2014	443,212
Net book value	
At 30 September 2013	86,726
At 30 September 2014	81,242

8. Debtors

	2014 \$'000	2013 \$'000
Amounts due from group undertakings	3,799	3,785
	<u>3,799</u>	<u>3,785</u>

Amounts due from group undertakings is taxation receivable due from group relief surrendered by the Company. This amount is interest free and repayable on demand.

MyTravel North America Limited

Notes to the financial statements for the year ended 30 September 2014 (continued)

9. Creditors: amounts falling due within one year

	2014 \$'000	2013 \$'000
Amounts owed to group undertakings	424,501	410,350
	<u>424,501</u>	<u>410,350</u>
Currency analysis of loans from other group undertakings:		
US Dollar	422,998	408,679
Australian Dollar	1,503	1,671
	<u>424,501</u>	<u>410,350</u>

The amounts owed to group undertakings principally relate to the financing of the investments in subsidiary undertakings. The loans are fixed for periods of between one and twelve months, although are repayable on demand. Interest rates for the year were fixed at 4.19% (2013: 4.19%) for the US Dollar loan and 6.465% (2013: 7.375%) for the Australian Dollar loan.

10. Called up share capital

	2014 \$'000	2013 \$'000
Authorised		
150,000,000 (2013: 150,000,000) Ordinary shares of £1 each	<u>213,540</u>	<u>213,540</u>
Allotted, called up and fully paid		
134,100,118 (2013: 134,100,118) Ordinary shares of £1 each	<u>190,866</u>	<u>190,866</u>

The called up share capital has been translated using the exchange rate of £1 = \$1.4233, which was the spot rate on the date the shares were issued. The Company has one class of ordinary shares which carry no right to fixed income.

11. Ultimate controlling party

The Company is a direct subsidiary of Thomas Cook Group UK Limited a company incorporated and domiciled in England and Wales. The Company's ultimate parent company and controlling party is Thomas Cook Group plc.

The smallest and largest group of which MyTravel North America Limited is a member and in which the results of the Company are consolidated is that headed by Thomas Cook Group plc, which is registered in England and Wales. Copies of the Thomas Cook Group plc financial statements can be obtained from 3rd floor, South Building, 200 Aldersgate, London EC1A 4HD.

12. Principal subsidiaries

Direct subsidiaries	Country of incorporation and operation	Proportion held by company (%)
Buzzard Leisure Limited	United Kingdom	100