

AMENDED

A1 TRAVEL DEALS LIMITED
STRATEGIC REPORT, REPORT OF THE DIRECTORS AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

Ashford Louis
Chartered Certified Accountants
& Statutory Auditors
187 High Road Leyton
London
E15 2BY



CONTENTS OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

	Page
Company Information	1
Group Strategic Report	2
Report of the Directors	4
Report of the Independent Auditors	5
Consolidated Income Statement	8
Consolidated Other Comprehensive Income	9
Consolidated Balance Sheet	10
Company Balance Sheet	11
Consolidated Statement of Changes in Equity	12
Company Statement of Changes in Equity	13
Consolidated Cash Flow Statement	14
Notes to the Consolidated Cash Flow Statement	15
Notes to the Consolidated Financial Statements	16

A1 TRAVEL DEALS LTD
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2020

DIRECTORS:

Ms P S Adhikari
Mrs S Verma

REGISTERED OFFICE:

13 Smith's Yard
Earlsfield
London
SW18 4HR

REGISTERED NUMBER:

06981085 (England and Wales)

AUDITORS:

Ashford Louis
Chartered Certified Accountants
& Statutory Auditors
187 High Road Leyton
London
E15 2BY

GROUP STRATEGIC REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020

The directors present their strategic report of the company and the group for the year ended 31 December 2020.

REVIEW OF BUSINESS

The Directors have continued to keep the progress of the Group and the company under close scrutiny. The Group continue to invest in technology, human resources, marketing and branding thereby achieving desirable growth in the year.

The directors consider the performance of the Group to be reasonable, given the underlying difficulty trading conditions being experienced due to the outbreak of the Covid-19 pandemic. The COVID-19 outbreak was declared a pandemic on the 11th of March 2020. Events have since moved rapidly and management has set up different teams in our organisations to monitor, plan and respond proactively to the continues change in situation. Due to COVID-19 pandemic, business was interrupted for the ten months to the year ended 31 December 2020. However, the safety of our staff and customers remains our highest priority. The current crisis is expected to last for months with a slow recovery period extending to most of the 2020/2021 period. Management is taking immediate action on discretionary expenditure especially the capital expenditure ones and minimise overhead so that impact is minimal.

Despite their competitive trading environment experience during the whole year and the unprecedented COVID-19 pandemic, management is pleased to report Company's turnover of £7.1million (2019 : £46million) and profit before tax of £783 thousands (2019 : £1.2million).

The Directors anticipates growth in the coming year as the Group continuous to strengthen its position and increasing market share.

Regulatory Bodies

The company holds IATA and ATOL licences which ensures protection to its customers and Regulatory Bodies.

PRINCIPAL RISKS AND UNCERTAINTIES

There are a number of potential risks and and uncertainties which could impact the company's performance and these are considered by the board on regular basis. The Board of Directors and the relevant management terms consider the risks of all significant business decisions and changes in the external environment and in the company's operations. The key risks affecting the business are as follows:

COVID-19

Due to Covid-19 global pandemic, most of the countries restricted incoming flights from UK and had strict quarantine rules in place. Majority of the hotels across the globe have remained close due to the local government lockdown restrictions and guidance which impacted our business. However, the positive news for our industry is that UK has marked safe list travel destinations and keep adding more countries to the save travel lease gradually. It means that customers who are travelling to and from safe travel list destinations do not require to self-quarantine, when they return to the UK.

Operating Risk

The Group's reputation and continued success depends on its ability to provide services which are valued by its customers. The Group regularly reviews the quality of its services both internally and through formalised client feedback and evaluation.

Market Risk

The Group operates in a specialised market and seeks to maintain a competitive advantage by offering an appropriate and relevant service range and providing a high level of client service from professional and dedicated staff. The company manages market risk by providing added value services to its customers.

Management Risk

The Group is reliant on its high calibre team of operational managers and board of directors. The Group recruits and develops high calibre employees, many of whom have been with the company for a number of years. The board have tried to ensure that the knowledge base of the operational management team is shared as much as possible throughout the Group.

GROUP STRATEGIC REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020

PRINCIPAL RISKS AND UNCERTAINTIES

Financial Risk

The Group has a normal level of exposure to currency fluctuations. The Group is principally funded from retained profits and is reliant on converting these profits into cashflow. Financial monitoring, forecasting and planning are continuous processes and emphasis is placed on balancing maintenance or growth of profit margin against investment in resources to maintain delivery of a high quality of service to its customers.

Economic risk

The directors have identified and evaluated risks and uncertainties and have controls in place to mitigate these. Responsibility for management of each key risk is identified and delegated. The Group is exposed to the risks of the economic downturn that could lower the Group's revenues and operating results in the future, especially with the recent outbreak of COVID-19. However, actions continue to be taken to maximise the company's performance in all aspects of the business.

Health And Safety

The Group recognises the significance of health and safety in the workplace to ensure its work force is free from risk, through investment in training and education in the occupational health and safety field.

Environment, social and ethical matters

The Group 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 company's activities.

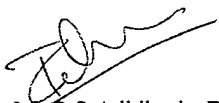
Employees

The Group's employment policy is to provide equal opportunity to all current and prospective employees without any discrimination. Disabled persons are employed by the company where a suitable vacancy occurs. We provide working environment in which all individuals are treated with respect and dignity.

COVID-19 Response

The COVID-19 pandemic has been an unprecedented challenge for all travel market participants including our companies, staff, our clients and other business partners. Our Group's top priority has been and continue to be the protection of health and safety of our all our staff. In line with the best practice guidelines, the Group has put precautions and measures in place including travel restriction and self-quarantine requirements. The Group continues to monitor the situation and considers adapting the measure taken and when new advice from the health organisation and the government is released. In doing so, the Group aims to keep the well-being of the staff as its top priority and to ensure that an uninterrupted provision of services to its clients, while protecting its financial position.

ON BEHALF OF THE BOARD:



Ms P S Adhikari - Director

31 May 2021

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2020

The directors present their report with the financial statements of the company and the group for the year ended 31 December 2020.

PRINCIPAL ACTIVITY

The principal activity of the group in the year under review was that of travel agent.

DIVIDENDS

An ordinary dividend totalling £168,000 (2019 : £ 168,000) was paid during the last year.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2020 to the date of this report.

Ms P S Adhikari

Mrs S Verma

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Group Strategic Report, the Report of the Directors 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 the group and of the profit or loss of the group 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;
- 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 and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that she ought to have taken as a director in order to make herself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

AUDITORS

The auditors, Ashford Louis, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



Ms P S Adhikari - Director

31 May 2021

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
A1 TRAVEL DEALS LTD

Opinion

We have audited the financial statements of A1 Travel Deals Ltd (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 December 2020 which comprise the Consolidated Income Statement, Consolidated Other Comprehensive Income, Consolidated Balance Sheet, Company Balance Sheet, Consolidated Statement of Changes in Equity, Company Statement of Changes in Equity, Consolidated Cash Flow Statement and Notes to the Consolidated Cash Flow Statement, Notes to the Financial Statements, 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 Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company affairs as at 31 December 2020 and of the group's 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group 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

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's and the parent company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information in the Group Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our 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 this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this 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 Group Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Group Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
A1 TRAVEL DEALS LTD

Matters on which we are required to report by exception

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

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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 Statement of Directors' Responsibilities set out on page four, 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 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 group's and the parent 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 group or the parent company or to cease operations, or have no realistic alternative but to do so.

Auditors' 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 a Report of the Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

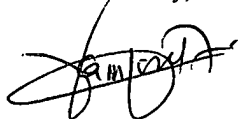
Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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 Report of the Auditors.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
A1 TRAVEL DEALS LTD

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 a Report of the Auditors 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.



Hayford Doh FCCA MBA BA(Hons) (Senior Statutory Auditor)
for and on behalf of Ashford Louis
Chartered Certified Accountants
& Statutory Auditors
187 High Road Leyton
London
E15 2BY

6 June 2021

AI TRAVEL DEALS LTD (REGISTERED NUMBER: 06981085)

CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	31.12.20 £	31.12.19 £
TURNOVER		7,116,244	46,463,761
Cost of sales		3,188,189	42,658,636
GROSS PROFIT		3,928,055	3,805,125
Administrative expenses		3,651,863	2,936,425
		276,192	868,700
Other operating income		85,390	-
OPERATING PROFIT	4	361,582	868,700
Interest receivable and similar income		421,632	364,929
		783,214	1,233,629
Interest payable and similar expenses	5	-	552
PROFIT BEFORE TAXATION		783,214	1,233,077
Tax on profit	6	199,322	263,908
PROFIT FOR THE FINANCIAL YEAR		583,892	969,169
Profit attributable to: Owners of the parent		583,892	969,169

The notes form part of these financial statements

A1 TRAVEL DEALS LTD (REGISTERED NUMBER: 06981085)

CONSOLIDATED OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	31.12.20 £	31.12.19 £
PROFIT FOR THE YEAR		583,892	969,169
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>583,892</u>	<u>969,169</u>
Total comprehensive income attributable to: Owners of the parent		<u>583,892</u>	<u>969,169</u>

The notes form part of these financial statements


A1 TRAVEL DEALS LTD (REGISTERED NUMBER: 06981085)

CONSOLIDATED BALANCE SHEET
31 DECEMBER 2020

	Notes	31.12.20 £	£	31.12.19 £	£
FIXED ASSETS					
Intangible assets	9		53,491		61,132
Tangible assets	10		8,162		9,195
Investments	11		2,998,300		2,631,523
			<u>3,059,953</u>		<u>2,701,850</u>
CURRENT ASSETS					
Debtors	12	1,304,266		1,429,838	
Cash at bank and in hand		349,586		915,553	
		<u>1,653,852</u>		<u>2,345,391</u>	
CREDITORS					
Amounts falling due within one year	13	1,520,909		2,270,237	
		<u>1,520,909</u>		<u>2,270,237</u>	
NET CURRENT ASSETS			<u>132,943</u>		<u>75,154</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>3,192,896</u>		<u>2,777,004</u>
CAPITAL AND RESERVES					
Called up share capital	15		40,000		40,000
Retained earnings	16		3,152,896		2,737,004
			<u>3,192,896</u>		<u>2,777,004</u>
SHAREHOLDERS' FUNDS			<u>3,192,896</u>		<u>2,777,004</u>

The financial statements were approved by the Board of Directors and authorised for issue on 31 May 2021 and were signed on its behalf by:


Ms P S Adhikari - Director


Mrs S Verma - Director

The notes form part of these financial statements

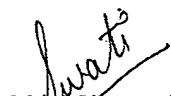
A1 TRAVEL DEALS LTD (REGISTERED NUMBER: 06981085)**COMPANY BALANCE SHEET**
31 DECEMBER 2020

	Notes	31.12.20 £	£	31.12.19 £	£
FIXED ASSETS					
Intangible assets	9		53,491		61,132
Tangible assets	10		7,896		8,862
Investments	11		2,998,378		2,631,601
			<u>3,059,765</u>		<u>2,701,595</u>
CURRENT ASSETS					
Debtors	12	585,482		1,103,642	
Cash at bank and in hand		174,676		843,820	
		<u>760,158</u>		<u>1,947,462</u>	
CREDITORS					
Amounts falling due within one year	13	1,312,530		2,193,138	
		<u>1,312,530</u>		<u>2,193,138</u>	
NET CURRENT LIABILITIES			<u>(552,372)</u>		<u>(245,676)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2,507,393</u>		<u>2,455,919</u>
CAPITAL AND RESERVES					
Called up share capital	15		40,000		40,000
Retained earnings	16		2,467,393		2,415,919
			<u>2,507,393</u>		<u>2,455,919</u>
SHAREHOLDERS' FUNDS			<u>2,507,393</u>		<u>2,455,919</u>
Company's profit for the financial year			<u>219,474</u>		<u>831,126</u>

The financial statements were approved by the Board of Directors and authorised for issue on 28 May 2021 and were signed on its behalf by:



Ms. P. S. Adhikari - Director



Mrs. S. Verma - Director

The notes form part of these financial statements

A1 TRAVEL DEALS LTD (REGISTERED NUMBER: 06981085)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 January 2019	40,000	1,935,835	1,975,835
Changes in equity			
Dividends	-	(168,000)	(168,000)
Total comprehensive income	-	969,169	969,169
Balance at 31 December 2019	<u>40,000</u>	<u>2,737,004</u>	<u>2,777,004</u>
Changes in equity			
Dividends	-	(168,000)	(168,000)
Total comprehensive income	-	583,892	583,892
Balance at 31 December 2020	<u>40,000</u>	<u>3,152,896</u>	<u>3,192,896</u>

The notes form part of these financial statements

A1 TRAVEL DEALS LTD (REGISTERED NUMBER: 06981085)

COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 January 2019	40,000	1,752,793	1,792,793
Changes in equity			
Dividends	-	(168,000)	(168,000)
Total comprehensive income	-	831,126	831,126
Balance at 31 December 2019	<u>40,000</u>	<u>2,415,919</u>	<u>2,455,919</u>
Changes in equity			
Dividends	-	(168,000)	(168,000)
Total comprehensive income	-	219,474	219,474
Balance at 31 December 2020	<u>40,000</u>	<u>2,467,393</u>	<u>2,507,393</u>

The notes form part of these financial statements

A1 TRAVEL DEALS LTD (REGISTERED NUMBER: 06981085)**CONSOLIDATED CASH FLOW STATEMENT**
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	31.12.20 £	31.12.19 £
Cash flows from operating activities			
Cash generated from operations	1	(57,328)	429,239
Interest paid		-	(552)
Tax paid		(37,237)	(260,597)
Net cash from operating activities		<u>(94,565)</u>	<u>168,090</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(1,665)	-
Purchase of fixed asset investments		(366,777)	(891,367)
Interest received		421,632	364,929
Net cash from investing activities		<u>53,190</u>	<u>(526,438)</u>
Cash flows from financing activities			
Amount withdrawn by directors		(371,428)	(5,000)
Intercompany		14,836	76,632
Equity dividends paid		(168,000)	(168,000)
Net cash from financing activities		<u>(524,592)</u>	<u>(96,368)</u>
Decrease in cash and cash equivalents		<u>(565,967)</u>	<u>(454,716)</u>
Cash and cash equivalents at beginning of year	2	915,553	1,370,269
Cash and cash equivalents at end of year	2	<u><u>349,586</u></u>	<u><u>915,553</u></u>

The notes form part of these financial statements

A1 TRAVEL DEALS LTD (REGISTERED NUMBER: 06981085)

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2020

1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	31.12.20	31.12.19
	£	£
Profit before taxation	783,214	1,233,077
Depreciation charges	10,338	10,682
Finance costs	-	552
Finance income	(421,632)	(364,929)
	<u>371,920</u>	<u>879,382</u>
Decrease in trade and other debtors	478,947	136,194
Decrease in trade and other creditors	(908,195)	(586,337)
	<u>(57,328)</u>	<u>429,239</u>
Cash generated from operations	<u><u>(57,328)</u></u>	<u><u>429,239</u></u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 December 2020

	31.12.20	1.1.20
	£	£
Cash and cash equivalents	<u>349,586</u>	<u>915,553</u>

Year ended 31 December 2019

	31.12.19	1.1.19
	£	£
Cash and cash equivalents	<u>915,553</u>	<u>1,370,269</u>

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.20	Cash flow	At 31.12.20
	£	£	£
Net cash			
Cash at bank and in hand	<u>915,553</u>	<u>(565,967)</u>	<u>349,586</u>
	<u>915,553</u>	<u>(565,967)</u>	<u>349,586</u>
Total	<u><u>915,553</u></u>	<u><u>(565,967)</u></u>	<u><u>349,586</u></u>

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. STATUTORY INFORMATION

A1 Travel Deals Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the General Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Basis of consolidation

The group financial statements comprise the consolidated results of the company and its subsidiary undertaking for the year ended 31 December 2020.

Turnover

Turnover represents net invoiced sales of goods and services, excluding value added tax. The turnover of the company for the period has been derived from the provision of goods and services falling within the company's principal activities. Income is recognised on the date of departure basis.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Computer software is being amortised evenly over its estimated useful life of nil years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Government grants

Government grants received are credited to income and relevant portion credited deferred income where applicable. Grants towards capital expenditure are released to the income statement over the expected useful life of the assets. Grants received towards revenue expenditure are released to the income statement as the related expenditure is incurred.

Taxation

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

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

2. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

	31.12.20	31.12.19
	£	£
Wages and salaries	344,905	438,371
Social security costs	15,770	32,881
Other pension costs	3,384	4,878
	<u>364,059</u>	<u>476,130</u>

The average number of employees during the year was as follows:

	31.12.20	31.12.19
Management	3	3
Marketing and sales	8	8
Administration	4	3
	<u>15</u>	<u>14</u>

The average number of employees by undertakings that were proportionately consolidated during the year was 4 (2019 - 4).

	31.12.20	31.12.19
	£	£
Directors' remuneration	<u>85,642</u>	<u>97,837</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

4. OPERATING PROFIT

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

	31.12.20	31.12.19
	£	£
Depreciation - owned assets	2,698	3,040
Computer software amortisation	7,641	7,641
Auditors' remuneration	8,160	8,160
Foreign exchange differences	(800)	(5,661)
	<u> </u>	<u> </u>

5. INTEREST PAYABLE AND SIMILAR EXPENSES

	31.12.20	31.12.19
	£	£
Other interest	-	552
	<u> </u>	<u> </u>

6. TAXATION

Analysis of the tax charge

The tax charge on the profit for the year was as follows:

	31.12.20	31.12.19
	£	£
Current tax:		
UK corporation tax	199,322	263,908
	<u> </u>	<u> </u>
Tax on profit	199,322	263,908
	<u> </u>	<u> </u>

UK corporation tax has been charged at 19% (2019 - 19%).

Reconciliation of total tax charge included in profit and loss

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	31.12.20	31.12.19
	£	£
Profit before tax	783,214	1,233,077
	<u> </u>	<u> </u>
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2019 - 19%)	148,811	234,285
Effects of:		
Expenses not deductible for tax purposes	500	434
Income not taxable for tax purposes	50,055	28,628
Depreciation in excess of capital allowances	181	561
Utilisation of tax losses	(225)	-
	<u> </u>	<u> </u>
Total tax charge	199,322	263,908
	<u> </u>	<u> </u>

7. INDIVIDUAL INCOME STATEMENT

As permitted by Section 408 of the Companies Act 2006, the Income Statement of the parent company is not presented as part of these financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

8. DIVIDENDS

	31.12.20	31.12.19
	£	£
Ordinary shares of £1 each		
Interim	<u>168,000</u>	<u>168,000</u>

9. INTANGIBLE FIXED ASSETS

Group

	Computer software £
COST	
At 1 January 2020 and 31 December 2020	<u>119,664</u>
AMORTISATION	
At 1 January 2020	58,532
Amortisation for year	<u>7,641</u>
At 31 December 2020	<u>66,173</u>
NET BOOK VALUE	
At 31 December 2020	<u>53,491</u>
At 31 December 2019	<u>61,132</u>

Company

	Computer software £
COST	
At 1 January 2020 and 31 December 2020	<u>119,664</u>
AMORTISATION	
At 1 January 2020	58,532
Amortisation for year	<u>7,641</u>
At 31 December 2020	<u>66,173</u>
NET BOOK VALUE	
At 31 December 2020	<u>53,491</u>
At 31 December 2019	<u>61,132</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

10. TANGIBLE FIXED ASSETS

Group

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 January 2020	32,851	29,856	62,707
Additions	-	1,665	1,665
	<hr/>	<hr/>	<hr/>
At 31 December 2020	32,851	31,521	64,372
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 January 2020	29,475	24,037	53,512
Charge for year	827	1,871	2,698
	<hr/>	<hr/>	<hr/>
At 31 December 2020	30,302	25,908	56,210
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 31 December 2020	2,549	5,613	8,162
	<hr/>	<hr/>	<hr/>
At 31 December 2019	3,376	5,819	9,195
	<hr/>	<hr/>	<hr/>

Company

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 January 2020	32,326	29,856	62,182
Additions	-	1,665	1,665
	<hr/>	<hr/>	<hr/>
At 31 December 2020	32,326	31,521	63,847
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 January 2020	29,283	24,037	53,320
Charge for year	760	1,871	2,631
	<hr/>	<hr/>	<hr/>
At 31 December 2020	30,043	25,908	55,951
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 31 December 2020	2,283	5,613	7,896
	<hr/>	<hr/>	<hr/>
At 31 December 2019	3,043	5,819	8,862
	<hr/>	<hr/>	<hr/>

A1 TRAVEL DEALS LTD (REGISTERED NUMBER: 06981085)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

11. FIXED ASSET INVESTMENTS

Group

	Unlisted investments £
COST	
At 1 January 2020	2,631,523
Additions	366,777
	<hr/>
At 31 December 2020	2,998,300
	<hr/>
NET BOOK VALUE	
At 31 December 2020	2,998,300
	<hr/>
At 31 December 2019	2,631,523
	<hr/>

Company

	Unlisted investments £
COST	
At 1 January 2020	2,631,601
Additions	366,777
	<hr/>
At 31 December 2020	2,998,378
	<hr/>
NET BOOK VALUE	
At 31 December 2020	2,998,378
	<hr/>
At 31 December 2019	2,631,601
	<hr/>

The group or the company's investments at the Balance Sheet date in the share capital of companies include the following:

Subsidiary

A1 Travel Deals LLC

Registered office: 7345 Davis Building, Unit 3, Naples 34104, Florida

Nature of business: Travel agent

Class of shares:	%
Ordinary	holding 100.00

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	31.12.20	31.12.19	31.12.20	31.12.19
	£	£	£	£
Trade debtors	175,164	351,790	175,164	315,945
Uk Century Ltd	5,167	5,167	5,167	5,167
Amounts owed by group undertakings	310,185	325,020	91,289	91,289
Other debtors	252,672	615,180	179,030	615,180
Refundable deposit	116,735	84,211	63,952	31,952
The Globe Hunters Limited	9,090	9,090	9,090	9,090
Liveyoung Ltd	48,630	-	48,630	-
Directors' current accounts	368,210	-	-	-
VAT	13,160	32,176	13,160	32,176
Prepayments	5,253	7,204	-	2,843
	<u>1,304,266</u>	<u>1,429,838</u>	<u>585,482</u>	<u>1,103,642</u>

Included in the Other Debtors is an amount of £179,030 (2019 : £602,000) which is a loan given to a close family member of the directors. This debt is fully recoverable and repayable in full within the next nine months.

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	31.12.20	31.12.19	31.12.20	31.12.19
	£	£	£	£
Trade creditors	857,218	1,688,905	819,435	1,684,790
Creditcard control	14,301	3,344	14,048	3,075
Tax	418,575	256,490	248,232	196,184
Social security and other taxes	3,652	15,993	3,652	9,700
Pension liability	682	813	682	813
Fly and Save Limited	39,484	-	39,484	-
Provision ticket refunds	62,546	269,734	62,546	269,734
Directors' current accounts	3,674	6,892	3,674	6,892
Deferred income	116,777	16,350	116,777	16,350
Accrued expenses	4,000	11,716	4,000	5,600
	<u>1,520,909</u>	<u>2,270,237</u>	<u>1,312,530</u>	<u>2,193,138</u>

14. SECURED DEBTS

The Barclays Bank has given the company overdraft facility of £20,000 on account number 73137953 repayable on demand; Barclaycard facility of £70,000 and Foreign Exchange facility of £20,000. Limited guaranteed was given by Ms Prabha Adhikari and Mrs Swati Verma for £20,000 dated 28 September 2012.

The HSBC Bank has Debenture including Fixed Charge over all present freehold and leasehold property; First Fixed Charge over book and other debts, chattels, goodwill and uncalled capital, both present and future; and First Floating Charge over all assets and undertakings both present and future dated 28 April 2015.

15. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.12.20	31.12.19
			£	£
40,000	Ordinary	£1	<u>40,000</u>	<u>40,000</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

16. RESERVES

Group

	Retained earnings £
At 1 January 2020	2,737,004
Profit for the year	583,892
Dividends	(168,000)
	<hr/>
At 31 December 2020	3,152,896
	<hr/>

Company

	Retained earnings £
At 1 January 2020	2,415,919
Profit for the year	219,474
Dividends	(168,000)
	<hr/>
At 31 December 2020	2,467,393
	<hr/>

17. PENSION COMMITMENTS

The Parent Company operates a define contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost and charge represents contribution payable by the company to the fund and amounted to £3,558 (2019 : £5,211). There were no prepaid or accrued contribution at 31 December 2020 or 31 December 2019.

18. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

During the current year the Parent Company paid dividends totalling £168,000 (2019 : £182,899) to its shareholders.

At the balance sheet date, the Parent Company also owed £3,674 (2019 : £6,892) to its directors. The directors also owed the subsidiary £368,210 (2019 : £nil).

19. NO GOING CONCERN

The Parent Company and Group meets its day to day working capital requirements and has significant cash reserves at year end. The Group's forecasts and projections, taking account of reasonably possible changes in trading performance, show that the Group should be able to operate without the need for external facilities for the foreseeable future outside of the Group.

Even with the coronavirus having a huge impact on human society and the economy with the travel and tour industry sustaining one of the heaviest impact, the Directors have a reasonable expectation and are optimistic that with the healthy financial position of the Group coupled with the numerous business support schemes introduced by the Government, the Group will continue in operational existence for the next foreseeable future.