

PINE PASS LIMITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 29 FEBRUARY 2020

PINE PASS LIMITED

COMPANY INFORMATION

Directors

P East
A Sofianos

Company secretary

W Pougher

Registered number

02631982

Registered office

160 Falcon Road
London
SW11 2LN

Independent auditors

Elman Wall Limited
Chartered Accountants & Statutory Auditor
8th Floor
Becket House
36 Old Jewry
London
EC2R 8DD

PINE PASS LIMITED

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STATEMENT OF FINANCIAL POSITION
AS AT 29 FEBRUARY 2020

	Note	29 February 2020 £	28 February 2019 £
Current assets			
Debtors: amounts falling due within one year	4	4,489,189	4,009,929
Cash at bank and in hand	5	448,580	665,469
		<u>4,937,769</u>	<u>4,675,398</u>
Creditors: amounts falling due within one year	6	(1,984,047)	(2,470,392)
Net current assets		<u>2,953,722</u>	<u>2,205,006</u>
Total assets less current liabilities		<u>2,953,722</u>	<u>2,205,006</u>
Net assets		<u><u>2,953,722</u></u>	<u><u>2,205,006</u></u>
Capital and reserves			
Called up share capital	7	264,150	264,150
Share premium account		26,950	26,950
Profit and loss account		2,662,622	1,913,906
		<u>2,953,722</u>	<u>2,205,006</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

P East
Director

Date: 5 November 2020

The notes on pages 2 to 7 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2020**

1. General information

Pine Pass Ltd is a limited liability company incorporated in England and Wales. The registered number is 02631982. Its registered head office and principal place of business is located at 160 Falcon Road, London, SW11 2LN.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies.

The following principal accounting policies have been applied:

2.2 Going concern

Following the year end, in common with many travel companies, the company has experienced a

reduction in bookings due to concern over the coronavirus. While the effect of the coronavirus cannot currently be predicted with any certainty, the directors have a reasonable expectation that the company has 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.

2.3 Total Transaction Value

Total transactional turnover is the total gross sales amounts receivable for the year for the company. It is the total value of processed transactions including all bookings made during the year relating to flight bookings, hotel accommodation, car rental and all other travel related transactions including professional fees for services provided.

2.4 Revenue

Revenue is the total amount receivable by the company in respect of professional fees for services provided and for any applicable commissions recoverable on agency business recognised at the point of ticketing on flight sales.

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2020**

2. Accounting policies (continued)

2.5 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to profit or loss 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 lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

2.6 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of financial position. The assets of the plan are held separately from the Company in independently administered funds.

2.7 Taxation

Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

2.8 Exceptional items

Exceptional items are transactions that fall within the ordinary activities of the Company but are presented separately due to their size or incidence.

2.9 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.10 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2020**

2. Accounting policies (continued)

2.11 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.12 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or in case of an out-right short-term loan that is not at market rate, the financial asset or liability is measured, initially at the present value of future cash flows discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost, unless it qualifies as a loan from a director in the case of a small company, or a public benefit entity concessionary loan.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

3. Employees

The average monthly number of employees, including directors, during the year was 38 (2019 - 40).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2020

4. Debtors

	29 February 2020 £	28 February 2019 £
Trade debtors	797,987	1,077,529
Amounts owed by group undertakings	3,600,012	2,913,776
Other debtors	22,956	939
Prepayments and accrued income	68,234	9,180
Tax recoverable	-	8,505
	<u>4,489,189</u>	<u>4,009,929</u>

The intercompany debtor balance is wholly owned by Wings Travel Management Ltd, a company within the group. This balance relates to day to day operational activities between the two companies and is deemed as fully recoverable.

5. Cash and cash equivalents

	29 February 2020 £	28 February 2019 £
Cash at bank and in hand	<u>448,580</u>	<u>665,469</u>

6. Creditors: Amounts falling due within one year

	29 February 2020 £	28 February 2019 £
Trade creditors	1,472,727	1,945,140
Amounts owed to group undertakings	147,682	256,335
Corporation tax	84,575	52,398
Other taxation and social security	-	3,094
Other creditors	74,792	91,570
Accruals and deferred income	204,271	121,855
	<u>1,984,047</u>	<u>2,470,392</u>

The intercompany creditor balance is wholly owned by Grosvenor Travel Management Ltd, a company within the group. This balance relates to day to day operational activities between the two companies and is deemed as fully payable.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2020

7. Share capital

	29 February 2020 £	28 February 2019 £
Allotted, called up and fully paid		
64,150 (2019 - 64,150) Ordinary shares of £1.00 each	64,150	64,150
200,000 (2019 - 200,000) Preference shares shares of £1.00 each	200,000	200,000
	<u>264,150</u>	<u>264,150</u>

The preference shares are redeemable at par, are non-convertible and carry no voting rights.

8. Contingent liabilities

The company has entered into a cross-guarantee agreement with fellow group companies. Wings Travel Management Limited, Gillingham Contract Management Limited and Grosvenor Travel Management Limited (formerly Venture Travel Limited), guaranteeing any amounts owed to Barclays Bank plc by way of a fixed and floating charge over all property and undertakings of the company. As at 29 February 2020 the total amount owed to the bank was £856,207 (2019: £381,828).

9. Pension commitments

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £32,397 (2019: £26,645). Contributions totalling £6,416 (2019: £5,458) were payable to the fund at the reporting date and are included in creditors.

10. Related party transactions

The company has taken advantage of the exemption not to disclose related party transactions with other group companies which were wholly owned members of the group headed by Wings Travel Management Limited.

At the year end the company was owed £3,600,012 (2019: £2,913,776) by its parent company - Wings Travel Management Limited, and owed its fellow subsidiary - Grosvenor Travel Management Limited £147,682 (2019: £256,355).

11. Controlling party

The immediate parent company is Gillingham Contract Management Ltd, a company incorporated in England and Wales. The directors consider the ultimate parent undertaking of this company to be Caspean Investments Limited, a company incorporated in England and Wales.

The smallest and largest group of consolidated accounts which include the results of the company are prepared by Caspean Investments Limited, a company incorporated in England and Wales. The registered address of Caspean Investments Limited is 73 Cornhill, London, United Kingdom, EC3V 3QQ.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2020**

12. Auditors' information

The auditors' report on the financial statements for the year ended 29 February 2020 was unqualified.

The audit report was signed on 5 November 2020 by Karanjit Gill (Senior statutory auditor) on behalf of Elman Wall Limited.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.