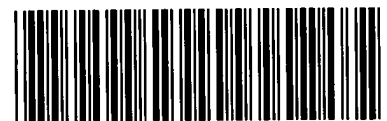


**Strategic Report, Report of the Directors and  
Financial Statements for the Year Ended 31 December 2019  
for  
Kennedy Travel (Yorkshire) Limited**

**SATURDAY**



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19/12/2020

#682

COMPANIES HOUSE

**Harris & Co Limited  
Chartered Accountants & Statutory Auditor  
Marland House  
13 Huddersfield Road  
Barnsley  
South Yorkshire  
S70 2LW**

**Kennedy Travel (Yorkshire) Limited**

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for the Year Ended 31 December 2019**

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**Kennedy Travel (Yorkshire) Limited**  
**Company Information**  
**for the Year Ended 31 December 2019**

**DIRECTORS:**

Mrs R M Briggs  
Mrs C Button  
Mrs S P Roberts  
Ms J C Button

**SECRETARY:**

Mrs S P Roberts

**REGISTERED OFFICE:**

The Kennedy Building  
48 Victoria Road  
Leeds  
West Yorkshire  
LS11 5AF

**REGISTERED NUMBER:**

01325708 (England and Wales)

**INDEPENDENT AUDITORS:**

Harris & Co Limited  
Chartered Accountants & Statutory Auditor  
Marland House  
13 Huddersfield Road  
Barnsley  
South Yorkshire  
S70 2LW

**Kennedy Travel (Yorkshire) Limited**  
**Strategic Report**  
**for the Year Ended 31 December 2019**

The directors present their strategic report for the year ended 31 December 2019.

**REVIEW OF BUSINESS**

The directors aim to present a balanced and comprehensive review of the development and performance of our business during the year and its position at the year-end. Our review is consistent with the size and non-complex nature of our business and is written in the context of the risks and uncertainties we face.

Turnover decreased by £1,084k (6%), and the gross profit percentage decreased to 14.7% (2018: 16.2%) which together resulted in a £434k decrease in gross profit to £2,603k (2018: £3,037k). Distribution costs and administrative expenses decreased by £228k (8%) which, taken with the decrease in gross profit, resulted in the company recording a profit before tax of £137k (2018: £338k).

From mid-March 2020 the global COVID-19 pandemic has hugely impacted the UK and caused enormous disruption across the whole society, economy and businesses in all sectors, especially the travel and tourism sector. This disruption is likely to continue for the foreseeable future with many companies facing unprecedented uncertainty about their immediate prospects.

From a financial perspective, COVID-19 is expected to have a significant effect on future revenue in the short to medium term. All measures have been taken to control costs and conserve liquidity until restrictions on travel and tourism are lifted.

From an operational perspective COVID-19 provides enormous challenges and risks for our sector. Restrictions on travel and social distancing measures imposed by world governments have resulted in cancellation of future travel arrangements and a significant decrease in consumer demand in the short to medium term.

Whilst the directors and management are taking all necessary precautions to mitigate these risks the COVID-19 situation is without precedent and very unpredictable. Accordingly, it is not possible to predict the future outlook with any certainty. From both a financial and operational perspective COVID-19 may, therefore impact on the going concern basis of preparing the financial statements.

**Kennedy Travel (Yorkshire) Limited**

**Strategic Report  
for the Year Ended 31 December 2019**

**PRINCIPAL RISKS AND UNCERTAINTIES**

As described in the Review of Business above, the global COVID-19 pandemic has caused significant disruption globally to economies and businesses, especially the travel and tourism sector. This disruption is likely to continue for the foreseeable future and is a very significant risk to our business in view of the restrictions on travel and tourism in the short and medium term.

The company's operations expose it to a variety of financial risks that include the effects of changes in foreign exchange risk, credit risk, liquidity risk and interest rate risk. The company does not use derivative financial instruments to manage interest rate costs and as such, no hedge accounting is applied.

The board of directors is responsible for monitoring financial risks and for deciding where it would be appropriate to use financial instruments to manage this risk.

Exchange rate risk

As the company transacts substantially in US dollars, it is exposed to exchange rate risk, which it manages by keeping under review the need for forward contracts to purchase dollars.

Interest rate cashflow risk

The company has interest bearing assets, comprising cash and bank balances which earn interest at variable rates, and interest bearing liabilities, comprising a bank overdraft and loan on which interest is paid at variable rates. The board of directors regularly review the mix of cash, overdraft and debt to manage interest rate risk.

Liquidity risk

The company actively maintains cash, bank and overdraft balances to ensure the company has sufficient funds for operations and any planned expansion.

Price risk

The company has no exposure to equity securities price risk as it holds no listed or equity investments.

Credit risk

The company has implemented policies that require appropriate credit checks on potential customers before sales are made.

**KEY PERFORMANCE INDICATORS**

We consider that our key financial performance indicators are those that communicate the financial performance of the company, these being turnover, operating profit, profits before tax and after tax retained profit.

**ON BEHALF OF THE BOARD:**



.....  
Mrs S P Roberts - Secretary

Date: 28/9/20 .....

## **Kennedy Travel (Yorkshire) Limited**

### **Report of the Directors for the Year Ended 31 December 2019**

The directors present their report with the financial statements of the Company for the year ended 31 December 2019.

#### **PRINCIPAL ACTIVITY**

The principal activity of the Company in the year under review was that of a tour operator and travel agent.

#### **DIVIDENDS**

The total distribution of dividends for the year ended 31 December 2019 will be £62,500.

#### **DIRECTORS**

The directors shown below have held office during the whole of the period from 1 January 2019 to the date of this report.

Mrs R M Briggs  
Mrs C Button  
Mrs S P Roberts  
Ms J C Button

#### **EVENTS SINCE THE END OF THE YEAR**

Information relating to events since the end of the year is given in the notes to the financial statements.

#### **DISCLOSURE IN THE STRATEGIC REPORT**

The company has chosen in accordance with section 414C(11) of the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 to set out in the company's strategic report information required by schedule 7 of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008. This includes information that would have been included in the business review and the principal risks and uncertainties.

#### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the 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). 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;
- 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.

#### **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 Company'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 Company's auditors are aware of that information.

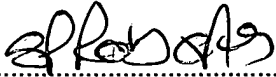
**Kennedy Travel (Yorkshire) Limited**

**Report of the Directors  
for the Year Ended 31 December 2019**

**AUDITORS**

The auditors, Harris & Co Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**



.....  
Mrs S P Roberts - Secretary

Date: 28/9/20.....

**Independent Auditors' Report to the Members of  
Kennedy Travel (Yorkshire) Limited**

**Opinion**

We have audited the financial statements of Kennedy Travel (Yorkshire) Limited (the 'Company') for the year ended 31 December 2019 which comprise the Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, Statement of Cash Flows and Notes to the Statement of Cash Flows, 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 Company's affairs as at 31 December 2019 and of its 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 Company 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.

**Material uncertainty relating to going concern**

We draw attention to the going concern note 3 to the financial statements which explains the financial and operational risks created by the COVID-19 pandemic. This situation is without precedent and hugely uncertain. Accordingly, it is not possible to predict the future outlook with any certainty.

As stated in note 3, from both a financial and operational perspective these events or conditions indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

**Other information**

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Auditors' Report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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 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 Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

**Independent Auditors' Report to the Members of  
Kennedy Travel (Yorkshire) Limited**

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the 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, 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; 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 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 Company or to cease operations, or have no realistic alternative but to do so.

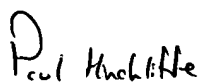
**Auditors' responsibilities for the audit of the financial statements**

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 an Auditors' Report 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.

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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Auditors' Report.

**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 an Auditors' Report 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.



Paul Hinchliffe BA FCA (Senior Statutory Auditor)  
for and on behalf of Harris & Co Limited  
Chartered Accountants & Statutory Auditor  
Marland House  
13 Huddersfield Road  
Barnsley  
South Yorkshire  
S70 2LW

Date: 30 September 2020

**Kennedy Travel (Yorkshire) Limited**

**Statement of Comprehensive Income  
for the Year Ended 31 December 2019**

|                                                    | Notes | 2019<br>£         | 2018<br>£         |
|----------------------------------------------------|-------|-------------------|-------------------|
| <b>TURNOVER</b>                                    | 4     | 17,698,982        | 18,783,815        |
| Cost of sales                                      |       | <u>15,096,120</u> | <u>15,747,031</u> |
| <b>GROSS PROFIT</b>                                |       | 2,602,862         | 3,036,784         |
| Distribution costs                                 |       | 280,973           | 314,563           |
| Administrative expenses                            |       | <u>2,201,215</u>  | <u>2,395,338</u>  |
|                                                    |       | <u>2,482,188</u>  | <u>2,709,901</u>  |
| <b>OPERATING PROFIT</b>                            | 6     | 120,674           | 326,883           |
| Interest receivable and similar income             |       | <u>15,959</u>     | <u>11,211</u>     |
| <b>PROFIT BEFORE TAXATION</b>                      |       | 136,633           | 338,094           |
| Tax on profit                                      | 7     | <u>30,305</u>     | <u>67,389</u>     |
| <b>PROFIT FOR THE FINANCIAL YEAR</b>               |       | 106,328           | 270,705           |
| <b>OTHER COMPREHENSIVE INCOME</b>                  |       | <u>-</u>          | <u>-</u>          |
| <b>TOTAL COMPREHENSIVE INCOME<br/>FOR THE YEAR</b> |       | <u>106,328</u>    | <u>270,705</u>    |

The notes form part of these financial statements

**Statement of Financial Position**  
**31 December 2019**

|                                              | Notes | 2019<br>£          | 2018<br>£          |
|----------------------------------------------|-------|--------------------|--------------------|
| <b>FIXED ASSETS</b>                          |       |                    |                    |
| Intangible assets                            | 9     | -                  | -                  |
| Tangible assets                              | 10    | <u>1,436,122</u>   | <u>1,435,276</u>   |
|                                              |       | <u>1,436,122</u>   | <u>1,435,276</u>   |
| <b>CURRENT ASSETS</b>                        |       |                    |                    |
| Debtors                                      | 11    | 667,168            | 743,667            |
| Cash at bank and in hand                     |       | <u>1,848,555</u>   | <u>2,315,830</u>   |
|                                              |       | 2,515,723          | 3,059,497          |
| <b>CREDITORS</b>                             |       |                    |                    |
| Amounts falling due within one year          | 12    | <u>(1,942,096)</u> | <u>(2,487,907)</u> |
| <b>NET CURRENT ASSETS</b>                    |       | <u>573,627</u>     | <u>571,590</u>     |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | 2,009,749          | 2,006,866          |
| <b>CREDITORS</b>                             |       |                    |                    |
| Amounts falling due after more than one year | 13    | (362,662)          | (406,892)          |
| <b>PROVISIONS FOR LIABILITIES</b>            | 18    | <u>(15,889)</u>    | <u>(12,604)</u>    |
| <b>NET ASSETS</b>                            |       | <u>1,631,198</u>   | <u>1,587,370</u>   |
| <b>CAPITAL AND RESERVES</b>                  |       |                    |                    |
| Called up share capital                      | 19    | 100,000            | 100,000            |
| Revaluation reserve                          | 20    | 536,748            | 536,748            |
| Retained earnings                            | 20    | <u>994,450</u>     | <u>950,622</u>     |
| <b>SHAREHOLDERS' FUNDS</b>                   |       | <u>1,631,198</u>   | <u>1,587,370</u>   |

The financial statements were approved by the Board of Directors and authorised for issue on 23 SEPTEMBER 2020 and were signed on its behalf by:



.....  
 Mrs R M Briggs - Director

**Kennedy Travel (Yorkshire) Limited**

**Statement of Changes in Equity  
for the Year Ended 31 December 2019**

|                                    | Called up<br>share<br>capital<br>£ | Retained<br>earnings<br>£ | Revaluation<br>reserve<br>£ | Total<br>equity<br>£ |
|------------------------------------|------------------------------------|---------------------------|-----------------------------|----------------------|
| <b>Balance at 1 January 2018</b>   | 100,000                            | 849,917                   | 536,748                     | 1,486,665            |
| <b>Changes in equity</b>           |                                    |                           |                             |                      |
| Dividends                          | -                                  | (170,000)                 | -                           | (170,000)            |
| Total comprehensive income         | <u>-</u>                           | <u>270,705</u>            | <u>-</u>                    | <u>270,705</u>       |
| <b>Balance at 31 December 2018</b> | <u>100,000</u>                     | <u>950,622</u>            | <u>536,748</u>              | <u>1,587,370</u>     |
| <b>Changes in equity</b>           |                                    |                           |                             |                      |
| Dividends                          | -                                  | (62,500)                  | -                           | (62,500)             |
| Total comprehensive income         | <u>-</u>                           | <u>106,328</u>            | <u>-</u>                    | <u>106,328</u>       |
| <b>Balance at 31 December 2019</b> | <u>100,000</u>                     | <u>994,450</u>            | <u>536,748</u>              | <u>1,631,198</u>     |

The notes form part of these financial statements

**Kennedy Travel (Yorkshire) Limited**

**Statement of Cash Flows  
for the Year Ended 31 December 2019**

|                                                             | Notes | 2019<br>£                   | 2018<br>£                   |
|-------------------------------------------------------------|-------|-----------------------------|-----------------------------|
| <b>Cash flows from operating activities</b>                 |       |                             |                             |
| Cash generated from operations                              | 1     | (92,315)                    | 1,116,317                   |
| Tax paid                                                    |       | <u>(70,155)</u>             | <u>(21,502)</u>             |
| Net cash from operating activities                          |       | <u>(162,470)</u>            | <u>1,094,815</u>            |
| <br><b>Cash flows from investing activities</b>             |       |                             |                             |
| Purchase of tangible fixed assets                           |       | (23,339)                    | (6,862)                     |
| Sale of tangible fixed assets                               |       | 2,450                       | -                           |
| Interest received                                           |       | <u>15,959</u>               | <u>11,211</u>               |
| Net cash from investing activities                          |       | <u>(4,930)</u>              | <u>4,349</u>                |
| <br><b>Cash flows from financing activities</b>             |       |                             |                             |
| Loan repayments in year                                     |       | (44,230)                    | (42,060)                    |
| Amount introduced by directors                              |       | -                           | 162,044                     |
| Amount withdrawn by directors                               |       | (193,145)                   | -                           |
| Equity dividends paid                                       |       | <u>(62,500)</u>             | <u>(170,000)</u>            |
| Net cash from financing activities                          |       | <u>(299,875)</u>            | <u>(50,016)</u>             |
| <br><b>(Decrease)/increase in cash and cash equivalents</b> |       | <br><b>(467,275)</b>        | <br><b>1,049,148</b>        |
| <b>Cash and cash equivalents at beginning of year</b>       | 2     | <u>2,315,830</u>            | <u>1,266,682</u>            |
| <br><b>Cash and cash equivalents at end of year</b>         | 2     | <br><u><u>1,848,555</u></u> | <br><u><u>2,315,830</u></u> |

The notes form part of these financial statements

**Kennedy Travel (Yorkshire) Limited**

**Notes to the Statement of Cash Flows  
for the Year Ended 31 December 2019**

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

|                                                  | 2019<br>£              | 2018<br>£               |
|--------------------------------------------------|------------------------|-------------------------|
| Profit before taxation                           | 136,633                | 338,094                 |
| Depreciation charges                             | 20,542                 | 40,631                  |
| Profit on disposal of fixed assets               | (499)                  | -                       |
| Finance income                                   | <u>(15,959)</u>        | <u>(11,211)</u>         |
|                                                  | 140,717                | 367,514                 |
| Decrease in trade and other debtors              | 107,600                | 128,284                 |
| (Decrease)/increase in trade and other creditors | <u>(340,632)</u>       | <u>620,519</u>          |
| <b>Cash generated from operations</b>            | <u><u>(92,315)</u></u> | <u><u>1,116,317</u></u> |

**2. CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Statement of Cash Flows in respect of cash and cash equivalents are in respect of these Statement of Financial Position amounts:

**Year ended 31 December 2019**

|                           | 31/12/19<br>£           | 1/1/19<br>£             |
|---------------------------|-------------------------|-------------------------|
| Cash and cash equivalents | <u><u>1,848,555</u></u> | <u><u>2,315,830</u></u> |

**Year ended 31 December 2018**

|                           | 31/12/18<br>£           | 1/1/18<br>£             |
|---------------------------|-------------------------|-------------------------|
| Cash and cash equivalents | <u><u>2,315,830</u></u> | <u><u>1,266,682</u></u> |

**3. ANALYSIS OF CHANGES IN NET FUNDS**

|                                 | At 1/1/19<br>£          | Cash flow<br>£          | At 31/12/19<br>£        |
|---------------------------------|-------------------------|-------------------------|-------------------------|
| <b>Net cash</b>                 |                         |                         |                         |
| Cash at bank and in hand        | <u>2,315,830</u>        | <u>(467,275)</u>        | <u>1,848,555</u>        |
|                                 | <u>2,315,830</u>        | <u>(467,275)</u>        | <u>1,848,555</u>        |
| <b>Debt</b>                     |                         |                         |                         |
| Debts falling due within 1 year | (42,504)                | -                       | (42,504)                |
| Debts falling due after 1 year  | <u>(406,892)</u>        | <u>44,230</u>           | <u>(362,662)</u>        |
|                                 | <u>(449,396)</u>        | <u>44,230</u>           | <u>(405,166)</u>        |
| <b>Total</b>                    | <u><u>1,866,434</u></u> | <u><u>(423,045)</u></u> | <u><u>1,443,389</u></u> |

The notes form part of these financial statements

going concern basis were not appropriate.

account and adjustments that may be required to the carrying value of assets and liabilities if the going concern basis of preparing the financial statements. The financial statements do not take into account as described above, from both a financial and operational perspective, COVID-19 may impact on the

financial statements other than as described in the following accounting policies.

No significant judgements or estimates have had to be made by management in preparing these significant judgements and estimates

COVID-19 may, therefore impact on the going concern basis of preparing the financial statements. Indeed the future outlook with any certainty. From both a financial and operational perspective, COVID-19 situation is without precedent and highly uncertain. Accordingly, it is not possible to predict the directors and management are taking all necessary precautions to mitigate these risks, the

as the significant decrease in consumer demand in the short to medium term.

company. These risks include the continued restrictions on the travel and tourism worldwide, as well as the financial and operational risks created by COVID-19 for our sector are very significant to the

businesses across all sectors to enable them to continue to operate during highly uncertain times.

National and local government in the UK is providing significant levels of financial support to help

companies are facing unprecedented uncertainty about their immediate prospects.

and tourism sector. This disruption is likely to continue for the foreseeable future and so may have a significant impact on the society, economy and businesses across all sectors, especially the travel From mid-March 2020 the global COVID-19 pandemic has highly impacted the UK and caused

### Going Concern

consistently applied to all years presented unless otherwise stated.

of these financial statements are set out below. These policies, judgements and estimates have been The principal accounting policies and significant judgements and estimates applied in the preparation

The financial statements are presented in sterling (£).

convention as modified by the revaluation of certain assets.

Companies Act 2006. The financial statements have been prepared under the historical cost The Financial Reporting Standard applicable in the UK and Republic of Ireland, (FRS102) and the These financial statements have been prepared in accordance with Financial Reporting Standard

statements. The principal activity of the company was that of a tour operator and travel agent.

address of the registered office is given in the company information on page 1 of these financial Kennedy Travel (Yorkshire) Limited is a limited company incorporated in the United Kingdom and the Company information and basis of preparing the financial statements

### 3. ACCOUNTING POLICIES

Act 2006.

The Financial Reporting Standard applicable in the UK and Republic of Ireland, and the Companies These financial statements have been prepared in accordance with Financial Reporting Standard 102

### 5. STATEMENT OF COMPLIANCE

The presentation and functional currency of the financial statements is the Pound Sterling (£).

### 1. STATUTORY INFORMATION

for the Year Ended 31 December 2019

Notes to the Financial Statements

Kennedy Travel (Yorkshire) Limited

**Kennedy Travel (Yorkshire) Limited**

**Notes to the Statement of Cash Flows  
for the Year Ended 31 December 2019**

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

|                                                  | 2019<br>£              | 2018<br>£               |
|--------------------------------------------------|------------------------|-------------------------|
| Profit before taxation                           | 136,633                | 338,094                 |
| Depreciation charges                             | 20,542                 | 40,631                  |
| Profit on disposal of fixed assets               | (499)                  | -                       |
| Finance income                                   | <u>(15,959)</u>        | <u>(11,211)</u>         |
|                                                  | 140,717                | 367,514                 |
| Decrease in trade and other debtors              | 107,600                | 128,284                 |
| (Decrease)/increase in trade and other creditors | <u>(340,632)</u>       | <u>620,519</u>          |
| <b>Cash generated from operations</b>            | <u><u>(92,315)</u></u> | <u><u>1,116,317</u></u> |

**2. CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Statement of Cash Flows in respect of cash and cash equivalents are in respect of these Statement of Financial Position amounts:

**Year ended 31 December 2019**

|                           | 31/12/19<br>£           | 1/1/19<br>£             |
|---------------------------|-------------------------|-------------------------|
| Cash and cash equivalents | <u><u>1,848,555</u></u> | <u><u>2,315,830</u></u> |

**Year ended 31 December 2018**

|                           | 31/12/18<br>£           | 1/1/18<br>£             |
|---------------------------|-------------------------|-------------------------|
| Cash and cash equivalents | <u><u>2,315,830</u></u> | <u><u>1,266,682</u></u> |

**3. ANALYSIS OF CHANGES IN NET FUNDS**

|                                 | At 1/1/19<br>£          | Cash flow<br>£          | At 31/12/19<br>£        |
|---------------------------------|-------------------------|-------------------------|-------------------------|
| <b>Net cash</b>                 |                         |                         |                         |
| Cash at bank and in hand        | <u>2,315,830</u>        | <u>(467,275)</u>        | <u>1,848,555</u>        |
|                                 | <u>2,315,830</u>        | <u>(467,275)</u>        | <u>1,848,555</u>        |
| <b>Debt</b>                     |                         |                         |                         |
| Debts falling due within 1 year | (42,504)                | -                       | (42,504)                |
| Debts falling due after 1 year  | <u>(406,892)</u>        | <u>44,230</u>           | <u>(362,662)</u>        |
|                                 | <u>(449,396)</u>        | <u>44,230</u>           | <u>(405,166)</u>        |
| <b>Total</b>                    | <u><u>1,866,434</u></u> | <u><u>(423,045)</u></u> | <u><u>1,443,389</u></u> |

The notes form part of these financial statements

## **Kennedy Travel (Yorkshire) Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2019**

#### **1. STATUTORY INFORMATION**

The presentation and functional currency of the financial statements is the Pound Sterling (£).

#### **2. STATEMENT OF COMPLIANCE**

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.

#### **3. ACCOUNTING POLICIES**

##### **Company information and basis of preparing the financial statements**

Kennedy Travel (Yorkshire) Limited is a limited company incorporated in the United Kingdom and the address of the registered office is given in the company information on page 1 of these financial statements. The principal activity of the company was that of a tour operator and travel agent.

These financial statements have been prepared in accordance with Financial Reporting Standard "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (FRS102) and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

The financial statements are presented in sterling (£).

The principal accounting policies and significant judgements and estimates applied in the preparation of these financial statements are set out below. These policies, judgements and estimates have been consistently applied to all years presented unless otherwise stated.

##### **Going Concern**

From mid-March 2020 the global COVID-19 pandemic has hugely impacted the UK and caused enormous disruption to the society, economy and businesses across all sectors, especially the travel and tourism sector. This disruption is likely to continue for the foreseeable future and so many companies are facing unprecedented uncertainty about their immediate prospects.

National and local government in the UK is providing significant levels of financial support to help businesses across all sectors to enable them to continue to operate during hugely uncertain times.

The financial and operational risks created by COVID-19 for our sector are very significant to the company. These risks include the continued restrictions on the travel and tourism worldwide, as well as the significant decrease in consumer demand in the short to medium term.

Whilst the directors and management are taking all necessary precautions to mitigate these risks, the COVID-19 situation is without precedent and hugely uncertain. Accordingly, it is not possible to predict the future outlook with any certainty. From both a financial and operational perspective, COVID-19 may, therefore impact on the going concern basis of preparing the financial statements.

##### **Significant judgements and estimates**

No significant judgements or estimates have had to be made by management in preparing these financial statements other than as described in the following accounting policies.

As described above, from both a financial and operational perspective, COVID-19 may impact on the going concern basis of preparing the financial statements. The financial statements do not take into account any adjustments that may be required to the carrying value of assets and liabilities if the going concern basis were not appropriate.

## **Kennedy Travel (Yorkshire) Limited**

### **Notes to the Financial Statements - continued for the Year Ended 31 December 2019**

#### **3. ACCOUNTING POLICIES - continued**

##### **Turnover**

Turnover represents the aggregate amount of revenue from inclusive tours, travel agency commission and other services supplied to the customers in the ordinary course of business. Revenue relating to inclusive tours arranged by the company is recognised on the date of departure and related costs are charged to the profit and loss account on the same basis. Revenue relating to travel agency commission on third party leisure travel products is recognised when earned, which is on receipt of the full payment from the customer.

##### **Tangible fixed assets**

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

|                       |                                                         |
|-----------------------|---------------------------------------------------------|
| Freehold property     | - Not provided                                          |
| Short leasehold       | - at varying rates on cost                              |
| Fixtures and fittings | - 33% on cost straight line and 15% on reducing balance |
| Motor vehicles        | - 25% on reducing balance                               |

No depreciation is provided in respect of freehold land & buildings as they are kept in a continual state of good repair and, in the opinion of the directors the residual value at the end of the useful life will not be materially less than the carrying value in the financial statements.

Tangible assets are initially recorded at cost, and subsequently stated at revalued amount or cost less any accumulated depreciation and impairment losses.

Depreciation is provided at the following annual rates in order to write off the cost or revalued amount less estimated residual value of each asset over its estimated useful life.

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

##### **Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, 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 statement of financial position date.

##### **Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

# Kennedy Travel (Yorkshire) Limited

## Notes to the Financial Statements - continued for the Year Ended 31 December 2019

### 3. ACCOUNTING POLICIES - continued

#### Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position 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.

#### Hire purchase and leasing commitments

Operating lease rentals are charged to the Statement of comprehensive income on a straight-line basis over the lease term.

#### Pension costs and other post-retirement benefits

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in the future payments or a cash refund.

### 4. TURNOVER

Turnover represents amounts earned on services provided during the year and derives from the provision of services falling within the company's ordinary activities as described in the accounting policies.

### 5. EMPLOYEES AND DIRECTORS

|                       | 2019             | 2018             |
|-----------------------|------------------|------------------|
|                       | £                | £                |
| Wages and salaries    | 1,521,791        | 1,609,742        |
| Social security costs | 147,920          | 150,381          |
| Other pension costs   | 44,088           | 37,484           |
|                       | <u>1,713,799</u> | <u>1,797,607</u> |

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

|                      | 2019      | 2018      |
|----------------------|-----------|-----------|
| Administration staff | <u>50</u> | <u>52</u> |

|                         | 2019           | 2018           |
|-------------------------|----------------|----------------|
|                         | £              | £              |
| Directors' remuneration | <u>337,689</u> | <u>370,303</u> |

Information regarding the highest paid director is as follows:

|                | 2019           | 2018           |
|----------------|----------------|----------------|
|                | £              | £              |
| Emoluments etc | <u>175,641</u> | <u>116,787</u> |

**Kennedy Travel (Yorkshire) Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2019**

**6. OPERATING PROFIT**

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

|                                    | 2019<br>£    | 2018<br>£ |
|------------------------------------|--------------|-----------|
| Other operating leases             | 233,374      | 250,890   |
| Depreciation - owned assets        | 20,542       | 21,246    |
| Profit on disposal of fixed assets | (499)        | -         |
| Goodwill amortisation              | -            | 19,387    |
| Auditors' remuneration             | 20,011       | 19,000    |
| Exchange rate variance             | (267,888)    | (535,967) |
| Amortisation of intangible assets  | <u>3,750</u> | <u>-</u>  |

**7. TAXATION**

**Analysis of the tax charge**

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

|                    | 2019<br>£     | 2018<br>£      |
|--------------------|---------------|----------------|
| Current tax:       |               |                |
| UK corporation tax | 27,020        | 70,150         |
| Deferred tax       | <u>3,285</u>  | <u>(2,761)</u> |
| Tax on profit      | <u>30,305</u> | <u>67,389</u>  |

**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:

|                                                                                         | 2019<br>£      | 2018<br>£      |
|-----------------------------------------------------------------------------------------|----------------|----------------|
| Profit before tax                                                                       | <u>136,633</u> | <u>338,094</u> |
| Profit multiplied by the standard rate of corporation tax in the UK of 19% (2018 - 19%) | 25,960         | 64,238         |
| Effects of:                                                                             |                |                |
| Expenses not deductible for tax purposes                                                | 2,132          | 144            |
| Income not taxable for tax purposes                                                     | (95)           | -              |
| Capital allowances in excess of depreciation                                            | (977)          | -              |
| Depreciation in excess of capital allowances                                            | -              | 5,768          |
| Deferred tax                                                                            | <u>3,285</u>   | <u>(2,761)</u> |
| Total tax charge                                                                        | <u>30,305</u>  | <u>67,389</u>  |

**Kennedy Travel (Yorkshire) Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2019**

**8. DIVIDENDS**

|                            | 2019<br>£     | 2018<br>£      |
|----------------------------|---------------|----------------|
| Ordinary shares of £1 each | 62,500        | 170,000        |
|                            | <u>62,500</u> | <u>170,000</u> |

**9. INTANGIBLE FIXED ASSETS**

**COST**

At 1 January 2019  
and 31 December 2019

Goodwill  
£

387,686

**AMORTISATION**

At 1 January 2019  
and 31 December 2019

387,686

**NET BOOK VALUE**

At 31 December 2019

-

At 31 December 2018

-

**10. TANGIBLE FIXED ASSETS**

|                          | Freehold<br>property<br>£ | Short<br>leasehold<br>£ | Fixtures<br>and<br>fittings<br>£ | Motor<br>vehicles<br>£ | Totals<br>£      |
|--------------------------|---------------------------|-------------------------|----------------------------------|------------------------|------------------|
| <b>COST OR VALUATION</b> |                           |                         |                                  |                        |                  |
| At 1 January 2019        | 1,335,000                 | 139,552                 | 1,251,796                        | 47,930                 | 2,774,278        |
| Additions                | -                         | -                       | 23,339                           | -                      | 23,339           |
| Disposals                | -                         | -                       | (411)                            | (13,850)               | (14,261)         |
| At 31 December 2019      | <u>1,335,000</u>          | <u>139,552</u>          | <u>1,274,724</u>                 | <u>34,080</u>          | <u>2,783,356</u> |
| <b>DEPRECIATION</b>      |                           |                         |                                  |                        |                  |
| At 1 January 2019        | -                         | 117,566                 | 1,175,485                        | 45,951                 | 1,339,002        |
| Charge for year          | -                         | 5,512                   | 15,002                           | 28                     | 20,542           |
| Eliminated on disposal   | -                         | -                       | (411)                            | (11,899)               | (12,310)         |
| At 31 December 2019      | <u>-</u>                  | <u>123,078</u>          | <u>1,190,076</u>                 | <u>34,080</u>          | <u>1,347,234</u> |
| <b>NET BOOK VALUE</b>    |                           |                         |                                  |                        |                  |
| At 31 December 2019      | <u>1,335,000</u>          | <u>16,474</u>           | <u>84,648</u>                    | <u>-</u>               | <u>1,436,122</u> |
| At 31 December 2018      | <u>1,335,000</u>          | <u>21,986</u>           | <u>76,311</u>                    | <u>1,979</u>           | <u>1,435,276</u> |

**Kennedy Travel (Yorkshire) Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2019**

**10. TANGIBLE FIXED ASSETS - continued**

Cost or valuation at 31 December 2019 is represented by:

|                   | Freehold<br>property<br>£ | Short<br>leasehold<br>£ | Fixtures<br>and<br>fittings<br>£ | Motor<br>vehicles<br>£ | Totals<br>£      |
|-------------------|---------------------------|-------------------------|----------------------------------|------------------------|------------------|
| Valuation in 2016 | 12,899                    | -                       | -                                | -                      | 12,899           |
| Valuation in 2017 | 35,000                    | -                       | -                                | -                      | 35,000           |
| Cost              | <u>1,287,101</u>          | <u>139,552</u>          | <u>1,274,724</u>                 | <u>34,080</u>          | <u>2,735,457</u> |
|                   | <u>1,335,000</u>          | <u>139,552</u>          | <u>1,274,724</u>                 | <u>34,080</u>          | <u>2,783,356</u> |

If the freehold property had not been revalued it would have been included at the following historical cost:

|                                              | 2019<br>£        | 2018<br>£        |
|----------------------------------------------|------------------|------------------|
| Cost                                         | <u>1,287,101</u> | <u>1,287,101</u> |
| Aggregate depreciation                       | <u>539,958</u>   | <u>514,216</u>   |
| Value of land in freehold land and buildings | <u>747,143</u>   | <u>772,885</u>   |

Freehold land and buildings have been included at valuation based on a full professional valuation undertaken by Woodhead Sharps in 2017 on a market value basis.

**11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                                | 2019<br>£      | 2018<br>£      |
|--------------------------------|----------------|----------------|
| Trade debtors                  | 297,031        | 305,145        |
| Other debtors                  | 123,938        | 123,938        |
| Directors' current accounts    | 31,101         | -              |
| VAT                            | 30,462         | 48,614         |
| Prepayments and accrued income | <u>184,636</u> | <u>265,970</u> |
|                                | <u>667,168</u> | <u>743,667</u> |

**12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                                         | 2019<br>£        | 2018<br>£        |
|-----------------------------------------|------------------|------------------|
| Bank loans and overdrafts (see note 14) | 42,504           | 42,504           |
| Trade creditors                         | 1,673,742        | 1,858,262        |
| Corporation tax                         | 27,020           | 70,155           |
| Social security and other taxes         | 39,955           | 35,593           |
| Other creditors                         | 7,484            | -                |
| Directors' current accounts             | -                | 162,044          |
| Accruals and deferred income            | <u>151,391</u>   | <u>319,349</u>   |
|                                         | <u>1,942,096</u> | <u>2,487,907</u> |

**Kennedy Travel (Yorkshire) Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2019**

**13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

|                          | 2019<br>£      | 2018<br>£      |
|--------------------------|----------------|----------------|
| Bank loans (see note 14) | <u>362,662</u> | <u>406,892</u> |

**14. LOANS**

An analysis of the maturity of loans is given below:

|                                                   | 2019<br>£      | 2018<br>£      |
|---------------------------------------------------|----------------|----------------|
| Amounts falling due within one year or on demand: |                |                |
| Bank loans                                        | <u>42,504</u>  | <u>42,504</u>  |
| Amounts falling due between one and two years:    |                |                |
| Bank loans - 1-2 years                            | <u>42,504</u>  | <u>42,504</u>  |
| Amounts falling due between two and five years:   |                |                |
| Bank loans - 2-5 years                            | <u>320,158</u> | <u>364,388</u> |

**15. LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

|                            | 2019<br>£      | 2018<br>£      |
|----------------------------|----------------|----------------|
| Within one year            | 240,586        | 248,995        |
| Between one and five years | <u>650,177</u> | <u>381,616</u> |
|                            | <u>890,763</u> | <u>630,611</u> |

**16. SECURED DEBTS**

The following secured debts are included within creditors:

|            | 2019<br>£      | 2018<br>£      |
|------------|----------------|----------------|
| Bank loans | <u>405,166</u> | <u>449,396</u> |

The bank loan is secured by a fixed and floating charge over the land and buildings and other assets of the company. The interest rate on the loan is 2.5% over base rate with loan repayments based on a 10 year term, but with a full repayment or refinancing required after 5 years (ie 2022).

**17. FINANCIAL INSTRUMENTS**

The carrying amounts of the company's financial instruments are:

**Financial assets**

Debt instruments measured at amortised cost £2,300,625 (2018: £2,744,914).

**Financial liabilities**

Measured at amortised cost £2,237,785 (2018: £2,789,051).

**Kennedy Travel (Yorkshire) Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2019**

**13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

|                          | 2019<br>£      | 2018<br>£      |
|--------------------------|----------------|----------------|
| Bank loans (see note 14) | <u>362,662</u> | <u>406,892</u> |

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An analysis of the maturity of loans is given below:

|                                                   | 2019<br>£      | 2018<br>£      |
|---------------------------------------------------|----------------|----------------|
| Amounts falling due within one year or on demand: |                |                |
| Bank loans                                        | <u>42,504</u>  | <u>42,504</u>  |
| Amounts falling due between one and two years:    |                |                |
| Bank loans - 1-2 years                            | <u>42,504</u>  | <u>42,504</u>  |
| Amounts falling due between two and five years:   |                |                |
| Bank loans - 2-5 years                            | <u>320,158</u> | <u>364,388</u> |

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|----------------------------|----------------|----------------|
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| Between one and five years | <u>650,177</u> | <u>381,616</u> |
|                            | <u>890,763</u> | <u>630,611</u> |

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|------------|----------------|----------------|
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The carrying amounts of the company's financial instruments are:

**Financial assets**

Debt instruments measured at amortised cost £2,300,625 (2018: £2,744,914).

**Financial liabilities**

Measured at amortised cost £2,237,785 (2018: £2,789,051).

**Kennedy Travel (Yorkshire) Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2019**

**18. PROVISIONS FOR LIABILITIES**

|                                                         | 2019<br>£     | 2018<br>£            |
|---------------------------------------------------------|---------------|----------------------|
| Deferred tax                                            |               |                      |
| Accelerated capital allowances                          | <u>15,889</u> | <u>12,604</u>        |
|                                                         |               | Deferred<br>tax<br>£ |
| Balance at 1 January 2019                               |               | 12,604               |
| Charge to Statement of Comprehensive Income during year |               | <u>3,285</u>         |
| Balance at 31 December 2019                             |               | <u>15,889</u>        |

**19. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

| Number: | Class:     | Nominal<br>value: | 2019<br>£      | 2018<br>£      |
|---------|------------|-------------------|----------------|----------------|
| 74,000  | Ordinary A | £1                | 74,000         | 74,000         |
| 10,000  | Ordinary B | £1                | 10,000         | 10,000         |
| 10,000  | Ordinary C | £1                | 10,000         | 10,000         |
| 6,000   | Ordinary D | £1                | <u>6,000</u>   | <u>6,000</u>   |
|         |            |                   | <u>100,000</u> | <u>100,000</u> |

**20. RESERVES**

The following reserves are included in the financial statements:

**Share capital**

This reserve relates to equity that has been obtained by the issue of shares at par value in the company to a shareholder.

**Profit and loss account**

This reserve records retained earnings and accumulated losses.

**Revaluation reserve**

This reserve contains the revaluation gains on the freehold property.

**21. PENSION COMMITMENTS**

During the year, £44,088 (2018: £37,484) has been recognised in the profit and loss account as an expense for defined contribution pension plans.

**22. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

At the start of the year there were no advances to directors in existence but during the year advances of £31,101 were made, which had not been repaid by 31 December 2019. A separate advance was made to three of the four directors being £24,632, £5,841 and £628 respectively.

**23. RELATED PARTY DISCLOSURES**

At the year end £31,101 was outstanding from the directors (2018: Directors due £162,044 from the business).

Key management personnel compensation during the year was £420,189 (2018: £481,553).

**Kennedy Travel (Yorkshire) Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2019**

**24. ULTIMATE CONTROLLING PARTY**

The controlling party is Mrs C Button.

**25. SUBSEQUENT EVENTS**

The global COVID-19 pandemic has massively impacted the UK from mid-March 2020 and caused enormous disruption to the wider society and businesses across all sectors, especially the tourism sector. This huge disruption is likely to continue for the foreseeable future and so many companies are facing unprecedented uncertainty about their immediate prospects.

This situation is without precedent and hugely uncertain. Accordingly, it is not possible to predict the future outlook with any certainty. From both a financial and operational perspective, COVID-19 may therefore impact on the going concern basis of preparing the financial statements, as described at note 3.