

COMPANY REGISTRATION NUMBER 06045158

CHAS UK LTD
FINANCIAL STATEMENTS
31 DECEMBER 2008

KPMG AUDIT PLC
Chartered Accountants & Registered Auditor
2 Cornwall Street
Birmingham
B3 2DL



CHAS UK LTD

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

CONTENTS	PAGE
Officers and professional advisers	1
The director's report	2
Independent auditor's report to the member	4
Profit and loss account	6
Balance sheet	7
Notes to the financial statements	8
The following pages do not form part of the financial statements	
Detailed profit and loss account	14
Notes to the detailed profit and loss account	15

CHAS UK LTD

OFFICERS AND PROFESSIONAL ADVISERS

The director	Mrs I P Hellinga
Company Secretary	Mr M C E Sturt
Registered office	2 Tower Terrace Greenmount Bury BL8 4BR
Auditor	KPMG Audit Plc Chartered Accountants & Registered Auditor 2 Cornwall Street Birmingham B3 2DL
Bankers	National Westminster Bank Plc 1 Princess Street London EC2R 8PB

CHAS UK LTD

THE DIRECTOR'S REPORT

YEAR ENDED 31 DECEMBER 2008

The director has pleasure in presenting her report and the financial statements of the company for the year ended 31 December 2008.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the period was to support its ultimate parent company in the provision of air transport services.

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £4,031. The director has not recommended a dividend.

FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial risk management objectives and policies are not presented in the director's report as such information is not material for the assessment of the assets, liabilities, financial position and result of the company.

DIRECTOR

The director who served the company during the year was as follows:

Mrs I P Hellinga

The company is a wholly owned subsidiary and the interests of the group director are disclosed in the financial statements of the parent company.

DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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 those financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and 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 director is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable her to ensure that the financial statements comply with the Companies Act 1985. She is 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.

CHAS UK LTD

THE DIRECTOR'S REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2008

In so far as the director is aware:

- there is no relevant audit information of which the company's auditor is unaware; and
- the director has taken all steps that she ought to have taken to make herself aware of any relevant audit information and to establish that the auditor is aware of that information.

AUDITOR

Pursuant to section 487 of the Companies Act 2006, the auditors will be deemed to be re-appointed and KPMG Audit Plc will, therefore, continue in office.

Registered office:
2 Tower Terrace
Greenmount
Bury
BL8 4BR

Signed by



MRS I P HELLINGA
Director

Approved by the director on 28/10/2009

CHAS UK LTD

INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF CHAS UK LTD

YEAR ENDED 31 DECEMBER 2008

We have audited the financial statements of CHAS UK Limited for the year ended 31 December 2008, which comprise the Profit and Loss Account, the Statement of Total Recognised Gains and Losses, the Balance Sheet and the related notes on pages 6 to 12. The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007) and on the basis of the accounting policies set out therein.

This report is made solely to the company's member, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's member those matters we are required to state to them in an auditor's 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 member as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTOR AND AUDITOR

The director's responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Director's Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Director's Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding director's remuneration and other transactions is not disclosed.

We read the Director's Report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the director in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

CHAS UK LTD

INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF CHAS UK LTD

(continued)

YEAR ENDED 31 DECEMBER 2008

OPINION

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2008 and of its profit for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Director's Report is consistent with the financial statements.



2 Cornwall Street
Birmingham
B3 2DL

KPMG AUDIT PLC
Chartered Accountants
& Registered Auditor

28/10/2009

CHAS UK LTD**PROFIT AND LOSS ACCOUNT****YEAR ENDED 31 DECEMBER 2008**

		Year to	Period from
	Note	31 Dec 08	8 Jan 07 to
		£	31 Dec 07
TURNOVER	2	104,503	85,865
Administrative expenses		(100,428)	(83,342)
Other operating income	3	1,105	150
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		5,180	2,673
Tax on profit on ordinary activities	7	(1,149)	(528)
RETAINED PROFIT FOR THE FINANCIAL YEAR		4,031	2,145
Balance brought forward		2,145	—
Balance carried forward		6,176	2,145

All of the activities of the company are classed as continuing.

The company has no recognised gains or losses other than the results for the year as set out above.

The notes on pages 8 to 12 form part of these financial statements.

CHAS UK LTD**BALANCE SHEET****31 DECEMBER 2008**

	Note	2008 £	£	2007 £
CURRENT ASSETS				
Debtors	8	38,119		18,525
Cash at bank		31,257		42,540
		<u>69,376</u>		<u>61,065</u>
CREDITORS: Amounts falling due within one year	9	<u>(63,199)</u>		<u>(58,919)</u>
NET CURRENT ASSETS			<u>6,177</u>	<u>2,146</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>6,177</u>	<u>2,146</u>
CAPITAL AND RESERVES				
Called-up equity share capital	11		1	1
Profit and loss account			<u>6,176</u>	<u>2,145</u>
SHAREHOLDER'S FUNDS	12		<u>6,177</u>	<u>2,146</u>

These financial statements were approved and signed by the director and authorised for issue on

28/10/2009

MRS I P HELLINGA

Director

Company Registration Number 06045158

The notes on pages 8 to 12 form part of these financial statements.

CHAS UK LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention.

And in accordance with applicable accounting standards.

Cash flow statement

The director has taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is wholly owned and its parent publishes a consolidated cash flow statement.

Turnover

The turnover shown in the profit and loss account represents services supplied during the period, exclusive of Value Added Tax.

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 the transaction. Exchange differences are taken into account in arriving at the operating profit.

2. TURNOVER

The turnover and profit before tax are attributable to the one principal activity of the company. An analysis of turnover is given below:

	Year to 31 Dec 08 £	Period from 8 Jan 07 to 31 Dec 07 £
Germany	<u>104,503</u>	<u>85,865</u>

3. OTHER OPERATING INCOME

	Year to 31 Dec 08 £	Period from 8 Jan 07 to 31 Dec 07 £
Other operating income	<u>1,105</u>	<u>150</u>

CHAS UK LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

4. OPERATING PROFIT

Operating profit is stated after charging:

	Year to 31 Dec 08 £	Period from 8 Jan 07 to 31 Dec 07 £
Director's emoluments	—	—
Auditor's remuneration		
- as auditor	3,000	2,550
Net loss on foreign currency translation	—	52
	<u> </u>	<u> </u>

5. PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to:

	Year to 31 Dec 08 No	Period from 8 Jan 07 to 31 Dec 07 No
Number of staff	5	10
	<u> </u>	<u> </u>

The aggregate payroll costs of the above were:

	Year to 31 Dec 08 £	Period from 8 Jan 07 to 31 Dec 07 £
Wages and salaries	79,859	67,334
Social security costs	7,190	5,627
	<u>87,049</u>	<u>72,961</u>

6. DIRECTOR'S EMOLUMENTS

The director received no emoluments in respect of services to this company.

CHAS UK LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

7. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	Year to 31 Dec 08 £	Period from 8 Jan 07 to 31 Dec 07 £
Current tax:		
UK Corporation tax based on the results for the year at 28% (2007 - 30%)	1,149	528
Total current tax	<u>1,149</u>	<u>528</u>

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 28% (2007 - 30%).

	Year to 31 Dec 08 £	Period from 8 Jan 07 to 31 Dec 07 £
Profit on ordinary activities before taxation	<u>5,180</u>	<u>2,673</u>
Profit on ordinary activities by rate of tax	1,476	535
Change in tax rates	-	(7)
Marginal relief	<u>(327)</u>	<u>-</u>
Total current tax (note 7(a))	<u>1,149</u>	<u>528</u>

8. DEBTORS

	2008 £	2007 £
Amounts owed by group undertakings	37,218	18,471
VAT recoverable	354	53
Other debtors	<u>547</u>	<u>1</u>
	<u>38,119</u>	<u>18,525</u>

CHAS UK LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

9. CREDITORS: Amounts falling due within one year

	2008	2007
	£	£
Amounts owed to group undertakings	51,288	47,684
Other creditors including taxation:		
Corporation tax	1,677	528
Other creditors	4,757	3,824
	<u>57,722</u>	<u>52,036</u>
Accruals and deferred income	5,477	6,883
	<u>63,199</u>	<u>58,919</u>

10. RELATED PARTY TRANSACTIONS

At the balance sheet date, the company was owed £37,218 by other group companies.

In addition, £51,288 was owed by the company to other group companies at the balance sheet date.

11. SHARE CAPITAL

Authorised share capital:

	2008	2007
	£	£
1 Ordinary shares of £1 each	<u>1</u>	<u>1</u>

Allotted, called up and fully paid:

	2008		2007	
	No	£	No	£
Ordinary shares of £1 each	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>

12. RECONCILIATION OF MOVEMENTS IN SHAREHOLDER'S FUNDS

	2008	2007
	£	£
Profit for the financial year	4,031	2,145
New ordinary share capital subscribed	—	1
Net addition to shareholder's funds	<u>4,031</u>	<u>2,146</u>
Opening shareholder's funds	2,146	—
Closing shareholder's funds	<u>6,177</u>	<u>2,146</u>

CHAS UK LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

13. ULTIMATE PARENT COMPANY

The company is a subsidiary undertaking of Air Berlin Plc which is the ultimate parent company, incorporated in England and Wales.

The largest group in which the results of the company are consolidated is that headed by Air Berlin Plc. The consolidated financial statements of this group are available to the public and may be obtained from The Hour House, 32 High Street, Rickmansworth, Hertfordshire, WD3 1ER.

CHAS UK LTD

MANAGEMENT INFORMATION

YEAR ENDED 31 DECEMBER 2008

**The following pages do not form part of the statutory financial statements
which are the subject of the independent auditor's report on pages 4 to 5.**

CHAS UK LTD**DETAILED PROFIT AND LOSS ACCOUNT****YEAR ENDED 31 DECEMBER 2008**

	Year to 31 Dec 08 £	Period from 8 Jan 07 to 31 Dec 07 £
TURNOVER	104,503	85,865
 OVERHEADS		
Administrative expenses	(100,428)	(83,342)
	<u>4,075</u>	<u>2,523</u>
 OTHER OPERATING INCOME		
Sundry income	1,105	150
 PROFIT ON ORDINARY ACTIVITIES	<u>5,180</u>	<u>2,673</u>

CHAS UK LTD**NOTES TO THE DETAILED PROFIT AND LOSS ACCOUNT****YEAR ENDED 31 DECEMBER 2008**

	Year to 31 Dec 08 £	£	Period from 8 Jan 07 to 31 Dec 07 £
ADMINISTRATIVE EXPENSES			
Personnel costs			
Wages and salaries	79,859		67,334
Employer's national insurance contributions	7,190		5,627
		87,049	72,961
Establishment expenses			
Insurance		523	—
General expenses			
Travel and subsistence	2,297		1,755
Staff training	303		2,306
Sundry expenses	879		204
Legal and professional fees	1,213		—
Accountancy fees	4,654		1,450
Auditors remuneration	3,000		2,550
		12,346	8,265
Financial costs			
Bank charges	510		2,064
Foreign currency gains/losses	—		52
		510	2,116
		100,428	83,342