

To Secured Creditors of Travelodge Hotels Limited

3 June 2020

Our ref: TRAV00L/RXL/NA/CVA_015

Dear Sir/Madam

Proposed Company Voluntary Arrangement of Travelodge Hotels Limited - ("the Company") Rules 2.25(4) and 2.27 of the Insolvency (England & Wales) Rules 2016 ("the Rules")

Daniel Butters and I were appointed by the Company on 3 June 2020 to act as Nominees in relation to the proposed company voluntary arrangement ("CVA") of the Company.

In our capacity as Joint Nominees, we are of the opinion that the CVA as set out in the directors' Proposal has a reasonable prospect of being approved and implemented, and have today issued Notices convening meetings of the creditors and the Company to decide on the Proposal.

Please note that the Proposal **does not seek to compromise your claim** or otherwise affect your rights as a secured creditor. You are however still entitled to vote in the CVA and in which case the value of your debt for voting purposes will be limited to the value of the unsecured element, if any, of your claim.

Formal Notice of the meetings together with a copy of the directors' Proposal, statement of affairs, a copy of our comments as Nominees on the Proposal and Notice of Claim Form are available on the website set up for the Company as follows:

- The web address is: www.ips-docs.com
- The login case code is: "TRAV00L ~ Deloitte LLP" (please start typing 'TRAV00L' and select this option from drop down list)
- Your unique ID is: *Please contact Deloitte if you require a unique password to access the website*

All documents will be retained on the website which will remain live until two months after the conclusion of the proceedings.

We have provided on the final page of this letter (which may be on the reverse) a FAQ section which we hope will cover any queries you may have. Please do read this section carefully as it also provides information on how to make sure you can keep in touch with matters as they progress.

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Please contact us using the details above should you have any queries regarding any of the above matters.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Ian Wormleighton', with a long horizontal flourish extending to the right.

Ian Wormleighton

Joint Nominee

Deloitte LLP

Frequently Asked Questions (FAQs)

Q1 I don't have access to the internet. How can I keep in touch with what's happening?

You can ask us to provide you, free of charge, with a hard copy of any document uploaded to the website either now or in the future. If you would like us to do so please contact us by using any of the contact details given below:

- Phone – +44 121 695 5732
- Email – travelodgecreditors@deloitte.co.uk
- Postal address – c/o Deloitte LLP, Four Brindleyplace, Birmingham, B1 2HZ

Q2 Why can't you just write to me?

The use of a website to deliver documents is more efficient in terms of delivery (the documents can be viewed and downloaded immediately) and cost (there is no additional postage cost which can result in substantial saving for the estate). We will however provide you with hard copy documents if you prefer – see Q1 above.

Q3 What will you be putting on the website and when? How often do I need to look?

The following statutory documents and Notices will be uploaded to the website:

- The result of the consideration of the Proposal will be made available for viewing and downloading on this website within 4 business days after the decision date, currently 19 June 2020, subject to any adjournments.
- An annual report to creditors on progress and prospects for full implementation of the proposal will be uploaded to the website within two months of each anniversary.
- If there is any other matter on which we are required to seek a decision from creditors, such as concerning a modification, Notice of the decision procedure and the matter to be decided on will be uploaded to the website. Timings here are variable and thus you may wish to monitor the site at least monthly.
- Within 28 days of termination or full implementation of the proposal, Notice confirming the CVA is at an end, together with a final report summarising receipts and payments, explaining any departures from the terms of the CVA as originally intended and, in the event that the CVA has failed, reasons for the failure. Please note we anticipate that the CVA will complete on 31 December 2021.

Q4. I don't want to be bombarded with paperwork but I do want to know if I'm going to get any money back. How can I do that?

You can elect to opt out of receiving further documents ("opt out") relating to these proceedings. However, as all future statutory notices and documents will be uploaded to the case website without further notice to you, we do not consider it is necessary for you to exercise your right to opt out. We have nonetheless provided guidance relating to your right to opt out on the website under "Information for Creditors". Even if you do decide to exercise your right to opt out we would still be required to notify you of any prospective dividend.

Q5. Do I need to submit a claim and how do I do that?

- Yes.
A "**Notice of Claim**" is attached to this letter and may also be downloaded from the website. It should be completed and returned to us together with any supporting documentation. Alternatively you can ask us to supply you with a hard copy Notice of Claim, using the contact details given above

Q6. Can I vote, or instruct someone to vote on my behalf, before/at the meeting?

- Yes.
- A **proxy form** is attached to this letter and may also be downloaded from the website. It should be used to vote and/or nominate a proxy to vote on their behalf at the virtual meeting.
- It should be completed and returned to us together with any supporting documentation. Alternatively you can ask us to supply you with a hard copy **proxy form**, using the contact details given above.

Q7. Can I get VAT bad debt relief and if so how?

VAT bad debt relief is available in respect of all debts on supplies made on or after 1 April 1989, for which VAT was charged and accounted for to HM Revenue & Customs, which has been outstanding for a period of six months and is written off in the accounts. No further documentation is necessary.

Q8. How will you look after personal data?

We are committed to protecting your information by handling it responsibly and safeguarding it using appropriate technical, administrative and physical security measures. You can view our Privacy Notice here www.ips-docs.com or ask us to provide you with a copy if you prefer.