

Registration number 0670040

Chelsea Securities "B" Limited

Directors' Report and Financial Statements

Year Ended 31 December 2010

Dixon Wilson
22 Chancery Lane
London
WC2A 1LS



Chelsea Securities "B" Limited

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Chelsea Securities "B" Limited

Company Information

Year Ended 31 December 2010

Directors The Earl Cadogan D L
 Viscount Chelsea
 The Hon J H M Bruce
 J D Gordon
 C V Ellingworth

Company secretary May May & Merrimans

Registered office 12 South Square
 Gray's Inn
 London
 WC1R 5HH

Auditors Dixon Wilson
 22 Chancery Lane
 London
 WC2A 1LS

Chelsea Securities "B" Limited

Directors' Report

Year Ended 31 December 2010

The directors present their report and the financial statements for the year ended 31 December 2010

Directors of the company

The directors who held office during the year were as follows

The Earl Cadogan D L

Viscount Chelsea

The Hon J H M Bruce

J D Gordon

C V Ellingworth (appointed 27 April 2010)

Principal activity

The principal activity of the company is that of an investment company

Disclosure of information to the auditors

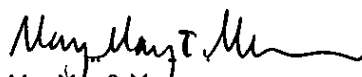
Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information

The directors confirm that there is no relevant information that they know of and which they know the auditors are unaware of

Small company provisions

This report has been prepared in accordance with the small companies regime under the Companies Act 2006

Approved by the Board on 22/1/11 and signed on its behalf by



May May & Merrimans
Company secretary

Chelsea Securities "B" Limited

Statement of Directors' Responsibilities

The directors are responsible for preparing the Directors' Report 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 apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent, and
- 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.

Independent Auditors' Report to the Members of Chelsea Securities "B" Limited

We have audited the financial statements of Chelsea Securities "B" Limited for the year ended 31 December 2010, set out on pages 6 to 11. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities (set out on page 3), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

Opinion on the financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2010 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to smaller entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Independent Auditors' Report to the Members of Chelsea Securities "B" Limited

Matters on which we are required to report by exception

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, or
- the directors were not entitled to prepare the financial statements and the Directors' Report in accordance with the small companies regime



Mark Waterman FCA (Senior Statutory Auditor)
For and on behalf of Dixon Wilson, Statutory Auditors

22 Chancery Lane
London
WC2A 1LS

Date *26th September 2011*

Chelsea Securities "B" Limited
Profit and Loss Account
Year Ended 31 December 2010

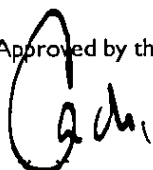
	Note	2010 £	2009 £
Administrative expenses		(13,412)	(15,117)
Profit on disposal of fixed asset investments		<u>78,808</u>	<u>142,079</u>
Operating profit		<u>65,396</u>	<u>126,962</u>
Profit on ordinary activities before investment income and interest		65,396	126,962
Income from fixed asset investments		21,324	27,976
Other interest receivable and similar income		<u>128</u>	<u>705</u>
Profit on ordinary activities before taxation		86,848	155,643
Tax on profit or loss on ordinary activities	3	<u>(16,947)</u>	<u>(25,425)</u>
Profit for the financial year	9	<u>69,901</u>	<u>130,218</u>

Chelsea Securities "B" Limited
(Registration number: 0670040)
Balance Sheet at 31 December 2010

	Note	2010 £	2009 £
Fixed assets			
Investments	4	512,456	465,453
Current assets			
Debtors	5	20,746	14
Cash at bank and in hand		131,218	136,783
		151,964	136,797
Creditors Amounts falling due within one year	6	(44,155)	(36,886)
Net current assets		107,809	99,911
Net assets		620,265	565,364
Capital and reserves			
Called up share capital	7	100	100
Other reserves	9	603,178	543,913
Profit and loss account	9	16,987	21,351
		620,265	565,364

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Approved by the Board on 22/1/11 and signed on its behalf by



The Earl Cadogan D L
Director

Chelsea Securities "B" Limited
Notes to the Financial Statements
Year Ended 31 December 2010

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Turnover

Dividends and interest received from investments are credited to the profit and loss account on the date they become ex-div without making any adjustment for amounts accrued at the dates of purchase and sale of the securities

Fixed asset investments

Fixed assets investments are included in the balance sheet at cost less provision for impairment

Foreign currency

Transactions in foreign currencies are recorded at the date of exchange ruling at the date of the transaction

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

2 Auditor's remuneration

	2010 £	2009 £
Audit of the financial statements	2,500	2,500
Other fees to auditors		
Other services pursuant to legislation	3,801	398
	<u>6,301</u>	<u>2,898</u>

Chelsea Securities "B" Limited
Notes to the Financial Statements
Year Ended 31 December 2010

3 Taxation

Tax on profit on ordinary activities

	2010 £	2009 £
Current tax		
Corporation tax charge	16,947	25,393
Adjustments in respect of previous years	-	359
Double taxation relief	-	(327)
UK Corporation tax	<u>16,947</u>	<u>25,425</u>
The company is a close investment holding company		

4 Investments held as fixed assets

	2010 £	2009 £
Other investments	<u>512,456</u>	<u>465,453</u>
Other investments		
	Listed investments £	Total £
Cost		
At 1 January 2010	465,453	465,453
Additions	151,162	151,162
Disposals	<u>(104,159)</u>	<u>(104,159)</u>
At 31 December 2010	<u>512,456</u>	<u>512,456</u>
Net book value		
At 31 December 2010	<u>512,456</u>	<u>512,456</u>
At 31 December 2009	<u>465,453</u>	<u>465,453</u>

Chelsea Securities "B" Limited
Notes to the Financial Statements
Year Ended 31 December 2010

5 Debtors

	2010 £	2009 £
Other debtors	20,746	14
	<u>20,746</u>	<u>14</u>

6 Creditors: Amounts falling due within one year

	2010 £	2009 £
Corporation tax	16,401	24,228
Other creditors	20,302	7,826
Accruals	7,452	4,832
	<u>44,155</u>	<u>36,886</u>

7 Share capital

Allotted, called up and fully paid shares

	No.	2010 £	No.	2009 £
Ordinary of £1 00 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

8 Dividends

	2010 £	2009 £
Dividends paid		
Prior year final dividend paid	-	12,000
Dividends proposed and recognised in the accounts		
Ordinary dividend proposed	<u>15,000</u>	<u>-</u>
	<u>15,000</u>	<u>12,000</u>

Chelsea Securities "B" Limited
Notes to the Financial Statements
Year Ended 31 December 2010

9 Reserves

	Capital reserve £	Profit and loss account £	Total £
At 1 January 2010	543,913	21,351	565,264
Profit for the year	-	69,901	69,901
Dividends	-	(15,000)	(15,000)
Transfer of net profit on disposal	59,265	(59,265)	-
At 31 December 2010	<u>603,178</u>	<u>16,987</u>	<u>620,165</u>

10 Related party transactions

During the year the company carried out the following related party transactions
Cazenove Capital Management Limited (common director, Mr J Gordon) During the year, Cazenove Capital Management Limited provided management services to the company to the value of £4,072 (2009 - £4,632) At the balance sheet date the amount due to Cazenove Capital Management Limited was £nil (2009 - £nil)

11 Control

The company is controlled by the Trustees of the Eighth Earl Cadogan's 4 December 1961 Settlement. The trustees are J A De Havilland, J D Gordon, the Hon J H M Bruce and C V Ellingworth
