

**CHERITON RESOURCES 16 LIMITED**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2013**

Registration number: 01653773

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## **Directors' Report**

The directors have pleasure in submitting their report together with the financial statements for the year ended 31 December 2013.

### **Business review**

The principal activity of the Company was the provision of leasing finance. No new business was entered into during the year.

### **Results and dividends**

The result for the year ended 31 December 2013 is a loss of £11 (2012: loss of £1,968) and the income statement is set out on page 5.

The directors did not declare a dividend for the year (2012: £nil).

### **Directors**

**The directors who served during the period were:**

K. Morrison

M. Schuller

None of the directors had any material interest in any contract in relation to the business of the Company.

### **Disclosure of information to auditors**

Each of the persons who are a director at the date of approval of this report confirms that:

- as 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 the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of section 418 of the Companies Act 2006.

### **Auditor**

KPMG LLP are deemed to be reappointed as statutory auditors under section 487(2) of the Companies Act 2006 and will therefore continue in office.

By order of the Board,



Claire Piccolin  
Secretary

21 AUGUST 2014

UK Terminal  
Ashford Road,  
Folkestone,  
Kent,  
CT18 8XX

## **Statement of Directors' responsibilities in respect of the Directors' Report and the Financial Statements**

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 they have elected to prepare the financial statements in accordance with International Financial Reporting Standards (IFRSs) as adopted by the EU 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 estimates that are reasonable and prudent;
- state whether they have been prepared in accordance with IFRSs as adopted by the EU; 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

## Independent Auditor's Report to the members of Cheriton Resources 16 Limited

We have audited the financial statements of Cheriton Resources 16 Limited for the year ended 31 December 2013 set out on pages 5 to 9. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the EU.

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 auditor

As explained more fully in the Directors' Responsibilities Statement 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

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

### Opinion on 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 2013 and of its loss for the year then ended;
- have been properly prepared in accordance with IFRSs as adopted by the EU; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

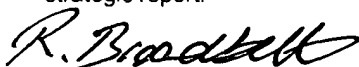
### Opinion on other matter prescribed by the Companies Act 2006

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.

### 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 take advantage of the small companies exemption from the requirement to prepare a strategic report.



**Richard Broadbelt (Senior Statutory Auditor)**  
for and on behalf of KPMG LLP, Statutory Auditor  
Chartered Accountants  
KPMG LLP  
15 Canada Square  
London  
E14 5GL

*21 August* 2014

## Income statement

£	Notes	2013	2012
Other expenses		(11)	(1,968)
<b>Operating loss and loss before taxation</b>	<b>2</b>	<b>(11)</b>	<b>(1,968)</b>
Income tax expense	3	-	-
<b>Loss after taxation and loss attributable to equity shareholders</b>		<b>(11)</b>	<b>(1,968)</b>

The results in the income statement relate to continuing operations.

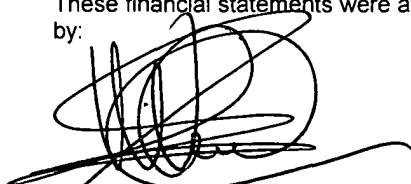
There are no other items of comprehensive income for either the current or the previous year.

## Balance sheet

£	Notes	31 December 2013	31 December 2012
<b>ASSETS</b>			
<b>Current assets</b>			
Cash	5	743,335	743,346
<b>Total current assets and total assets</b>		<b>743,335</b>	<b>743,346</b>
<b>EQUITY AND LIABILITIES</b>			
Share capital	4	1,000	1,000
Other reserves	6	5,440,000	5,440,000
Retained earnings		(4,697,665)	(4,697,654)
<b>Total equity</b>		<b>743,335</b>	<b>743,346</b>
<b>Current liabilities</b>			
Other payables		-	-
<b>Total current liabilities</b>		<b>-</b>	<b>-</b>
<b>Total equity and liabilities</b>		<b>743,335</b>	<b>743,346</b>

The notes on pages 7 to 9 form part of these financial statements.

These financial statements were approved by the Board of Directors on 21 August 2014 and signed on its behalf by:



Michael Schuller, Director.

Company registration number: 01653773.

## Statement of cash flows

£	Notes	2013	2012
Loss for the year		(11)	(1,968)
<b>Loss from operating activities</b>		<b>(11)</b>	<b>(1,968)</b>
Decrease in other receivables		-	2,006
Decrease in other payables		-	(6,163)
<b>Cash outflow from operating activities</b>		<b>(11)</b>	<b>(6,125)</b>
<b>Cash inflow from financing activities</b>		<b>-</b>	<b>-</b>
<b>Decrease in cash in the year</b>	<b>5</b>	<b>(11)</b>	<b>(6,125)</b>

## Statement of changes in equity

£	2013			2012		
	Share capital (£1,000) and other reserve	Retained earnings	Total	Share capital (£1,000) and other reserve	Retained earnings	Total
As at 1 January	5,441,000	(4,697,654)	743,346	5,441,000	(4,695,686)	745,314
Loss for the year	-	(11)	(11)	-	(1,968)	(1,968)
<b>As at 31 December</b>	<b>5,441,000</b>	<b>(4,697,665)</b>	<b>743,335</b>	<b>5,441,000</b>	<b>(4,697,654)</b>	<b>743,346</b>

The notes on pages 7 to 9 form part of these financial statements.

## **Notes to the financial statements**

### **1. Basis of accounting and significant accounting policies**

#### **Statement of compliance**

The accounts of the Company have been prepared in accordance with International Financial Reporting Standards (IFRSs) as endorsed by the EU and effective at 31 December 2013. No standards published by the IASB but not yet adopted by the European Union at 31 December 2013 have been applied in anticipation. No significant effect is expected from the future application of these standards.

#### **Basis of preparation and presentation**

The financial statements are presented in sterling. They are prepared under the historical cost convention and on the going concern basis. There are no judgements or estimates made by management in their application of IFRSs that could have significant effects on these financial statements.

The directors confirm, having made appropriate enquiries that the Company has adequate resources to continue to operate for the foreseeable future.

#### **Significant accounting policies**

##### **Taxation**

Income tax on the profit or loss for the year comprises current and deferred tax. Income tax is recognised in the income statement except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided using the balance sheet liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the balance sheet date. A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised.

All taxation liabilities of the Company are met by fellow Eurotunnel Group undertakings.

### **2. Operating loss**

The operating loss is stated excluding audit fees of £800 (2012: £800) borne by Eurotunnel, another Group company. Fees during the year for non-audit services provided by the auditors, KPMG LLP, and their associates, were £nil (2012: £nil).

### **3. Income tax expense**

#### **3.1 Analysis of income tax expense for the year**

There is no UK corporation tax charge for the year (2012: £ nil).

### 3.2 Factors affecting the tax charge for the year

£	2013	2012
Loss before taxation	(11)	(1,968)
Loss multiplied by tax rate 23.25% (2012: 24.5%)	(3)	(482)
Tax losses surrendered as group relief for no consideration	3	482
<b>Income tax expense for the year</b>	<b>-</b>	<b>-</b>

### 3.3 Factors affecting future tax charges

Reductions in the UK corporation tax rate from 26% to 24% (effective from 1 April 2012) and to 23% (effective from 1 April 2013) were substantively enacted on 26 March 2012 and 3 July 2012 respectively. Further reductions to 21% (effective from 1 April 2014) and 20% (effective from 1 April 2015) were substantively enacted on 2 July 2013. This will reduce the company's future current tax charge/credit accordingly.

No current or deferred tax amounts are provided for due to the Company's arrangement with fellow UK Eurotunnel Group undertakings to meet all of the Company's taxation liabilities by the provision of group relief.

## 4. Share capital

£	31 December 2013	31 December 2012
Allotted, called-up and fully paid: 1,000 ordinary share of £1 each	1,000	1,000

## 5. Cash and cash equivalents

Movement during the year:

£	2013	2012
Opening cash and cash equivalents	743,346	749,471
Decrease in cash in year	(11)	(6,125)
<b>Closing cash and cash equivalents</b>	<b>743,335</b>	<b>743,346</b>

## 6. Other reserves

On 30 September 2003, the Company's parent company made a non-repayable capital contribution of £5,440,000 to the Company.

## 7. Directors' emoluments

Directors are remunerated by fellow Eurotunnel Group undertakings for their duties to the Eurotunnel Group as a whole. The directors received no specific emoluments for their services to the Company during the year (2012: £nil).

The Board is not aware of any contract of significance (other than their service contracts) in relation to the Company or its subsidiaries in which any director has any material interest.



## **8. Related party disclosures**

The Company's immediate parent undertaking is Cheriton Resources 9 Limited, a company registered in England and Wales. The results of the Company are consolidated in the consolidated financial statements of Groupe Eurotunnel SA, the Company's ultimate parent company and controlling party and a company registered in France. A copy of Groupe Eurotunnel SA's consolidated financial statements is available on the Eurotunnel Group's website [www.eurotunnelgroup.com](http://www.eurotunnelgroup.com).