

CS Leisure Limited
Annual report and financial statements
for the year ended
31 December 2017



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Officers and professional advisers

The Board of Directors

H Cobbold
A Bellamy

Company secretary

A Bellamy

Registered office

Town Centre House
Merrion Centre
Leeds
West Yorkshire
LS2 8LY

Directors' report

for the year ended 31 December 2017

The directors present their annual report and the unaudited financial statements of the company for the year ended 31 December 2017.

Principal activity and business review

The company did not trade during the current or prior years and the directors believe this will continue for the foreseeable future. There are no key performance indicators or principle risks and uncertainties associated with this company because of its dormant status.

Directors

The directors who served the company during the year and up to signing the financial statements were as follows:

H Cobbold

A Bellamy

J de Bruin (resigned 30 November 2017)

P Roberts (resigned 30 November 2017)

Employees

CS Leisure Limited has no employees.

Statement of directors' responsibilities

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulation.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", 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 the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 101, have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

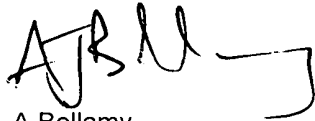
Directors' report (continued)

for the year ended 31 December 2017

Statement of directors' responsibilities (continued)

The directors 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.

On behalf of the Board

A handwritten signature in black ink, appearing to read 'A Bellamy', with a long horizontal stroke extending to the right.

A Bellamy
Director

23 March 2018

Statement of comprehensive income
for the year ended 31 December 2017

	Note	2017 £'000	2016 £'000
Exceptional administrative expenses	5	-	(468)
Total operating and comprehensive result/(expense) for the year		-	(468)

Statement of financial position

as at 31 December 2017

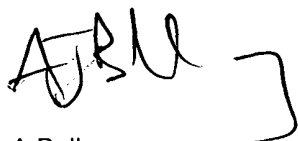
	Note	2017 £'000	2016 £'000
Equity			
Called up share capital	7	395	395
Share premium account		188	188
Accumulated losses		(583)	(583)
TOTAL EQUITY		-	-

For the year ending 31 December 2017 the company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies.

Directors' statements;

1. The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.
2. The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The notes on pages 9 to 12 are an integral part of these financial statements. The financial statements of CS Leisure Limited, registered number 02357146, on pages 6 to 12 were approved by the board of directors and authorised for issue on 23 March 2018 and were signed on its behalf by:



A Bellamy
Director

Statement of changes in equity
for the year ended 31 December 2017

	Called up share capital £'000	Share premium account £'000	Accumulated losses £'000	Total equity £'000
Balance as at 1 January 2016	395	188	(115)	468
Total comprehensive expense for the financial year ended 31 December 2016	-	-	(468)	(468)
Balance as at 31 December 2016 and 2017	395	188	(583)	-

Notes to the financial statements

1 General Information

CS Leisure Limited is a dormant company and is expected to remain as such for the foreseeable future. The company is a private company limited by shares and is incorporated and domiciled in the UK. The address of its registered office is Town Centre House, Merrion Centre, Leeds, LS2 8LY.

2 Summary of significant accounting policies

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

Basis of preparation

The financial statements are presented in sterling, rounded to the nearest thousand. They are prepared on a going concern basis and under the historical cost convention. The principal accounting policies applied in the preparation of these financial statements are set out below, and, unless otherwise stated, these policies have been consistently applied to all the periods presented.

These financial statements have been prepared in accordance with United Kingdom Accounting Standards, in particular, Financial Reporting Standard 101 "Reduced Disclosure Framework (FRS 101)" and, the Companies Act 2006 (the Act). FRS 101 sets out a reduced disclosure framework for a "qualifying entity" as defined in the standard which addresses the financial reporting requirements and disclosure exemptions in the individual financial statements of qualifying entities that otherwise apply the recognition, measurement and disclosure requirements of EU-adopted IFRS.

The Company is a qualifying entity for the purposes of FRS 101. Note 9 gives details of the Company's ultimate parent and from where its consolidated financial statements prepared in accordance with IFRS may be obtained. The company is a wholly-owned subsidiary of LA Fitness Limited and is included in the consolidated financial statements of Gym Topco Limited which are publicly available. Consequently, the company has taken advantage of the exemption from preparing consolidated financial statements under the terms of section 400 of the Companies Act 2006.

The principle disclosure exemptions adopted by the Company in accordance with FRS 101 are as follows:

- IFRS 7 financial instrument disclosures;
- IAS 1 information on management of capital;
- IAS 8 disclosures in respect of new standards and interpretations that have been issued but which are not yet effective;
- IAS 24 disclosure of key management personnel compensation;
- IAS 24 disclosures in respect of related party transactions entered into between fellow group companies;
- Roll-forward reconciliations in respect of share capital (IAS 1) and property, plant and equipment (IAS 16); and
- IAS 7 exemption from preparing a cash flow statement and related notes.

Notes to the financial statements (continued)

2 Summary of significant accounting policies (continued)

Taxation

Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Exceptional items

Exceptional items are disclosed separately in the financial statements where it is necessary to do so to provide further understanding of the financial performance of the company. They are material items of income or expense that have been shown separately due to the significance of their nature or amount.

3 Critical accounting estimates and assumptions

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The directors do not believe that there are any significant accounting estimates or judgements that impact the financial statements.

4 Employees and directors

Employees

The company has no employees (2016: nil).

Directors

No directors received any remuneration in respect of their services to the company (2016: nil).

The key management of the group are deemed to be the same as the directors of the group, therefore no additional disclosure of key management compensation has been provided.

5 Exceptional items

Items that are material either because of their size or their nature, or that are nonrecurring are considered as exceptional items and are presented within the line items to which they best relate. These items are analysed further below.

	31 December 2017 £'000	31 December 2016 £'000
Provision for impairment of amounts receivable from group undertakings	-	468
	-	468

Notes to the financial statements (continued)

6 Income tax

Tax result for the year is lower (2016: lower) than the standard rate of corporation tax in the UK for the year ended 31 December 2017 of 19.25% (2016: 20%). The differences are explained below:

	31 December 2017 £'000	31 December 2016 £'000
Result/(loss) before income tax	-	(468)
Tax on result/(loss) on ordinary activities at standard UK corporation tax rate of 19.25% (2016 20%)	-	(94)
Effects of:		
- Expenses not deductible for tax purposes	-	94
Total tax charge for the year	-	-

Factors that may affect future tax charges

On 16 March 2016, a reduction in the standard rate of UK Corporation Tax to 17% from 1 April 2020 was announced and substantively enacted on 6 September 2016.

Notes to the financial statements (continued)

7 Called up share capital

Shares classified as capital – authorised

	2017 £'000	2016 £'000
555,555 Ordinary shares of 50p each	278	278
2,000,000 'B' Ordinary shares of 1p each	20	20
138,888 'A' Ordinary shares of £1 each	139	139
	437	437

Shares classified as capital - allotted and fully paid

	2017 £'000	2016 £'000
500,000 Ordinary shares of 50p each	250	250
2,000,000 'B' Ordinary shares of 1p each	20	20
125,000 'A' Participating Preference shares of £1 each	125	125
	395	395

8 Related party transactions

See note 4 for directors' remuneration.

Advantage has been taken of the exemption in IAS 24 not to disclose transactions between Gym Topco Limited and its subsidiaries.

9 Controlling party

The company is a subsidiary undertaking of LA Fitness Limited, a company incorporated in the UK.

The smallest and largest group into which the results of the company are consolidated is Gym Topco Limited, a company incorporated in the UK. These financial statements, which are publicly available, can be obtained from the registered office: Town Centre House, Merrion Centre, Leeds, West Yorkshire, LS2 8LY.

The ultimate controlling party is Leonard Green & Partners LP, 11111 Santa Monica Boulevard, Suite 2000, Los Angeles, California 90025, United States of America.