

Registered number: 02527923

CHINA FLEET COUNTRY CLUB LIMITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 31 MAY 2023



CHINA FLEET COUNTRY CLUB LIMITED
REGISTERED NUMBER:02527923

STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2023

	Note	2023 £	2023 £	2022 £	2022 £
Fixed assets					
Tangible assets	5		17,716		23,310
			<u>17,716</u>		<u>23,310</u>
Current assets					
Stocks	6	145,565		116,770	
Debtors: amounts falling due within one year	7	1,097,377		972,514	
Cash at bank and in hand		472,148		880,671	
		<u>1,715,090</u>		<u>1,969,955</u>	
Creditors: amounts falling due within one year	8	(1,523,728)		(1,698,118)	
Net current assets			<u>191,362</u>		<u>271,837</u>
Total assets less current liabilities			<u>209,078</u>		<u>295,147</u>
Creditors: amounts falling due after more than one year	9		(171,715)		(257,784)
Net assets			<u><u>37,363</u></u>		<u><u>37,363</u></u>
Capital and reserves					
Called up share capital	11		1,000		1,000
Profit and loss account			36,363		36,363
			<u><u>37,363</u></u>		<u><u>37,363</u></u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



Mr D A Bennett
Director

Date:

The notes on pages 2 to 8 form part of these financial statements.

CHINA FLEET COUNTRY CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2023

1. GENERAL INFORMATION

The China Fleet Country Club Limited is a private company limited by shares (registered number: 02527923), incorporated in England, United Kingdom.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies (see note 3).

The financial statements are presented in pounds sterling, which is considered to be the functional currency of the company, and are rounded to the nearest £.

The following principal accounting policies have been applied:

2.2 FINANCIAL REPORTING STANDARD 102 - REDUCED DISCLOSURE EXEMPTIONS

The Company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of the China Fleet Trust as at 31 May 2022 and these financial statements may be obtained from Companies House.

2.3 GOING CONCERN

The financial statements have been prepared on the going concern basis.

China Fleet Trust has a 5-year non-exclusive licence and operating agreement (signed on 31st March 2023) for the Company to operate the club and act as agent for the Trust in providing on site leisure and recreational facilities for the beneficiaries. There is no reason to believe that this contract will not be renewed.

The company has net current assets at the year end of £191,362. The Directors are regularly briefed by the Company's Managing Director with departmental performance reports, beneficiary usage and cash flow forecasts that provide evidence so that the Directors can be satisfied that the company remains a going concern.

The Directors consider the company is a going concern for this reason.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2023

2. ACCOUNTING POLICIES (continued)

2.4 REVENUE RECOGNITION

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

Rendering of services

Turnover from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.5 OPERATING LEASES: THE COMPANY AS LESSEE

Rentals paid under operating leases are charged to profit or loss on a straight-line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight-line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

2.6 GOVERNMENT GRANTS

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of Income and Retained Earnings in the same period as the related expenditure.

2.7 FINANCE COSTS

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.8 BORROWING COSTS

All borrowing costs are recognised in profit or loss in the year in which they are incurred.

2.9 PENSIONS

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

CHINA FLEET COUNTRY CLUB LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2023**

2. ACCOUNTING POLICIES (continued)

2.10 TANGIBLE FIXED ASSETS

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Plant and machinery	-	20%
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The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

2.11 STOCKS

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a weighted average basis. Work in progress and finished goods include labour and attributable overheads.

At each reporting date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

2.12 DEBTORS

Short-term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.13 CREDITORS

Short-term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

CHINA FLEET COUNTRY CLUB LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2023**

**3. JUDGEMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION
UNCERTAINTY**

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.

Critical accounting estimates and assumptions:

The Group makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

4. EMPLOYEES

The average monthly number of employees, including directors, during the year was 230 (2022: 223).

5. TANGIBLE FIXED ASSETS

	Plant and machinery £
COST OR VALUATION	
At 1 June 2022	27,972
At 31 May 2023	<u>27,972</u>
DEPRECIATION	
At 1 June 2022	4,662
Charge for the year on owned assets	5,594
At 31 May 2023	<u>10,256</u>
NET BOOK VALUE	
At 31 May 2023	<u><u>17,716</u></u>
At 31 May 2022	<u><u>23,310</u></u>

CHINA FLEET COUNTRY CLUB LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2023**

6. STOCKS

	2023 £	2022 £
Raw materials and consumables	15,502	12,066
Finished goods and goods for resale	130,063	104,704
	<u>145,565</u>	<u>116,770</u>

7. DEBTORS

	2023 £	2022 £
Trade debtors	18,167	17,751
Amounts owed by group undertakings	976,450	877,157
Other debtors	102,760	77,606
	<u>1,097,377</u>	<u>972,514</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Bank loans	48,697	87,604
Trade creditors	297,996	293,194
Amounts owed to group undertakings	226,920	391,616
Other taxation and social security	101,390	116,355
Other creditors	50,213	66,228
Accruals and deferred income	798,512	743,121
	<u>1,523,728</u>	<u>1,698,118</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2023 £	2022 £
Bank loans	171,715	257,784
	<u>171,715</u>	<u>257,784</u>

CHINA FLEET COUNTRY CLUB LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2023****10. LOANS**

Analysis of the maturity of loans is given below:

	2023 £	2022 £
AMOUNTS FALLING DUE WITHIN ONE YEAR		
Bank loans	48,697	87,604
	<u>48,697</u>	<u>87,604</u>
AMOUNTS FALLING DUE 1-2 YEARS		
Bank loans	89,335	160,537
	<u>89,335</u>	<u>160,537</u>
AMOUNTS FALLING DUE 2-5 YEARS		
Bank loans	82,380	97,247
	<u>82,380</u>	<u>97,247</u>
	<u>220,412</u>	<u>345,388</u>

The bank loans include:

A loan with HSBC UK Bank plc. The loan facility is £47,000 of which £5,042 was outstanding at 31 May 2023. The loan is secured against specific property assets of the company. Interest on the loan is being charged at 2.4% per annum over the Bank of England Base Rate. The balance is repayable in monthly instalments of £847.80 (including interest).

A Coronavirus Business Interruption Loan with HSBC UK Bank plc. The loan facility is £500,000 of which £194,944 was outstanding at 31 May 2023. No capital repayments were due for the first 12 months after the date of drawing down the loan (May 2020). Interest is charged at 3.99% per annum over the Bank of England Base Rate. The balance is repayable in monthly instalments of £5,415.

11. SHARE CAPITAL

	2023 £	2022 £
ALLOTTED, CALLED UP AND FULLY PAID		
1,000 (2022: 1,000) Ordinary shares of £1.00 each	<u>1,000</u>	<u>1,000</u>

CHINA FLEET COUNTRY CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2023

12. PENSION COMMITMENTS

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £49,125 (2022: £45,353). Contributions totalling £10,871 (2022: £10,142) were payable to the fund at the balance sheet date and are included in creditors.

13. COMMITMENTS UNDER OPERATING LEASES

At 31 May 2023 the Company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	2023 £	2022 £
Not later than 1 year	168,848	97,007
Later than 1 year and not later than 5 years	286,510	162,306
	<u>455,358</u>	<u>259,313</u>

14. RELATED PARTY TRANSACTIONS

During the year the company acted as an agent for its parent entity, The China Fleet Trust in the provision of leisure and recreational facilities for the Trust's beneficiaries.

The Company has taken advantage of the exemption in section 33.1A of FRS102 and not disclosed transactions made with any members of a group.

All Directors and certain senior employees who have authority and responsibility for planning, directing and controlling the activities of the charity are considered to be key management personnel. Total remuneration including employers national insurance and pension contributions in respect of these individuals is £332,521 (2022: £318,072).

15. CONTROLLING PARTY

The company is a wholly owned subsidiary of The China Fleet Trust, a UK registered charity number 1135918 and company number 07100967. Copies of the Trust's accounts are available from the Charity Commission.

16. AUDITORS' INFORMATION

The Auditor's Report in the financial statements for the year ended 31 May 2023 was unqualified.

It was signed by Pamela Tuckett FCA on behalf of Bishop Fleming LLP on 7 December 2023.