

Registered No 2578901

## **LTA Ground Limited**

### **Report and financial statements**

**For the 12 months ended 30 September 2013**

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# **LTA Ground Limited**

## **Report and financial statements**

**For the 12 months ended 30 September 2013**

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# **LTA Ground Limited**

## **Directors' report**

The directors present their report and the audited financial statements for the year ended 30 September 2013

### **Principal activity**

The company's principal activity was formerly to own and manage properties used by entities within the Lawn Tennis Association Limited Group (the "LTA Group"). Following the sale of Queen's Club in 2007, the only significant item remaining within LTA Ground Limited is prepaid court time for Queenswood School, which is being utilised on an annual basis.

The strategic report of the LTA Group is available in the published group accounts. This is considered to cover LTA Ground Limited. A summary is given in the 'Review of business' below.

### **Review of business**

Both the level of business and the year end position were satisfactory. There are no significant financial risks facing the company.

### **Results and dividends**

The loss for the financial year was £10,533 (2012: loss of £10,695) and the directors recommend that no dividend is paid this year (2012: £nil). The retained loss, has been transferred to reserves.

### **Directors' indemnities**

As permitted by the Articles of Association, the Directors have the benefit of an indemnity which is a qualifying third party indemnity provision as defined by Section 234 of the Companies Act 2006. The indemnity was in force throughout the last financial year and is currently in force. LTA Operations Limited purchased and maintained throughout the financial year Directors' and Officers' liability insurance in respect of the Company and its Directors.

### **Directors**

The directors of the company who served during the year and up to the date of the signing of the financial statements are listed below:

P Bretherton  
A D Crichton (resigned 31 December 2012)  
R J Draper (resigned 30 September 2013)  
N Humby (appointed 1 January 2013)

### **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 prepared 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 then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- 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.

# **LTA Ground Limited**

## **Directors' report (continued)**

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

So far as each director is aware, there is no information relevant to the audit of which the company's auditors are unaware. Each director has taken all steps that he ought to have taken in order to make himself aware of any information relevant to the audit and to establish that the company's auditors are aware of that information.

### **Small companies provisions**

The above report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

By order of the Board



P A Preston  
Company Secretary

7th November 2013

# **Independent auditors' report to the members of LTA Ground Limited**

We have audited the financial statements of LTA Ground Limited for the year ended 30 September 2013 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

## **Respective responsibilities of directors and auditors**

As explained more fully in the Statement of directors' responsibilities set out on page 1 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 Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

## **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. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

## **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 30 September 2013 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, 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 LTA Ground Limited**

**(continued)**

## **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 financial statements in accordance with the small company regime and take advantage of the small companies' exemption in preparing the Directors' Report



Philip Stokes (Senior Statutory Auditor)  
For and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
London

8 November 2013

## **LTA Ground Limited**

### **Profit and loss account**

**For the 12 months ended 30 September 2013**

	Notes	2013 £	2012 £
Operating expenses		(10,000)	(10,000)
<b>Loss on ordinary activities before taxation</b>	<b>2</b>	<b>(10,000)</b>	<b>(10,000)</b>
Tax on loss on ordinary activities	3	(533)	(695)
<b>Loss for the financial year</b>	<b>8</b>	<b>(10,533)</b>	<b>(10,695)</b>

All the operations in the current and prior year were continuing

The company has no recognised gains or losses other than the losses above and no separate statement of total recognised gains and losses has therefore been presented

There is no material difference between the loss on ordinary activities before taxation and the loss for the financial year stated above and the historical equivalents

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

**LTA Ground Limited****Balance sheet**

As at 30 September 2013

	Notes	2013 £	2012 £
<b>Current assets</b>			
Debtors	4	22,428	268,902
Cash at bank and in hand		246,680	25,739
<b>Total current assets</b>		<u>269,108</u>	<u>294,641</u>
<b>Creditors' amounts falling due within one year</b>	5	-	(15,000)
<b>Net current assets</b>		<u>269,108</u>	<u>279,641</u>
<b>Total assets less current liabilities</b>		<u>269,108</u>	<u>279,641</u>
 <b>Total shareholders' funds</b>			
Called up share capital	7	2	2
Profit and loss account	8	269,106	279,639
<b>Total shareholders' funds</b>	9	<u>269,108</u>	<u>279,641</u>

The financial statements on pages 5 to 9 were approved by the Board of Directors on 7 November 2013 and were signed on its behalf by



P Bretherton  
Director

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

# **LTA Ground Limited**

## **Notes to the financial statements**

**For the 12 months ended 30 September 2013**

### **1 Accounting policies**

#### **Basis of preparation**

These financial statements are prepared on the going concern basis, under the historical cost convention, and in accordance with the Companies Act 2006 and applicable United Kingdom Accounting Standards and have been applied consistently throughout the year. The principal accounting policies are set out below.

#### **Taxation including deferred tax**

Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted by the balance sheet date. The change in the UK corporation tax rate from 23% to 21% from 1 April 2014 and 20% from 1 April 2015 were substantively enacted on 2 July 2013 and are therefore reflected in these financial statements.

Provision for deferred tax is made in respect of all timing differences that have originated but not reversed, by the balance sheet date. The provision for deferred tax is not discounted. Deferred tax assets are only recognised to the extent that it is regarded that they will be recovered.

#### **Cash flow statement and related party disclosure exemptions**

The company is a wholly-owned subsidiary of the Lawn Tennis Association Limited and is included in the group financial statements of the Lawn Tennis Association Limited, which are publicly available. Consequently, the company has taken advantage of the exemption from preparing a cash flow statement in accordance with Financial Reporting Standard 1 (revised 1996) - Cash Flow Statements.

The company is also exempt under Financial Reporting Standard 8 - Related Party Disclosures from disclosing related party transactions with entities that are part of the Lawn Tennis Association Limited group.

### **2 Loss on ordinary activities before taxation**

The directors received no remuneration in respect of their services to the company during the year (2012: £nil).

The company had no employees (2012: none).

Auditors' remuneration in 2013 was £500 and was borne by another group company, LTA Operations Limited.

## **LTA Ground Limited**

### **Notes to the financial statements (continued)**

For the 12 months ended 30 September 2013

#### **3 Tax on loss on ordinary activities**

	2013 £	2012 £
<b>Current tax</b>		
UK corporation tax on losses for the year	-	-
<b>Total current tax</b>	-	-
<b>Deferred tax</b>		
Origination and reversal of timing differences	533	695
<b>Total tax on loss on ordinary activities</b>	533	695

The tax assessed for the year is higher (2012 higher) than the standard rate of corporation tax in the UK of 20% (2012 20%) average for the year to 30 September 2013. The differences are explained below.

	2013 £	2012 £
<b>Reconciliation of current tax charge</b>		
Loss on ordinary activities before taxation	(10,000)	(10,000)
Loss on ordinary activities multiplied by standard corporation tax rate in the UK of 20% (2012 20%)	(2,000)	(2,000)
Effects of Other timing differences	(533)	(695)
Group relief	2,533	2,695
<b>Total current tax charge</b>	-	-

#### **4. Debtors**

	2013 £	2012 £
Amounts owed by group undertakings	-	235,941
Deferred tax asset (note 6)	2,428	2,961
Prepayments and accrued income	20,000	30,000
	22,428	268,902

Prepayments of £20,000 (2012 £30,000) represent the balance of court usage prepaid at Queenswood School. The initial cost of £200,000 is being amortised evenly over 20 years from 1996.

At 30 September 2013, £10,000 (2012 £20,000) falls due after more than one year.

Amounts owed by ultimate parent undertaking and amounts owed by group undertakings bear no interest and are repayable on demand.

#### **5 Creditors amounts falling due within one year**

	2013 £	2012 £
Other creditors	-	15,000
	-	15,000

## **LTA Ground Limited**

### **Notes to the financial statements (continued)**

**For the 12 months ended 30 September 2013**

#### **6. Deferred tax asset**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
At 1 October	2,961	3,656
Deferred tax charge in profit and loss account	(533)	(695)
At 30 September (note 4)	<u>2,428</u>	<u>2,961</u>

**Deferred tax assets are recognised in the financial statements as follows**

Depreciation in excess of capital allowances	<u>2,428</u>	<u>2,961</u>
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#### **7. Called up share capital**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
<b>Equity share capital:</b>		
<b>Authorised</b>		
1,000 (2012 1,000) ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
<b>Allotted, called up and fully paid</b>		
2 (2012 2) ordinary shares of £1 each	<u>2</u>	<u>2</u>

#### **8 Profit and loss account**

	<b>Profit and loss account</b>
	<b>£</b>
At 1 October 2012	279,639
Loss for the financial year	(10,533)
At 30 September 2013	<u>269,106</u>

#### **9 Reconciliation of movements in shareholders' funds**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
At 1 October	279,641	290,336
Loss for the financial year	(10,533)	(10,695)
At 30 September	<u>269,108</u>	<u>279,641</u>

#### **10. Ultimate parent undertaking**

The company's immediate parent undertaking is LTA Holdings Limited, a company registered in England and Wales

The company's ultimate parent undertaking and controlling party is the Lawn Tennis Association Limited, which is the parent undertaking and the smallest and largest group to consolidate these financial statements. Copies of the Lawn Tennis Association Limited financial statements are available from Companies House