

Registration number: 02634192

Redhill Aerodrome Ventures Limited

Financial Statements

for the Year Ended 31 December 2016

Prepared in accordance with exemptions under S444 Companies Act 2006



Critchleys Audit LLP
Registered Auditors
Beaver House
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Oxford
OX1 2EP

Redhill Aerodrome Ventures Limited

(Registration number: 02634192)
Balance Sheet as at 31 December 2016


	Note	2016 £	2015 £
Fixed assets			
Investments		5,603,323	5,603,323
Current assets			
Debtors	5	2,133,319	6,145
Cash at bank and in hand		<u>115,120</u>	<u>415,525</u>
		2,248,439	421,670
Creditors: Amounts falling due within one year	6	<u>(1,579,774)</u>	<u>(568,740)</u>
Net current assets/(liabilities)		<u>668,665</u>	<u>(147,070)</u>
Net assets		<u>6,271,988</u>	<u>5,456,253</u>
Capital and reserves			
Called up share capital		6,733,334	6,150,000
Share premium reserve		316,666	-
Profit and loss account		<u>(778,012)</u>	<u>(693,747)</u>
Total equity		<u>6,271,988</u>	<u>5,456,253</u>

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

5. 9. 2017

Approved and authorised by the Board on and signed on its behalf by:



T W Slack
Director

Redhill Aerodrome Ventures Limited

Notes to the Financial Statements for the Year Ended 31 December 2016

1 General information

The company is a private company limited by share capital incorporated in UK.

The address of its registered office is:

Terminal Building
Redhill Aerodrome
Kings Mill Lane
Surrey
RH1 5YP

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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 years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Going concern

The financial statements have been prepared on a going concern basis despite the deficit on the retained profit and loss account and the losses in the current and previous year because the directors hold the opinion that the company will return to profitability in the future. Investments in the subsidiaries and the likely resultant trading improvement is the basis for this opinion.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

Redhill Aerodrome Ventures Limited

Notes to the Financial Statements for the Year Ended 31 December 2016

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Redhill Aerodrome Ventures Limited

Notes to the Financial Statements for the Year Ended 31 December 2016

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 2 (2015 - 2).

4 Investments

	2016 £	2015 £
Investments in subsidiaries	<u>5,603,323</u>	<u>5,603,323</u>
Subsidiaries		£
Cost or valuation		
At 1 January 2016		<u>5,603,323</u>
Provision		
Carrying amount		
At 31 December 2016		<u>5,603,323</u>
At 31 December 2015		<u>5,603,323</u>

Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Redhill Aerodrome Ventures Limited

Notes to the Financial Statements for the Year Ended 31 December 2016

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held	
			2016	2015
Subsidiary undertakings				
Redhill Aerodrome Ltd Terminal Building Redhill Aerodrome Kings Mill Lane Surrey RH1 5YP	UK	Ordinary shares	100%	100%
Redhill Aerodrome Trading Ltd Terminal Building Redhill Aerodrome Kings Mill Lane Surrey RH1 5YP	UK	Ordinary shares	100%	100%
Redhill Flying Club Ltd Terminal Building Redhill Aerodrome Kings Mill Lane Surrey RH1 5YP	UK	Wholly owned subsidiary of Redhill Aerodrome Limited	100%	100%

The principal activity of Redhill Aerodrome Ltd is operation of Redhill Aerodrome, Surrey

The principal activity of Redhill Aerodrome Trading Ltd is ownership and rental of certain properties at Redhill Aerodrome

The principal activity of Redhill Flying Club Ltd is a dormant company

5 Debtors

	Note	2016 £	2015 £
Amounts owed by group undertakings	8	1,730,279	-
Other debtors		403,040	6,145
		<u>2,133,319</u>	<u>6,145</u>

Redhill Aerodrome Ventures Limited

Notes to the Financial Statements for the Year Ended 31 December 2016

6 Creditors

		2016 £	2015 £
Due within one year			
Bank loans and overdrafts	7	1,423,984	-
Trade creditors		32,912	7,113
Amounts owed to group undertakings	8	-	334,131
Taxation and social security		-	1,861
Other creditors		<u>122,878</u>	<u>225,635</u>
		<u>1,579,774</u>	<u>568,740</u>

7 Loans and borrowings

	2016 £
Current loans and borrowings	
Bank overdrafts	<u>1,423,984</u>

Bank borrowings

Credit facility is denominated in £ with a nominal interest rate of 2.5% above base rate, and the final instalment is due on 31 May 2017. The carrying amount at year end is £1,423,984 (2015 - £Nil).

An omnibus guarantee between Lloyds Bank PLC and group companies, an unlimited debenture on group companies and first legal charge on freehold land held by Redhill Aerodrome Limited and Redhill Aerodrome Trading Limited.

Redhill Aerodrome Ventures Limited

Notes to the Financial Statements for the Year Ended 31 December 2016

8 Related party transactions

During the year the company made the following related party transactions:

Redhill Aerodrome Limited

(Wholly owned subsidiary)

The loan to Redhill Aerodrome Limited is unsecured and bears no fixed repayment terms. The directors confirm that the loan is repayable on demand. No interest was payable on the loan.

At the balance sheet date the amount due from Redhill Aerodrome Limited was £1,435,843 (2015: due to Redhill Aerodrome Limited £42,898).

Redhill Aerodrome Trading Limited

(Wholly owned subsidiary)

The loan from Redhill Aerodrome Trading Limited is unsecured and bears no fixed repayment terms. The directors confirm that the loan is repayable on demand. No interest was payable on the loan.

At the balance sheet date the amount due from Redhill Aerodrome Trading Limited was £294,436 (2015: due to Redhill Aerodrome Trading Limited £291,233).

St Albans Capital LLP

(A J Stone and C R H Stone, directors in this company, are members)

The accounts include a charge of £45,000 (2015 - £30,000).

At the balance sheet date the amount due to St Albans Capital LLP was £21,106 (2015: £3,086).

A T Bartaby

(Director in this company)

The accounts include a charge of £40,000 (2015 - £26,600) all relating specifically to A T Bartaby's services.

At the balance sheet date the amount due to A T Bartaby was £3,946 (2015: £4,026).

A H Scott

(Director and shareholder in this company)

A H Scott advanced the company £400,000 in the year which the company repaid within the year leaving no balance outstanding at the balance sheet date.

Interest was charged at the rate of 4% amounting to £570 and an arrangement fee of £1,000 was charged.

C R H Stone

(Director and shareholder in this company)

C R H Stone advanced the company £500,000 in the year which the company repaid within the year leaving no balance outstanding at the balance sheet date.

Interest was charged at the rate of 4% amounting to £548 and an arrangement fee of £1,250 was charged.

A J Stone

(Director and shareholder in this company)

A J Stone advanced the company £400,000 in the year which the company repaid within the year leaving no balance outstanding at the balance sheet date.

Interest was charged at the rate of 4% amounting to £395 and an arrangement fee of £1,000 was charged.

Redhill Aerodrome Ventures Limited

Notes to the Financial Statements for the Year Ended 31 December 2016

9 Non adjusting events after the financial period

Without a hard runway, the range of aircraft that can land at the aerodrome is becoming increasingly limited. The Directors considered alternative uses for the site and are working with a developer on plans for 4,500 homes, a school and new road access at the site. Proposals are currently at a very early stage.

10 Audit Report

The auditors' report for the year was unqualified, signed by Andrew Rodzynski (senior statutory auditor) for and on behalf of Critchleys Audit LLP, statutory auditor.