

Company number 03910677

**LMS Leisure Investments Limited**  
**Directors' report and financial statements**  
**31 December 2011**

MONDAY



RM "R1AUM3SW" 11/06/2012 #137  
COMPANIES HOUSE

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**Directors**

J D Burns

N Q George

S P Silver

D G Silverman

P M Williams

D M A Wisniewski

**Secretary and registered office**

T J Kite

25 Savile Row

London

W1S 2ER

**Company number**

3910677

**Auditors**

BDO LLP

55 Baker Street

London

W1U 7EU

## **Directors' report**

### **Principal activities and future developments**

The Company was a property investment company The Company has sold all of its properties

### **Financial review and dividends**

The results for the year are set out in the profit and loss account on page 4 The directors do not recommend payment of a dividend (2010 £nil)

### **Charitable and political contributions**

There were no charitable donations or political contributions in the year (2010 £nil)

### **Directors**

The directors who held office during the year were as follows

J D Burns  
N Q George  
S P Silver  
D G Silverman  
P M Williams  
D M A Wisniewski

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

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the Company's auditors are aware of that information

### **Business review exemption**

This report has been prepared in accordance with the special provisions for small companies under Part 15 and section 417(1) of the Companies Act 2006

### **Auditors**

BDO LLP have expressed their willingness to continue in office Under the Companies Act 2006 section 487(2) they will be automatically re-appointed as auditors 28 days after these accounts are sent to the members, unless the members exercise their rights under the Companies Act 2006 to prevent their re-appointment

### **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 the directors have elected to prepare 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 those 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,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, 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 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.

By order of the board



T J Kite  
Secretary  
25 Savile Row  
London  
W1S 2ER

30 May 2012

## **Independent auditors' report to the members of LMS Leisure Investments Limited**

We have audited the financial statements of LMS Leisure Investments Limited for the year ended 31 December 2011 which comprise the profit and loss account, the balance sheet, the note of historical cost profits and losses 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).

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 auditors*

As explained more fully in the statement of directors' responsibilities, 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 APB's website at [www.frc.org.uk/apb/scope/private.cfm](http://www.frc.org.uk/apb/scope/private.cfm).

### *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 2011 and of its profit 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 matters 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 prepare the directors' report in accordance with the small companies' regime.



Richard Kelly (senior statutory auditor)  
For and on behalf of BDO LLP, statutory auditor  
London  
United Kingdom

30 May 2012

**BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127)**

## **LMS Leisure Investments Limited**

### **Profit and loss account**

for the year ended 31 December 2011

	Note	2011 £	2010 £
Net property income	3	-	287
Operating profit		-	287
Interest receivable and similar income	5	23,452	23,613
Interest payable and similar charges	6	-	(744)
Profit on ordinary activities before and after taxation	7	23,452	23,156

All amounts relate to continuing activities

The company has no recognised gains or losses other than the results for the year as set out above

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

# LMS Leisure Investments Limited

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## Balance sheet

at 31 December 2011

	Note	2011 £	2010 £
Current assets			
Debtors falling due within one year	8	512,406	493,691
		<u>512,406</u>	<u>493,691</u>
Current liabilities			
Creditors falling due within one year	9	-	(4,737)
		<u>-</u>	<u>(4,737)</u>
Net assets		<u>512,406</u>	<u>488,954</u>
Capital and reserves			
Called up share capital	10	1	1
Profit and loss account	11	512,405	488,953
		<u>512,406</u>	<u>488,954</u>
Equity shareholders' funds		<u>512,406</u>	<u>488,954</u>

These financial statements were approved by the board of directors on 30 May 2012 and were signed on its behalf by

N Q George



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

## **LMS Leisure Investments Limited**

### **Note of historical cost profits and losses for the year ended 31 December 2011**

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Reported profit on ordinary activities before taxation	<b>23,452</b>	<b>23,156</b>
Realisation of revaluation surpluses of previous years	<b>-</b>	<b>8,266</b>
	<hr/>	<hr/>
Historical cost profit on ordinary activities before and after taxation	<b>23,452</b>	<b>31,422</b>
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The notes on pages 7 to 9 form part of these financial statements

# LMS Leisure Investments Limited

## Notes to the financial statements

### 1 Basis of Preparation

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules, as modified by the revaluation of certain properties and in accordance with the Companies Act 2006

Under FRS 1 the Company is exempt from the requirement to prepare a cash flow statement on the grounds that its ultimate parent undertaking includes the Company in its own published consolidated financial statements

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements

### 2 Accounting policies

#### Net rental income

Rental income is recognised on an accruals basis. Rent increases arising from rent reviews are recognised as income when, either such reviews have been settled with tenants or, based on estimates, it is reasonable to assume they will be received

#### Taxation

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as otherwise required by FRS 19

### 3 Net rental income from investment properties

	2011 £	2010 £
Property outgoings less amounts recovered from tenants	-	287
	<hr/>	<hr/>
	-	287
	<hr/>	<hr/>

### 4 Operating profit

Audit fees are paid by Derwent London plc

The Company does not have any employees (2010 nil) and there were no directors' emoluments (2010 £nil)

### 5 Interest receivable and similar income

	2011 £	2010 £
Intercompany interest	23,452	23,613
	<hr/>	<hr/>
	23,452	23,613
	<hr/>	<hr/>

## 6 Interest payable and similar charges

	2011 £	2010 £
Intercompany interest	-	744
	-	744

## 7 Tax on profit on ordinary activities

There no tax charge for the year (2010 £nil)

### Factors affecting the tax for the year

The current tax charge for the period is lower (2010 lower) than the standard rate of corporation tax in the UK. The differences are explained below

	2011 £	2010 £
Current tax reconciliation		
Profit on ordinary activities before taxation	23,452	23,156
Current tax at 26.5% (2010 28%)	6,215	6,484
Effects of Group relief claimed not paid	(6,215)	(6,484)
Current tax for the year	-	-

## 8 Debtors

	2011 £	2010 £
Falling due within one year		
Amounts due from group undertakings	512,406	488,945
Other debtors	-	4,746
	512,406	493,691

## 9 Creditors

	2011 £	2010 £
Falling due within one year		
Amounts owed to group undertakings	-	744
Other creditors	-	3,993
	-	4,737

#### 10 Called up share capital

	2011 £	2010 £
<b>Authorised</b>		
1,000 ordinary shares of £1 each	1,000	1,000
	<hr/>	<hr/>
<b>Allotted, called up and fully paid</b>		
1 ordinary shares of £1 each	1	1
	<hr/>	<hr/>

#### 11 Reserves

	<b>Profit and loss account</b> £
At 1 January 2011	488,953
Profit for the financial year	23,452
	<hr/>
<b>At 31 December 2011</b>	<b>512,405</b>
	<hr/>

#### 12 Reconciliation of movements in equity shareholders' funds

	2011 £	2010 £
Profit for the financial year	23,452	23,156
	<hr/>	<hr/>
Net movement in shareholders' funds	23,452	23,156
Opening shareholders' funds	488,954	465,798
	<hr/>	<hr/>
<b>Closing shareholders' funds</b>	<b>512,406</b>	<b>488,954</b>
	<hr/>	<hr/>

#### 13 Related party transactions

As a wholly owned subsidiary of Derwent London plc the Company has taken advantage of the exemption contained in FRS 8 "Related party disclosures" and has therefore not disclosed transactions or balances with entities which form part of the group

#### 14 Parent company

The Company's immediate parent undertaking is London Merchant Securities Limited, a company incorporated in England and Wales

The Company's ultimate parent company is Derwent London plc, a company incorporated in England and Wales, whose registered office is at 25 Savile Row, London, W1S 2ER. Copies of the consolidated group accounts can be obtained from this address