

# Somerset House Enterprises Limited

Annual report and financial statements for the year  
ended 31 March 2013

FRIDAY

COMPANIES HOUSE



\*A2CXUJJT\*

A35

19/07/2013

#8

COMPANIES HOUSE

# report contents

	Page
Company directory	2
Directors' report	3
Independent auditors' report	5
 <b>Financial statements</b>	
Profit and loss account	7
Balance sheet	8
Notes to the financial statements	9

# company directory

**Registered office**

Somerset House  
Strand  
London WC2R 1LA

**Company number**

03920330

**Directors**

Mr Robert Gillespie                      Chairman  
Mr Tony Elliott  
Mr Jeremy Hardie  
Mr Mark Pain

**Chief Operating Officer  
and Company Secretary**

Mr Mark Stuart-Smith

**Independent Auditors &  
Chartered Accountants**

PricewaterhouseCoopers LLP  
7 More London Riverside, London, SE1 2RT

**Bankers**

National Westminster Bank Plc  
38 Strand, London WC2N 5JB

**Solicitors**

Farrer & Co LLP  
66 Lincoln's Inn Fields, London, WC2A 3LH  
  
Herbert Smith LLP  
Exchange House, London, EC2A 2HS

# directors' report

## **Financial statements**

The directors present their report on the affairs of the company, together with the financial statements and auditors' report, for the year ended 31 March 2013

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

## **Principal activity**

The company's principal activity is to undertake non-exempt trading on behalf of its parent company, Somerset House Trust, which is a registered charity. All activities take place at Somerset House, London and these include venue hire, renting retail and office space, raising sponsorship for events and exhibitions, and merchandising.

## **Directors and their interests**

The directors of the company who were in office during the year and up to the date of signing the financial statements were

- Tony Elliott
- Jeremy Hardie
- Robert Gillespie Chairman
- Mark Pain

The directors do not have any interests required to be disclosed under s177 of the Companies Act 2006

## **Registered Office and Company Secretary**

The company's registered office is Somerset House, Strand, London WC2R 1LA. The Company Secretary is Mark Stuart-Smith.

## **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,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

# directors' report (continued)

## Statement of directors' responsibilities (continued)

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.

The directors are responsible for the maintenance and integrity of the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

## Disclosure of information to auditors

Each of the persons who is a director at the date of approval of this report confirms that

- so far as the director is 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 in order to make himself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

## Independent Auditors

The Board has taken a decision to re-appoint PricewaterhouseCoopers LLP as auditors for the coming year.

On behalf of the Board



**Robert Gillespie**  
Chairman  
17 July 2013

# Independent auditors' report to the Member of Somerset House Enterprises Limited

## **Independent auditors' report to the members of Somerset House Enterprises Limited**

We have audited the financial statements of Somerset House Enterprises Limited for the year ended 31 March 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 3, 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. 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 31 March 2013 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 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 Somerset House Enterprises 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

- 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



Fiona Westwood (Senior Statutory Auditor)  
For and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
London  
17 July 2013

# profit and loss account

for the year ended 31 March 2013

	Notes	2012/13 £	2011/12 £
Turnover	1	3,113,207	2,420,677
Costs of sales		(1,019,992)	(741,855)
Gross profit		<u>2,093,215</u>	<u>1,678,822</u>
Administrative expenses		(9,017)	(16,029)
Operating profit		<u>2,084,198</u>	<u>1,662,793</u>
Payment to Somerset House Trust under deed of covenant		(2,084,198)	(1,662,793)
Result for the financial year		-	-
Tax on result for the financial year	7	-	-
Retained profit brought forward		10,000	10,000
Retained profit carried forward		<u>10,000</u>	<u>10,000</u>

There is no difference between the result for the year and the historical cost equivalent. The profit and loss account contains all the gains and losses recognised in the current and previous years and is the only movement in shareholder's funds. All activities are considered to be continuing. The accompanying notes form an integral part of these financial statements.



# balance sheet

as at 31 March 2013

	Notes	2013 £	2012 £
<b>Current Assets</b>			
Debtors	3	181,986	523,946
Stocks		18,568	22,198
Cash at bank and in hand		1,747,894	1,975,285
Current assets		<u>1,948,448</u>	<u>2,521,429</u>
<b>Current Liabilities</b>			
Creditors amounts falling due within one year	4	<u>(1,938,447)</u>	<u>(2,511,428)</u>
<b>Net Assets</b>		<u><u>10,001</u></u>	<u><u>10,001</u></u>
<b>Capital and reserves.</b>			
Called up share capital	6	1	1
Profit and loss account		10,000	10,000
<b>Total shareholder's funds</b>		<u><u>10,001</u></u>	<u><u>10,001</u></u>

These financial statements were approved and authorised for issue by the Board of Directors on 17 July 2013

Signed on behalf of the Board of Directors



Robert Gillespie  
Chairman

The financial statements have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008) The notes on pages 9 to 11 form part of the financial statements

# notes to the financial statements

## 1 Accounting policies

### a) Basis of preparation

The financial statements are prepared on a going concern basis under the historic cost convention in accordance with the Companies Act 2006 and the Financial Reporting Standard for Smaller Entities (effective April 2008) and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently throughout the year, are set out below.

The company is a wholly owned subsidiary of Somerset House Trust and is included in the consolidated financial statements of Somerset House Trust, which are publicly available. Consequently the company has taken advantage of the exemption from preparing a cashflow statement under the terms of Financial Reporting Standard No 1 (revised 1996). The company is also exempt under the terms of Financial Reporting Standard 8 from disclosing related party transactions with Somerset House Trust.

### b) Turnover

Turnover represents the amount of goods or services sold or invoiced net of trade discounts and VAT. Income is recognised in the financial statements when the company is legally entitled to the income and the amount can be quantified with reasonable accuracy.

### c) Deferred income

Deferred income relates to rental and service charge income received from tenants in advance and deposits for venue hire. Income is deferred to the accounting period to which the service relates.

## 2 Auditors' remuneration

Fees of £6,500 (2011/12 £7,000) were payable to the company's auditors.

## 3 Debtors

	2013 £	2012 £
Trade Debtors	111,242	413,134
Accrued income	22,871	110,812
Prepayments	44,794	-
Other Debtors	3,079	-
	<u>181,986</u>	<u>523,946</u>

# notes to the financial statements (continued)

## 4 Creditors amounts falling due within one year

	2013	2012
	£	£
Trade creditors	85,089	58,744
Amounts due to parent company	1,216,512	1,662,793
Taxation and social security	228,872	57,342
Accruals	38,491	147,974
Deferred income	369,483	584,575
	<u>1,938,447</u>	<u>2,511,428</u>

## 5 Employee details

The company has no employees and uses employees of Somerset House Trust, its parent company, to meet its requirements. The costs of these employees are charged to the company's profit and loss account.

## 6 Called-up share capital

	2013	2012
	£	£
<b>Authorised</b>		
100 (2012: 100) ordinary shares of £1 each	<u>100</u>	<u>100</u>
<b>Allotted and fully paid</b>		
1 (2012: 1) ordinary share of £1	<u>1</u>	<u>1</u>

## 7 Taxation

	2012/13	2011/12
	£	£
UK Corporation Tax - current tax charge	-	-
Profit on ordinary activities before tax	-	-
Tax on ordinary activities	<u>-</u>	<u>-</u>

Somerset House Enterprises Limited covenants to donate its taxable profit of £2,084,198 (2012: £1,662,793) to its parent charitable company, Somerset House Trust. Relief for this donation is claimed under s189 CTA 2010 reducing the company's taxable profits to nil.

## notes to the financial statements (continued)

### **8 Parent company**

The company's immediate and ultimate parent company is Somerset House Trust, a company and charity registered in England. Somerset House Trust owns 100% of the issued share capital of the company. Copies of the consolidated financial statements of Somerset House Trust can be obtained from Somerset House Trust, Somerset House, Strand, London, WC2R 1LA.

The company has taken advantage of the exemption under FRS 8 and has chosen not to disclose transactions with other group entities.

### **9 Directors' emoluments**

No emoluments were paid to any director directly or indirectly out of the funds of the company or parent charitable company in the Financial Year (2012: nil).