

REGISTERED NUMBER: 04140620 (England and Wales)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018
FOR
LONDON ASHFORD AIRPORT LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2018**

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LONDON ASHFORD AIRPORT LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2018**

DIRECTORS:
T F M Al Athel
M F M Al Athel
F M S Al Athel
B F M Al Athel

SECRETARY: H Mutlaq

REGISTERED OFFICE: Lydd Airport
LYDD
Kent
TN29 9QL

REGISTERED NUMBER: 04140620 (England and Wales)

AUDITORS: McCabe Ford Williams
Chartered Accountants and Statutory Auditors
Charlton House
Dour Street
DOVER
Kent
CT16 1BL

LONDON ASHFORD AIRPORT LIMITED (REGISTERED NUMBER: 04140620)

**BALANCE SHEET
31 DECEMBER 2018**

	Notes	31.12.18 £	£	31.12.17 £	£
FIXED ASSETS					
Tangible assets	4		15,614,420		15,836,874
CURRENT ASSETS					
Stocks	5	42,964		40,494	
Debtors	6	1,992,524		1,963,649	
Cash at bank		<u>2,252</u>		<u>3,828</u>	
		2,037,740		2,007,971	
CREDITORS					
Amounts falling due within one year	7	<u>2,611,109</u>		<u>1,816,413</u>	
NET CURRENT (LIABILITIES)/ASSETS			<u>(573,369)</u>		<u>191,558</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>15,041,051</u>		<u>16,028,432</u>
CAPITAL AND RESERVES					
Called up share capital	10		37,384,616		37,384,616
Share premium			1,538,463		1,538,463
Retained earnings			<u>(23,882,028)</u>		<u>(22,894,647)</u>
SHAREHOLDERS' FUNDS			<u>15,041,051</u>		<u>16,028,432</u>

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 16 September 2019 and were signed on its behalf by:

B F M Al Athel - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

1. STATUTORY INFORMATION

London Ashford Airport Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The company has applied the Triennial review 2017 amendments to Financial Reporting Standard 102.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Airport operations	- 10% to 15% on cost
Plant and machinery	- 10% to 33% on cost
Motor vehicles	- 15% to 25% on cost

Freehold and leasehold property includes runways, taxiways and aprons. Freehold and leasehold property are depreciated over the life of the asset or the life of the lease, whichever is the shorter. These assets are depreciated on cost over 2 to 80 years.

Land is not depreciated.

Assets under construction are not depreciated until the asset is ready for use, at which point it is transferred to the relevant asset class and is subsequently depreciated.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2018**

2. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

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

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Debtors and creditors receivable/payable within one year

Debtors and creditors that are receivable or payable on demand are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in administrative expenses.

Going concern

The financial statements have been prepared on a going concern basis. This basis may not be appropriate, as at 31 December 2018 the current liabilities of the company exceed the current assets of the company. Should the company be unable to continue trading, adjustments would have to be made to reduce the value of the assets to their recoverable amount, to provide any liabilities which might arise and to reclassify fixed assets and long term liabilities. The going concern basis has been applied as a result of the fact that the company can rely on the financial support of the parent and ultimate parent companies.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 29 (2017 - 37) .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2018

4. TANGIBLE FIXED ASSETS

	Freehold and leasehold property £	Airport operations £	Assets under construction £
COST			
At 1 January 2018	10,665,819	952,539	6,603,587
Additions	2,351	-	1,399
Disposals	-	(15,832)	-
At 31 December 2018	10,668,170	936,707	6,604,986
DEPRECIATION			
At 1 January 2018	1,644,336	947,381	-
Charge for year	143,282	1,926	-
Eliminated on disposal	-	(15,832)	-
At 31 December 2018	1,787,618	933,475	-
NET BOOK VALUE			
At 31 December 2018	8,880,552	3,232	6,604,986
At 31 December 2017	9,021,483	5,158	6,603,587

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 January 2018	900,191	464,885	19,587,021
Additions	5,006	-	8,756
Disposals	(5,494)	(19,995)	(41,321)
At 31 December 2018	899,703	444,890	19,554,456
DEPRECIATION			
At 1 January 2018	762,312	396,118	3,750,147
Charge for year	62,551	23,047	230,806
Eliminated on disposal	(5,090)	(19,995)	(40,917)
At 31 December 2018	819,773	399,170	3,940,036
NET BOOK VALUE			
At 31 December 2018	79,930	45,720	15,614,420
At 31 December 2017	137,879	68,767	15,836,874

Included in cost of land and buildings is freehold land of £ 1,698,792 (2017 - £ 1,698,792) which is not depreciated.

5. STOCKS

	31.12.18 £	31.12.17 £
Stocks	<u>42,964</u>	<u>40,494</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2018

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.18	31.12.17
	£	£
Trade debtors	26,393	44,255
Amounts owed by group undertakings	1,892,232	1,840,882
Other debtors	3,057	5,366
Prepayments and accrued income	70,842	73,146
	<u>1,992,524</u>	<u>1,963,649</u>

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.18	31.12.17
	£	£
Bank loans and overdrafts	70,710	75,775
Trade creditors	250,098	155,061
Amounts owed to group undertakings	2,250,898	1,504,115
Social security and other taxes	24,822	29,284
Other creditors	477	491
Accruals and deferred income	14,104	51,687
	<u>2,611,109</u>	<u>1,816,413</u>

8. **LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	31.12.18	31.12.17
	£	£
Within one year	358,210	13,210
Between one and five years	<u>303,858</u>	<u>44,817</u>
	<u>662,068</u>	<u>58,027</u>

9. **SECURED DEBTS**

The following secured debts are included within creditors:

	31.12.18	31.12.17
	£	£
Bank overdrafts	<u>70,710</u>	<u>75,775</u>

Bank overdrafts of £70,710 (2017 - £75,775) are secured by way of a fixed charge on the company's tangible fixed assets and debtors, and a floating charge over all other assets.

10. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.18	31.12.17
		£1	£	£
37,384,616	Ordinary		<u>37,384,616</u>	<u>37,384,616</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2018**

11. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Jonathan Fullarton BSc(Hons) ACA (Senior Statutory Auditor)
for and on behalf of McCabe Ford Williams

12. RELATED PARTY DISCLOSURES

At the balance sheet date the company was due an amount of £1,205,246 (2017 - £1,154,509) from Lydd Golf Club and Driving Range Limited, a fellow subsidiary. The loan is interest free, unsecured and payable on demand. FAL Holdings Arabia Co. Ltd., the ultimate parent company, has guaranteed the loan.

At the balance sheet date the company was due an amount of £656,660 (2017 - £656,047) from Phoenix Acro Engineering Ltd, a fellow subsidiary. The loan is interest free, unsecured and payable on demand. FAL Holdings Arabia Co. Ltd. has guaranteed the loan.

At the balance sheet date the company owed an amount of £2,224,714 (2017 - £1,469,453) to FAL Holdings Arabia Co. Ltd.. The loan is interest free, unsecured and payable on demand.

13. ULTIMATE CONTROLLING PARTY

The parent company is Lydd Holding Limited, the registered address of which is Geneva Place, Waterfront Drive, PO Box 3469, Road Town, Tortola, British Virgin Island.

The ultimate parent company is FAL Holdings Arabia Co. Ltd., a private company, limited by shares, registered in Saudi Arabia.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.