

The Ascott Mayfair Operating Limited

Directors' Report and Financial Statements
for the year ended 31 December 2017

Registered number 04305222



The Ascott Mayfair Operating Limited
Report and financial statements
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The Ascott Mayfair Operating Limited

Directors' Report

The directors submit their annual report and financial statements of The Ascott Mayfair Operating Limited for the year ended 31 December 2017.

Results and Dividends

For the financial year 2017, the activities of the Company resulted in a loss of £14,000 (2016: £159,000) as set out on page 5 of the financial statements.

The Company paid an interim dividend of £500,000 (2016: nil).

Future Developments

The company is not currently trading, following the closure of leased property in August 2016 - The Ascott Mayfair. The company is currently looking for other sites to operate.

Directors

The directors of the company during the year were:

Kian Tiong Alfred Ong
Rebecca Hollants Van Loocke (resigned 23/05/17)
Eric Julien Adrien Fombonne (appointed 23/05/17)

The directors benefited from qualifying third party indemnity provisions in place during the financial year and at the date of this report.

Company secretary's details

Reed Smith Corporate Services Ltd
The Broadgate Tower
Third floor
20 Primrose Street
London EC2A 2RS

Registered Office

7 - 21 Goswell Road
London EC1M 7AH

Directors' remuneration

Directors' remuneration and retirement benefits are borne by other group companies.

Disclosure of information to auditor

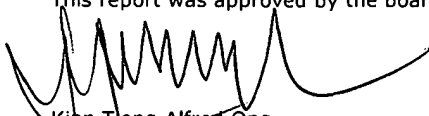
The directors who held office at the date of approval of this directors' report confirm that:

- so far as they are each aware, there is no relevant audit information of which the Company's auditor is unaware;
- and each director has taken all the steps that they ought to have taken as directors to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Auditor

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

This report was approved by the board on 18th September 2018.



Kian Tiong Alfred Ong
Director

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 they have elected to prepare the financial statements in accordance with UK accounting standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 101 *Reduced Disclosure Framework*.

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 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;
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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 responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ASCOTT MAYFAIR OPERATING LIMITED

Opinion

We have audited the financial statements of The Ascott Mayfair Operating Limited ("the company") for the year ended 31 December 2017 which comprise the Profit and Loss Account, Balance Sheet, Statement of Changes in Equity and related notes, including the accounting policies in note 1.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2017 and of its loss for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 101 *Reduced Disclosure Framework*; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

Going concern

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least twelve months from the date of approval of the financial statements. We have nothing to report in these respects.

Directors' report

The directors are responsible for the directors' report. Our opinion on the financial statements does not cover that report and we do not express an audit opinion thereon.

Our responsibility is to read the directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the directors' report;
- in our opinion the information given in that report for the financial year is consistent with the financial statements; and
- in our opinion that report has been prepared in accordance with the Companies Act 2006.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required 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.
- the directors were not entitled to take advantage of the small companies exemption from the requirement to prepare a strategic report.

We have nothing to report in these respects.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ASCOTT MAYFAIR OPERATING LIMITED (continued)

Directors' responsibilities

As explained more fully in their statement set out on page 2, the directors are responsible for: the preparation of the financial statements and for being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

The purpose of our audit work and to whom we owe our responsibilities

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.



Henry Todd (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
15 Canada Square
London E14 5GL

Date: 20 September 2018

The Ascott Mayfair Operating Limited

PROFIT AND LOSS ACCOUNT for the year ended 31 December 2017

	Note	2017 £'000	2016 £'000
Turnover	2	15	2,322
Operating expenses		(31)	(2,122)
Operating (loss)/profit	3	(16)	200
(Loss)/ profit on ordinary activities before taxation	3	(16)	200
Tax on (loss)/profit on ordinary activities	5	2	(41)
(Loss)/profit for the year		(14)	159

The profit and loss account has been prepared on the basis that all operations are continuing operations.

The company has no other comprehensive income than the loss above, therefore no separate statement of other comprehensive income has been presented.

The notes on pages 8-12 form part of the financial statements.

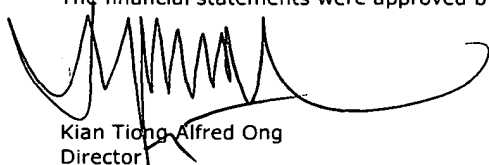
The Ascott Mayfair Operating Limited

BALANCE SHEET as at 31 December 2017

	<i>Note</i>	2017 £'000	2017 £'000	2016 £'000	2016 £'000
Current assets					
Debtors	6	3		503	
Cash at bank and in hand		<u>38</u>		<u>88</u>	
		41		591	
Creditors					
Amounts falling due within one year	7	(10)		(46)	
Net current assets			<u>31</u>		<u>545</u>
Net assets			<u>31</u>		<u>545</u>
Capital and reserves					
Called up share capital (One ordinary share at £1)	9		-		-
Profit and loss account			<u>31</u>		<u>545</u>
Equity shareholders' funds			<u>31</u>		<u>545</u>

The notes on pages 8-12 form part of the financial statements.

The financial statements were approved by the board of directors on 18th September 2018.



Kian Tiong Alfred Ong
Director

Company Registration Number 04305222

The Ascott Mayfair Operating Limited

STATEMENT OF CHANGES IN EQUITY for the year ended 31 December 2017

	Share Capital	Profit and loss account	Total Shareholders' funds
	£'000	£'000	£'000
At 1 January 2016	-	386	386
Profit for the year	-	159	159
Dividends	-	-	-
At 31 December 2016	-	545	545
At 1 January 2017	-	545	545
Loss for the year	-	(14)	(14)
Dividends	-	(500)	(500)
Balance as at 31 December 2017	-	31	31

The notes on pages 8-12 form part of the financial statements.

The Ascott Mayfair Operating Limited

NOTES TO THE FINANCIAL STATEMENTS as at 31 December 2017

1 Accounting policies

Basis of accounting

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

Basis of preparation

These financial statements were prepared in accordance with Financial Reporting Standard 101 *Reduced Disclosure Framework* ("FRS 101"). The presentation currency of these financial statements is sterling. In preparing these financial statements, the Company applies the recognition, measurement and disclosure requirements of International Financial Reporting Standards as adopted by the EU ("Adopted IFRSs"), but makes amendments where necessary in order to comply with Companies Act 2006 and has set out below where advantage of the FRS 101 disclosure exemptions has been taken.

The company is not currently trading, following the closure of leased property in August 2016 - The Ascott Mayfair. The company is currently looking for other sites to operate. As such, the financial statements have been prepared on a going concern basis.

The Directors have relied upon assurances from The Ascott Limited that they will continue to support the Company for at least the next twelve months. As with any company placing reliance on other entities for financial support, there can be no guarantee that the support will continue, but at the date of signing these financial statements, the directors have no reason to believe it will not continue.

Under FRS 101, the Company is considered to be a qualifying entity and has applied the exemptions available in respect of the following disclosures:

Cash flow statement and related notes

Comparative period reconciliations for share capital and tangible fixed assets

Disclosures in respect of capital management

The effects of new but not yet effective IFRSs

Disclosures in respect of the compensation of Key Management Personnel

Disclosures in respect of related parties

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

The Ascott Mayfair Operating Limited

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2017

Accounting policies (continued)

Taxation

The charge for taxation is based on the profit or loss 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 under FRS101.

Operating leases

Operating lease rental is charged to the profit and loss account on a straight line basis over the period of the lease.

Foreign currencies

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the quoted rates of exchange ruling at the balance sheet date and the gains or losses on translation are included in the profit and loss account.

Post-retirement benefits

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The amount charged to the profit and loss account represents the contribution payable to the scheme in respect of the accounting period.

Critical accounting judgements and key sources of estimation uncertainty

- (a) The preparation of the Financial Statements requires the directors to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the reporting date. The estimates and associated assumptions are based on historical experience, expectations of future events and other factors that are considered to be relevant. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the assets or liabilities affected.
The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.
- (b) There were no significant judgements made in 2017.

The Ascott Mayfair Operating Limited

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2017

2 Turnover

Turnover, all of which is derived from operations in the United Kingdom, represents the invoiced value of services supplied stated net of value added tax.

3 Operating (loss)/profit

	2017 £'000	2016 £'000
This is stated after charging:		
Operating lease rentals - land and buildings	-	793
Auditor's remuneration		
Audit of these financial statements	4	5
Tax compliance services	-	(3)
	<u>4</u>	<u>2</u>

No other fees were payable to the company's auditor

4 Employees

	2017	2016
The average weekly number of persons employed by the company during the year was:	-	10

All were engaged in administration and servicing of the apartments.

The aggregate payroll costs of these persons were as follows:

	2017 £'000	2016 £'000
Wages and salaries	-	189
Social security costs	-	15
Pension costs	-	3
	<u>-</u>	<u>207</u>

None of the directors received any emoluments during the year in respect of their services to the company (2016: nil).

The Ascott Mayfair Operating Limited

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2017

5 Taxation	2017 £'000	2016 £'000
(a) Analysis of charge for the year		
UK Corporation tax on profit of the current year	<u>(2)</u>	<u>41</u>
Tax on profit on ordinary activities	<u>(2)</u>	<u>41</u>
(b) Factors affecting the current tax charge for the year.		

The differences between the tax assessed for the year and the standard rate of corporation tax are explained as follows:

	2017 £'000	2016 £'000
(Loss)/profit on ordinary activities before tax	<u>(16)</u>	<u>200</u>
(Loss)/profit on ordinary activities multiplied by standard rate of 19.25% (2016: 20%)	<u>(3)</u>	<u>40</u>
Effects of:		
Adjustments from previous year	<u>1</u>	<u>1</u>
Current tax charge for the year	<u>(2)</u>	<u>41</u>

Factors that affect future tax charges

Reductions in the UK corporation tax from 20% to 19% (effective from 1 April 2017) and to 18% (effective 1 April 2020) were substantively enacted on 26 October 2015, and an additional reduction to 17% (effective 1 April 2020) was substantively enacted on 6 September 2016.

This will reduce the Company's future current tax charge accordingly.

The Ascott Mayfair Operating Limited

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2017

6 Debtors	2017 £'000	2016 £'000
Amounts owed by fellow subsidiary	-	416
Other debtors, prepayments and accrued income	<u>3</u>	<u>87</u>
	<u>3</u>	<u>503</u>

7 Creditors - amounts falling due within one year	2017 £'000	2016 £'000
Corporation tax	-	(22)
Accruals and deferred income	<u>(10)</u>	<u>(24)</u>
	<u>(10)</u>	<u>(46)</u>

8 Operating lease commitments

In 2016, the company was committed under a non cancellable operating lease for land and buildings, contingent on the operating result of the hotel. The lease was not renewed on 31st August 2016. In the year ended 31 December 2017 an expense of £nil (2016: £793,000) was incurred in connection with this lease.

9 Called up share capital	2017 £	2016 £
Allotted, issued and fully paid :		
Equity: one ordinary share of £1	<u>1</u>	<u>1</u>

10 Related party disclosures

The Ascott Mayfair Operating Ltd takes advantage of the related party exemption within IAS 24 in not disclosing transactions or balances with an entity which has control, joint control or significant influence over the entity or is another entity that is under the control, joint control or significant influence of the same ultimate parent as the entity.

11 Ultimate parent company and parent undertaking of larger group of which the company is a member

The company is a wholly owned subsidiary of The Ascott (Jersey) Limited, a company incorporated in Jersey.

The smallest group in which the results of the company are consolidated is that headed by The Ascott Limited, a company incorporated in Singapore.

The group financial statements can be obtained from the Ascott Limited, N° 168 Robinson Road #30-01 - Capital Tower- Singapore 069812.

The largest group in which they were consolidated is that headed by Capitaland Limited (ultimate parent company), N° 168 Robinson Road #30-01 - Capital Tower- Singapore 069812.