

BEAVERBROOK ESTATES LIMITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 30 MARCH 2020



STATEMENT OF FINANCIAL POSITION
AS AT 30 MARCH 2020

	Note	2020 £	2019 £
Current assets			
Debtors: amounts falling due within one year	5	186,058	1,877,054
Cash at bank and in hand	6	543	965
		<u>186,601</u>	<u>1,878,019</u>
Creditors: amounts falling due within one year	7	(186,600)	(1,878,018)
Net current assets		<u>1</u>	<u>1</u>
Total assets less current liabilities		<u>1</u>	<u>1</u>
Net assets		<u><u>1</u></u>	<u><u>1</u></u>
Capital and reserves			
Called up share capital		<u>1</u>	<u>1</u>
		<u><u>1</u></u>	<u><u>1</u></u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

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

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 25 March 2021.



O. R. Vigors
Director

The notes on pages 2 to 5 form part of these financial statements.

BEAVERBROOK ESTATES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 MARCH 2020

1. General information

Beaverbrook Estates Limited is a private company limited by shares, registered number: 07754188. Its registered office address is Beaverbrook Estate, Reigate Road, Leatherhead, KT22 8QX.

The principal activity of the company is to employ staff who are then recharged to group companies.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Going concern

As at 30 March 2020 the Company had net current assets of £1 and net assets of £1.

The Company's only activity is to provide employment services to its 100% parent Beaverbrook Holdings Limited, who operates a Country House Hotel, Spa and private Members Golf Club on the Beaverbrook Estate. Under a management services agreement 100% of the Company's costs are recharged to Beaverbrook Holdings Limited.

The 12 months from April 2020 to March 2021 have been a turbulent time for the Beaverbrook Estate with government enforced closures and changes to working regulations while open. Whilst closed, we have contained costs whilst also focusing on the wellbeing and welfare of our employees. We have also followed government guidelines throughout and where appropriate made use of available government support.

Whilst open we have witnessed a huge surge in interest in our high-end golf club and luxury hotel, restaurants and health club. All indications are that the business over the following 12 months, once open in line with Government roadmap announced on 22 February 2021, will see strong demand for its luxury hospitality which focuses on relaxation, health and wellbeing. The parent company continues to maintain strong relationships with both Shareholders and Lenders alike. This has allowed the Group to manage cash flows and also to progress with expansion plans.

The Directors are satisfied that the Company has the continued support of its parent, Beaverbrook Holdings Limited. The Directors are further satisfied that the Group has the support of its Shareholders, Lenders, Members and Customers and is therefore a going concern itself and will continue to pay 100% of this Company's costs. On this basis, the directors consider it appropriate to prepare these financial statements on a going concern basis.

2.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable as recharges from a group company for the provision of payroll services, excluding value added tax and other sales taxes.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 MARCH 2020**

2. Accounting policies (continued)**2.4 Government grants**

Government grants are accounted for under the accruals model as permitted by FRS102. The grants received in the year are revenue based grants under the Coronavirus Job Retention Scheme (CJRS) and they have been recognised as Other Income in the Statement of Comprehensive Income. The amounts recognised to 30 March 2020 reflect the employee's covered by CJRS in the period leading up to this date, while the hotel and associated services were closed due to the Covid-19 pandemic. At 30 March 2020 the Company was entitled to the grants as it complied with all the conditions in place and as the scheme had been announced by the Government, there was an expectation that it would be received once the application process opened.

2.5 Pensions**Defined contribution pension plan**

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the Company in independently administered funds.

2.6 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.7 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.8 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

3. Other Operating Income

Included within Other Operating Income is £40,200 of income receivable under the Coronavirus Job Retention Scheme.

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**NOTES TO THE FINANCIAL STATEMENTS
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4. Employees

The employees in this Company are fully utilised by other companies within the same group therefore all costs are recharged as part of this agreement and Beaverbrook Estates Limited incurs no profit or loss on this arrangement.

The average monthly number of employees, including directors, during the year was 232 (2019 - 186).

5. Debtors

	2020 £	2019 £
Amounts owed by group undertakings	186,058	1,877,054
	<u>186,058</u>	<u>1,877,054</u>

6. Cash and cash equivalents

	2020 £	2019 £
Cash at bank and in hand	<u>543</u>	<u>965</u>

7. Creditors: Amounts falling due within one year

	2020 £	2019 £
Amounts owed to group undertakings	60	60
Other taxation and social security	186,540	1,877,958
	<u>186,600</u>	<u>1,878,018</u>

8. Pension commitments

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £74,557 (2019: £42,673).

BEAVERBROOK ESTATES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 MARCH 2020

9. Post balance sheet events

Following the global Coronavirus pandemic, the parent company saw decreased business and footfall in February and March 2020 and closed on the 19 March 2020. This had a modest impact on the profitability of the Group reported to March 2020.

The main impact to the Group was seen in the 2020/21 year, with extended periods of closure. The Beaverbrook Estate was reopened in a phased approach in accordance with government guidelines during May to July 2020. The whole estate was closed again in November and again in mid-December for Tier 3, Tier 4 and then for the national lockdown in January 2021. Following the reopening roadmap announced on 22 February 2021, plans are being made to reopen the golf course and other outside activities and related takeaway food & beverage on 29 March 2021, followed by other areas in April and May 2021.

The Company continued to provide employment services to its parent company, utilising the Coronavirus Job Retention Scheme (CJRS) where appropriate. The parent Company continued to pay for 100% of these net costs. Therefore the impact of the pandemic on the Company was very limited.

10. Controlling party

The immediate parent and ultimate controlling party is Beaverbrook Holdings Limited, a company incorporated in England and Wales and registered at Beaverbrook Estate, Reigate Road, Leatherhead, KT22 8QX. Consolidated accounts are prepared by this company and are available at Companies House.

11. Auditors' information

The auditors' report on the financial statements for the year ended 30 March 2020 was unqualified.

The audit report was signed on 25 March 2021 by Andrew Ball (Senior Statutory Auditor) on behalf of Haysmacintyre LLP.