

# Cheshire Street Holdings Limited

Annual Report and Unaudited Financial Statements

Year Ended 31 December 2018

**Cheshire Street Holdings Limited**

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# **Cheshire Street Holdings Limited**

## **Company Information**

**Director** Mr D L Bearman

**Registered office** 7th Floor  
South Block  
55 Baker Street  
London  
W1U 8EW

# **Cheshire Street Holdings Limited**

## **Director's Report Year Ended 31 December 2018**

The report and the financial statements for the year ended 31 December 2018.

### **Director of the company**

The director who held office during the year was as follows:

Mr D L Bearman

### **Going concern**

The financial statements have been prepared on a going concern basis as it is expected the business will be profitable in the foreseeable future and due to the ongoing support from the shareholder.

### **Small companies provision statement**

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved by the director on 26 September 2019 and signed by:

.....  
Mr D L Bearman  
Director

# Cheshire Street Holdings Limited

## Profit and Loss Account Year Ended 31 December 2018

		2018	31 May 2017 to 31 December 2017
	Note	£	£
Turnover		-	-
Administrative expenses		(5,138)	(29,065)
Other operating income		-	16,250
Operating loss		(5,138)	(12,815)
Interest from participating interests		248,730	62,099
Other interest receivable and similar income		36	-
Interest payable and similar expenses		(276,465)	(72,022)
		(27,699)	(9,923)
Loss before tax		(32,837)	(22,738)
Taxation		9,296	-
Loss for the financial year		(23,541)	(22,738)

The notes on pages 7 to 12 form an integral part of these financial statements.

## Cheshire Street Holdings Limited

(Registration number: 10795718)

### Balance Sheet as at 31 December 2018

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Investments	<u>4</u>	46,891	24,953
Debtors	<u>5</u>	-	9,251,234
		<u>46,891</u>	<u>9,276,187</u>
<b>Current assets</b>			
Debtors	6	9,512,680	72,287
Cash at bank and in hand		308	233,713
		9,512,988	306,000
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	<u>(6,157)</u>	<u>(3,409)</u>
<b>Net current assets</b>		<u>9,506,831</u>	<u>302,591</u>
<b>Total assets less current liabilities</b>		9,553,722	9,578,778
<b>Creditors: Amounts falling due after more than one year</b>	7	<u>(9,600,000)</u>	<u>(9,601,515)</u>
<b>Net liabilities</b>		<u>(46,278)</u>	<u>(22,737)</u>
<b>Capital and reserves</b>			
Called up share capital		1	1
Profit and loss account		<u>(46,279)</u>	<u>(22,738)</u>
<b>Total equity</b>		<u>(46,278)</u>	<u>(22,737)</u>

For the financial year ending 31 December 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The notes on pages 7 to 12 form an integral part of these financial statements.

# **Cheshire Street Holdings Limited**

**(Registration number: 10795718)**

## **Balance Sheet as at 31 December 2018**

Approved and authorised by the Director on 26 September 2019 and signed by:

.....

Mr D L Bearman

Director

The notes on pages 7 to 12 form an integral part of these financial statements.

## Cheshire Street Holdings Limited

### Statement of Changes in Equity Year Ended 31 December 2018

	Share capital £	Profit and loss account £	Total £
At 1 January 2018	1	(22,738)	(22,737)
Loss for the year	-	(23,541)	(23,541)
Total comprehensive income	-	(23,541)	(23,541)
At 31 December 2018	1	(46,279)	(46,278)

  

	Share capital £	Profit and loss account £	Total £
At 31 May 2017	-	-	-
Loss for the period	-	(22,738)	(22,738)
Total comprehensive income	-	(22,738)	(22,738)
New share capital subscribed	1	-	1
At 31 December 2017	1	(22,738)	(22,737)

The notes on pages 7 to 12 form an integral part of these financial statements.



# **Cheshire Street Holdings Limited**

## **Notes to the Financial Statements Year Ended 31 December 2018**

### **1 General information**

The company is a private company limited by share capital incorporated in England & Wales.

The address of its registered office is:

7th Floor  
South Block  
55 Baker Street  
London  
W1U 8EW  
United Kingdom

### **2 Accounting policies**

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

#### **Statement of compliance**

The financial statements have been prepared in accordance with FRS 102 Section 1A 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

#### **Basis of preparation**

The financial statements have been prepared under the historical cost convention.

The financial statements are presented in Sterling which is the functional currency of the company and rounded to the nearest £.

#### **Disclosure of long or short period**

The comparative figures cover the period from 31 May 2017 to 31 December 2017.

#### **Going concern**

The financial statements have been prepared on a going concern basis as the underlying business is expected to be profitable in the foreseeable future and due to the ongoing support from the shareholder.

#### **Tax**

Tax is recognised in profit or loss, except that a charge attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

#### **Group and consortium relief**

Charges for amounts payable in respect of tax losses surrendered to the company or credits for amounts receivable in respect of tax losses surrendered by the company and utilised by other group or consortium companies are recognised in the year to which they relate.

# Cheshire Street Holdings Limited

## Notes to the Financial Statements Year Ended 31 December 2018

### Investments

Investments in Joint Ventures are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when declared

### Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the profit and loss over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

### Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments.

### Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Financial instruments are impaired when an indication of impairment has become evident.

### 3 Staff numbers

The average number of persons employed by the company during the year was 0 (2017 - 0).

### 4 Investments

	2018	2017
	£	£
Investments in joint ventures	46,891	24,953

# Cheshire Street Holdings Limited

## Notes to the Financial Statements Year Ended 31 December 2018

<b>Joint ventures</b>	<b>£</b>
<b>Cost</b>	
At 1 January 2018	24,953
Additions	21,938
At 31 December 2018	46,891
<b>Provision</b>	
At 1 January 2018	-
At 31 December 2018	-
<b>Carrying amount</b>	
At 31 December 2018	46,891
At 31 December 2017	24,953

### Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2018	2017
Joint Venture undertakings				
Cheshire Street Limited	United Kingdom	Ordinary Shares	50%	50%

### 5 Debtors (due after more than one year)

	2018 £	2017 £
Amounts owed by group undertakings and undertakings in which the company has a participating interest due after more than one year	-	9,251,234

# Cheshire Street Holdings Limited

## Notes to the Financial Statements Year Ended 31 December 2018

### 6 Debtors (due within one year)

	2018 £	2017 £
Amounts owed by group undertakings and undertakings in which the company has a participating interest	9,278,808	16,250
Other debtors	233,872	56,037
	<u>9,512,680</u>	<u>72,287</u>

The loan of £6,500,000 made to Cheshire Street Limited attracts an interest rate of 2.88%. During the year interest of £187,200 (2017 - £46,672) was recognised. The carrying amount at the year end was £6,500,000 (2017 - £6,500,000).

The loan of £2,769,625 made to Cheshire Street Limited attracts an interest rate of 2.25% charged on the first £1,669,517 and the remaining balance is interest free. During the year interest of £37,564 (2017 - £9,365) was recognised.

The interest free portion of the loan is being held at amortised cost using an effective interest rate of 2.25%. During the year notional interest income of £23,966 (2017- £6,062) was recognised.

The loans were due for repayment on 18 August 2019 and were refinanced on 31 July 2019, further detail is included within Note 11. The carrying amount of the loans due to Cheshire Street Holdings Limited is £9,253,262 (2017 - £9,251,234 held within debtors due after more than one year).

A first legal charge in respect of this loan is held over Cheshire Street Limited's investment property at 110-126 Cheshire Street London, E2 6HE and its associated assets.

### 7 Creditors

	2018 £	2017 £
<b>Due within one year</b>		
Amounts owed to group undertakings	1,412	1,309
Other creditors	4,745	2,100
	<u>6,157</u>	<u>3,409</u>
<b>Due after one year</b>		
Loans and borrowings	8 <u>9,600,000</u>	<u>9,601,515</u>

# Cheshire Street Holdings Limited

## Notes to the Financial Statements Year Ended 31 December 2018

### 8 Loans and borrowings

	2018 £	2017 £
<b>Non-current loans and borrowings</b>		
Bank borrowings	9,600,000	9,601,515

#### Bank borrowings

The bank loan is denominated in Sterling with an interest rate of 2.88%. The loan was due for repayment on 29 September 2020, but was refinanced on 6 August 2019, further detail is included within Note 11. The carrying amount at the year end was £9,600,000 (2017 - £9,601,515).

### 9 Related party transactions

#### Summary of transactions with joint ventures

Cheshire Street Limited is a Joint Venture in which Cheshire Street Holdings Limited has a 50% interest.

#### Loans to related parties

	Joint ventures £
<b>2018</b>	
At start of period	9,251,234
Repaid	(246,702)
Interest transactions	248,730
At end of period	9,253,262
<b>2017</b>	
Advanced	9,251,234

### 10 Parent and ultimate parent undertaking

The company's parent is Firefly Capital Limited, incorporated in the United Kingdom.

The most senior parent entity producing publicly available financial statements is Firefly Capital Limited. These financial statements are publicly available from Companies House.

# **Cheshire Street Holdings Limited**

## **Notes to the Financial Statements Year Ended 31 December 2018**

### **11 Non adjusting events after the financial period**

On 31 July 2019 Cheshire Street Holdings Limited received £6,500,000 from Cheshire Street Limited in respect of amounts owed by group undertakings in which the company has a participating interest.

On 6 August 2019 Cheshire Street Holdings Limited repaid bank borrowings totalling £6,500,000 of which £6,500,000 was outstanding at the year ended 31 December 2018.

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