

Amending
Folkestone Harbour Company Limited
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2016

The revised accounts replace the original accounts.

They are now the statutory accounts.

They have been prepared as at the date of the original accounts, and not as at the date of revision and accordingly do not deal with events between those dates.

The Accounts have been revised due to the omission of page's 5 and 12.



FOLKESTONE HARBOUR COMPANY LIMITED

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FOLKESTONE HARBOUR COMPANY LIMITED

DIRECTOR'S REPORT

Director: Sir Roger De Haan

Secretary: Richard Fraser

Registered Office: Strand House, Pilgrims Way, Monks Horton, Ashford, Kent TN25 6DR

The director presents his report and the audited financial statements for the year ended 31st December 2016.

Principal activities

The company operates the seaport and inner harbour at Folkestone, and receives port dues, parking fees and rental income from the port and harbour operations.

Review of the business

The Company continued to operate the harbour commercially during the year.

A profit after taxation of £5.7 million (2015 : £5.2 million profit) arose during the year and was transferred to reserves. The profit was due primarily to a partial release of a debt impairment provision.

Directors

Sir Roger De Haan was the sole director who served throughout the year

Sir Roger De Haan owns 100% of the share capital of Folkestone Harbour Holdings Limited, the parent undertaking of Folkestone Harbour Company Limited.

Independent Auditors

MHA MacIntyre Hudson LLP have expressed their willingness to continue in office and a resolution concerning their re-appointment will be proposed at the Annual General Meeting.

FOLKESTONE HARBOUR COMPANY LIMITED

Statement of director's responsibilities

The director is responsible for preparing the directors report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has prepared the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 Section 1A The Financial Standard Applicable in the UK and Republic of Ireland (FRS 102).

Under company law the director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and of the profit and loss of the company for that period. In preparing these financial statements, the director is required to:-

- Select suitable accounting policies and then apply them consistently;
- Make judgements and accounting estimates that are reasonable and prudent;
- State whether applicable United Kingdom Accounting Standards, including FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements;
- Notify its shareholders in writing about the use of the disclosure exemptions, if any, of FRS 102 used in the preparation of financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

Disclosure of Information to Auditors

The report must contain a statement to the effect that, in the case of the director at the time when the report is approved, the following applies:

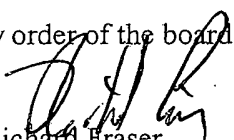
- As far as the director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- The director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Small Company Exemption

This report has been prepared in accordance with the special provisions of section 415A of part 15 of the Companies Act 2006 relating to small companies.

FOLKESTONE HARBOUR COMPANY LIMITED

By order of the board



Richard Fraser
Company Secretary

Registered Office

Strand House,
Pilgrims Way,
Ashford

Kent TN25 6DR

31/8/21

FOLKESTONE HARBOUR COMPANY LIMITED

Independent Auditor's Report to the Members of Folkestone Harbour Company Limited

We have audited the financial statements of Folkestone Harbour Company Limited for the year ended 31st December 2016 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), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement [set out on page 3], the director is 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 Financial Reporting Council's Ethical Standards for Auditors.

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 and to identify any information that is apparently incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

FOLKESTONE HARBOUR COMPANY LIMITED

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 31st December 2016, 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

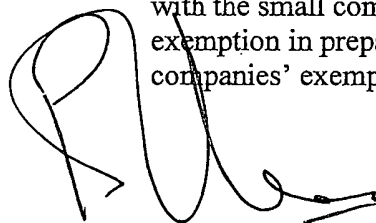
In our opinion, based on the work undertaken in the course of the audit, the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with those financial statements and this report has been prepared in accordance with applicable legal requirements.

In light of our knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report

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:

- 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 of the information and explanations we require for our audit; or
- the Directors were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemption in preparing the Directors' Report and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report.



F. Peter Cheney F.C.A (Senior Statutory Auditor)
For and on behalf of MHA MacIntyre Hudson
Chartered Accountants
Statutory Auditors
71 New Dover Road,
Canterbury,
Kent.
CT1 3DZ
31/8/2017

FOLKESTONE HARBOUR COMPANY LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER 2016

	Note	2016 £000	2015 £000
Turnover		607	395
Cost of sales		(399)	(166)
Gross profit		208	229
Administrative expenses		(187)	(122)
Operating profit/(loss)	4	21	107
Impairment provision	5	5,685	5,083
Profit/(loss) on ordinary activities before taxation		5,706	5,190
Tax on ordinary activities		-	-
Profit/(loss) on ordinary activities after taxation		5,706	5,190
Profit brought forward		8,463	3,723
Profit carried forward		£14,169	£8,463

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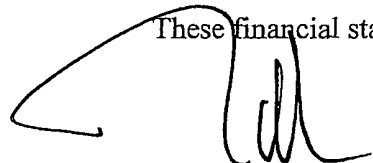
BALANCE SHEET AS AT 31ST DECEMBER 2016

	Note	2016 £000	2015 £000
Fixed assets			
Tangible assets	6	36	3
Current assets			
Debtors	7	23,574	17,868
Cash at bank and in hand		26	73
		23,600	17,941
Creditors			
- Amounts falling due within one year	8	(9,467)	(9,481)
Net current assets		14,133	8,460
Total assets less current liabilities		14,169	8,463
Creditors			
- Amounts falling due after more than one year		-	-
Net assets		£14,169	£8,463
Capital and reserves			
Called- up share capital	9	-	-
Profit and loss account		14,169	8,463
Shareholders' funds		£14,169	£8,463

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.

These financial statements were approved at a meeting of the Board of Directors held on

31st August 2017



Sir Roger De Haan Director

Company Number 2447559

FOLKESTONE HARBOUR COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2016

1. General Information

Folkestone Harbour Company Limited is a private company limited by shares incorporated in England and Wales in the United Kingdom, registration number 02447559. The address of the registered office is provided in the Directors' Report.

The financial statements have been presented in £ sterling and rounded to the nearest thousand.

2. Summary of significant accounting policies

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 years presented, unless otherwise stated.

The Company met the small company criteria and therefore these financial statements were prepared in accordance with applicable law and Section 1A of FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (UK Generally Accepted Accounting Practice applicable to Smaller Entities). The Company has taken advantage of the exemptions under Section 1A of FRS 102 in respect of the preparation of a Cash Flow Statement and related notes and a Statement of Changes in Equity.

(a) Basis of Preparation

The financial statements are prepared on a going concern basis, under the historical cost convention.

A key source of estimation uncertainty within these financial statements surrounds the carrying value of the loan balance due from Folkestone Harbour (1) Limited, a fellow subsidiary undertaking. The director has reviewed the carrying value of this loan against the estimates of net realisable value (NRV). The director has arrived at NRV by valuing the recoverable loan amount equivalent to the relevant proportion of the net assets of Folkestone Harbour (1) Limited. This has given rise to a positive movement in the impairment provision of £5.7 million (2015: £5.1 million). Should there be a further significant movement in UK real estate pricing, then a further adjustment of the loan may be necessary.

(b) Turnover

Turnover is measured at the fair value of the consideration received or receivable net of VAT and discount. The policy adopted for the recognition of the turnover is as follows.

When the outcome of a transaction can be estimated reliably, turnover from rents, parking and port dues are recognised by reference to the stage of completion at the balance sheet date.

FOLKESTONE HARBOUR COMPANY LIMITED

(c) Tangible Fixed Assets

Tangible fixed assets are included in the balance sheet at historical cost, net of any provision for impairment.

Depreciation is provided on the cost of the assets in use on the straight line method so as to write off the assets over their useful economic lives. The principal rates used (per annum) are set out below.

Plant and Machinery	20%
Fixtures and Fittings	15% & 33.33%

(d) Tax

Current tax represents the amount of tax payable or receivable in respect of the taxable profit (or loss) for the current or past periods. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in the respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense in tax assessments in periods different from those in which they are recognised in the financial statements. 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.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences.

(e) Leased Assets

Operating lease rentals are charged to the Profit and Loss Account on a straight line basis over the period of the lease.

(f) Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses or as a separate item if the amount is material.

3. Ultimate Parent Undertaking

The immediate and ultimate parent undertaking is Folkestone Harbour Holdings Limited, a company controlled by the director, Sir Roger De Haan.

FOLKESTONE HARBOUR COMPANY LIMITED

4. Auditors remuneration

During the year, auditors remuneration (including expenses and non-cash benefits) amounted to £2,680 (2015 £2,900)

5. Impairment Provision

As outlined in note 1 there has been a write-back to the impairment provision made against the amount due from Folkestone Harbour (1) Limited of £5.7 million (2015: £5.1 million write-back).

6. Tangible Fixed Assets

	Plant & machinery £000	Fixtures & Fittings £000	Total £000
Cost at 1 st January 2016	159	67	226
Additions	42	1	43
Disposals	-	-	-
Cost as 31 st December 2016	201	68	269
Depreciation at 1 st January 2016	157	66	223
Charge for the year	9	1	10
Disposals	-	-	-
Depreciation at 31 st December 2016	166	67	233
Net book value 31 st December 2016	35	1	36
Net book value 31 st December 2015	2	1	3

7. Debtors

	2016 £000	2015 £000
Trade debtors	29	13
Prepayments and accrued income	49	44
Amounts owed by parent undertaking	-	-
Amount due from other group undertakings	23,496	17,811
	23,574	17,868

Of the amount due from other group undertakings, £23,496,161 (2015: £17,810,868) is due for repayment on demand. The amounts due from other group undertakings are stated net of impairment provisions. Refer to note 9 for further details.

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8. Creditors: amounts falling due within one year

	2016 £000	2015 £000
Trade creditors	59	3
Accruals and deferred income	29	20
Other tax and social security	9	10
Amount due to other group undertakings	82	40
Director's loan account	6,753	6,753
Loan from parent undertaking	2,535	2,655
	£9,467	£9,481

The director's loan and the loan due to the parent undertaking are repayable on demand. Both loans are interest free and are secured by way of fixed and floating charges over the assets of the company.

9. Called Up Share Capital

	2016 £	2015 £
Authorised: 100 ordinary shares £1 each	100	100
Allotted, called up and fully paid: 2 ordinary shares of £1 each	2	2

10. Related party disclosures

The company has a loan of £29,391,963 due from Folkestone Harbour (1) Limited. A write-back to the impairment provision of £5,685,293 (2015 : £5,082,699 write back) was credited to the profit and loss account during the year. The balance outstanding at 31st December 2016 after deducting impairment provisions was £22,404,820 (2015: £16,719,527). The company has a loan due from Folkestone Harbour Limited Partnership of £1,091,341 (2015 : £1,091,341)

As at 31st December 2016 the company had a loan due to Folkestone Harbour Holdings Limited of £2,535,177 (2015 : £2,655,177). During the year there were repayments of £120,000 (2015 : £90,000) and Folkestone Harbour Holdings Limited made a new advance of £Nil (2015 : £20,000).

As at 31st December 2016 the company had a loan due to the director of £6,753,069 (2015: £6,753,069).

As at 31st December 2016 the company had an outstanding balance due to Folkestone Harbour (GP) Limited of £82,042 (2015 : £39,882).

All of the entities referred to in this note are controlled by a common shareholder.