

THE LEADING HOTELS OF THE WORLD LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

THE LEADING HOTELS OF THE WORLD LIMITED

Company Information

Directors	A Kracht D Neumann R Radford-Hardy
Company secretary	C Longfield
Registered number	01336147
Registered office	37-41 Mortimer Street London W1T 3JH
Independent auditors	Sayers Butterworth LLP Chartered Accountants & Statutory Auditor 3rd Floor 12 Gough Square London London EC4A 3DW
Bankers	Barclays Bank Plc 7th Floor United Kingdom House 180 Oxford Street London W1D 1EA

THE LEADING HOTELS OF THE WORLD LIMITED
Registered number: 01336147

Balance sheet
As at 31 December 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	-	81,218
		-	81,218
Current assets			
Debtors	5	342,076	281,055
Cash at bank and in hand		27,452	74,710
		369,528	355,765
Creditors: amounts falling due within one year	6	(318,200)	(308,163)
Net current assets		51,328	47,602
Total assets less current liabilities		51,328	128,820
Provisions for liabilities			
Deferred tax		604	(15,289)
		604	(15,289)
Net assets		51,932	113,531
Capital and reserves			
Called up share capital		100	100
Profit and loss account		51,832	113,431
		51,932	113,531

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 prepared and 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 18 September 2018.

D Neumann

Director

The notes on pages 2 to 6 form part of these financial statements.

THE LEADING HOTELS OF THE WORLD LIMITED

Notes to the financial statements For the Year Ended 31 December 2017

1. General information

The Leading Hotels of the World Limited is a private limited company incorporated in the United Kingdom and registered in England and Wales. The company's registered office is 35 King Street, London, EC2V 8EH.

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 preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies.

The following principal accounting policies have been applied:

2.2 Turnover

Turnover comprises revenue recognised by the company in respect of services supplied during the year, exclusive of Value Added Tax.

2.3 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

At each reporting date the company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined which is the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Leasehold Property	- Over the remaining lease term in equal instalments
Computer equipment	-
	20% per annum
Fixtures & fittings	-
	10% per annum

2.4 Debtors

Basic financial assets including trade and other debtors are recognised at transaction price, less any impairment.

Notes to the financial statements
For the Year Ended 31 December 2017

2. Accounting policies (continued)

2.5 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.

2.6 Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties and loans to related parties.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the balance sheet date.

2.7 Creditors

Basic financial liabilities including trade and other creditors are recognised at the transaction price.

2.8 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Profit and loss account.

2.9 Operating leases

Rentals paid under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

Notes to the financial statements
For the Year Ended 31 December 2017

2. Accounting policies (continued)

2.10 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 Profit and loss account when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.11 Interest income

Interest income is recognised in the Profit and loss account using the effective interest method.

2.12 Provisions for liabilities

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Profit and loss account in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Balance sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

2.13 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Profit and loss account, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

3. Employees

The average monthly number of employees, including directors, during the year was 17 (2016 - 21).

THE LEADING HOTELS OF THE WORLD LIMITED

Notes to the financial statements
For the Year Ended 31 December 2017

4. Tangible fixed assets

	Leasehold property £	Fixtures, fittings and equipment £	Total £
Cost or valuation			
At 1 January 2017	87,689	51,724	139,413
At 31 December 2017	87,689	51,724	139,413
Depreciation			
At 1 January 2017	31,511	26,684	58,195
Charge for the year	8,769	4,171	12,940
Impairment charge	47,409	20,869	68,278
At 31 December 2017	87,689	51,724	139,413
Net book value			
At 31 December 2017	-	-	-
At 31 December 2016	56,178	25,040	81,218

5. Debtors

	2017 £	2016 £
Due after more than one year		
Other debtors	-	143,451
	-	143,451
Due within one year		
Trade debtors	131,914	46,897
Amounts owed by group undertakings	21,386	-
Other debtors	130,177	39,342
Prepayments and accrued income	58,599	51,365
	342,076	281,055

THE LEADING HOTELS OF THE WORLD LIMITED

**Notes to the financial statements
For the Year Ended 31 December 2017**

6. Creditors: Amounts falling due within one year

	2017	2016
	£	£
Trade creditors	113,149	71,813
Amounts owed to group undertakings	-	31,496
Corporation tax	8,147	18,108
Other taxation and social security	-	19,284
Other creditors	-	5,255
Accruals and deferred income	196,904	162,207
	<u>318,200</u>	<u>308,163</u>

7. Commitments under operating leases

At 31 December 2017, the Company had future minimum lease payments under non-cancellable operating leases amounting to £5,995 (2016: £714,294)

8. Parent undertaking

The parent undertaking of the smallest group of which the company is a member and consolidated accounts are prepared is The Leading Hotels of the World, Ltd. Their registered office address is 485 Lexington Avenue, Suite 401, New York, NY 10017, USA.

9. Auditors' information

The auditors' report on the financial statements for the year ended 31 December 2017 was unqualified.

The audit report was signed on 18 September 2018 by Andrew Burch (Senior statutory auditor) on behalf of Sayers Butterworth LLP.