

Company Registration No. 2344929

Amsprop London Limited

Report and Unaudited Financial Statements

Year ended 30 June 2020

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Amsprop London Limited

Report and unaudited financial statements 2020

Contents	Page
Officers and professional advisers	1
Directors' report	2
Directors' responsibilities statement	4
Profit and loss account	5
Balance sheet	6
Statement of changes in equity	7
Notes to the financial statements	8

Amsprop London Limited

Report and unaudited financial statements 2020

Officers and professional advisers

Directors

Lord Alan M Sugar
Louise J Sugar
Andrew N Cohen
Daniel P Sugar
Simon Sugar
James Hughes
Claude M Littner
Roger G Adams (resigned 31 December 2020)
Michael E Ray

Secretary

Michael E Ray

Registered office

Amshold House
Goldings Hill
Loughton
Essex
IG10 2RW

Bankers

Lloyds Bank plc
City Office
11-15 Monument Street
London
EC3V 9JA

Amsprop London Limited

Directors' report

The directors present their annual report and the unaudited financial statements for the year to 30 June 2020.

This directors' report has been prepared in accordance with the special provisions relating to small companies under S415A the Companies Act 2006.

Principal activities

The Company is principally engaged in the business of property investment. These properties are held for their long term investment potential and accordingly are treated as investment properties.

Business review

The result for the year to 30 June 2019 after taxation was a loss of £439,708 (2019: £913,828 profit). The profit and loss account for the period is set out on page 5.

Going concern

The directors have reviewed the current and projected financial position of the Company, making reasonable assumptions about future trading.

On the basis of this review, and after making due enquiries, the directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the report and financial statements.

Financial risks

The directors considered the risks attached to the Company's financial instruments which principally comprise operating debtors and operating creditors and loans to and from other group companies. The directors have taken a prudent approach in their consideration of the various risks attached to the financial instruments of the Company. The Company's exposure to price risk, credit risk, liquidity risk and cash flow risk is not material for the assessment of assets, liabilities and the financial statements.

The director's policy on hedging is to hedge all financial risks where it is feasible and cost effective to do so. The Company had no hedged transactions during the year.

Dividends

The directors do not propose the payment of a dividend (2019: £35,000,000).

Directors

The directors who held office throughout the period are listed on page 1.

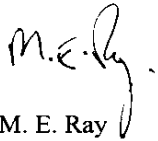
Amsprop London Limited

Directors' report (continued)

Directors indemnities

The directors and officers of the Company use the indemnity insurance policy taken out by Amshold Group Limited, the ultimate parent company.

Approved by the Board and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'M.E. Ray'.

M. E. Ray

Director

22 January 2021

Amsprop London Limited

Directors' responsibilities statement

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial period. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 judgments and accounting 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

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 to enable them to ensure that the financial statements comply with the Companies Act 2006. They are 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.

Amsprop London Limited

Profit and loss account Year ended 30 June 2020

	Notes	2020 £	2019 £
Turnover	2	1,545,342	1,541,307
Operating costs		<u>(2,535)</u>	<u>(299,467)</u>
Operating profit		1,542,807	1,241,840
Fair value movement on investment property		(1,628,079)	(196,514)
Finance income	4	<u>74</u>	<u>85,095</u>
(Loss)/Profit on ordinary activities before taxation		(85,198)	1,130,421
Tax charge on profit on ordinary activities	5	<u>(354,510)</u>	<u>(216,593)</u>
(Loss)/Profit on ordinary activities after taxation		<u><u>(439,708)</u></u>	<u><u>913,828</u></u>

All amounts derive from continuing operations.

As there are no other sources of comprehensive income other than the profit for the financial year, the Company has not included a consolidated statement of comprehensive income.

Amsprop London Limited

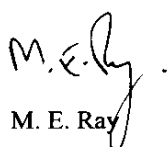
Balance sheet 30 June 2020

	Notes	2020 £	2019 £
Fixed assets			
Investment properties	8	27,193,741	28,821,820
Other Investments	9	24,400	24,400
		<u>27,218,141</u>	<u>28,846,220</u>
Current assets			
Debtors	10	2,052,815	605,282
Cash at bank and in hand	11	24,252	82,960
		<u>2,077,067</u>	<u>688,242</u>
Creditors: amounts falling due within one year	12	<u>(745,941)</u>	<u>(631,033)</u>
Net current assets		<u>1,331,126</u>	<u>57,209</u>
Net assets		<u>28,549,267</u>	<u>28,903,429</u>
Provision for liabilities	13	<u>(3,135,015)</u>	<u>(3,049,469)</u>
Total Net assets		<u>25,414,252</u>	<u>25,853,960</u>
Capital and reserves			
Called up share capital	14	415,404	415,404
Revaluation reserve		12,289,826	13,877,681
Profit and loss account		<u>12,709,022</u>	<u>11,560,875</u>
Shareholders' funds		<u>25,414,252</u>	<u>25,853,960</u>

For the year ending 30 June 2020 the Company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies. Directors' 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;
- the directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The financial statements of Amsprop London Limited, registered number 2344929, were approved by the board of directors and authorised for issue on 22 January 2021. They were signed on its behalf by:


M. E. Ray
Director

Amsprop London Limited

Statement of changes in equity At 30 June 2020

	Called up share capital	Profit and loss account	Revaluation reserve	Shareholder's funds
	£	£	£	£
As at 30 June 2018	41,514,400	4,377,840	14,047,892	59,940,132
Dividends paid	-	(35,000,000)	-	(35,000,000)
Reduction of called up share capital	(41,098,996)	41,098,996	-	-
Revaluation transfer	-	170,211	(170,211)	-
Profit for the financial year	-	913,828	-	913,828
	<hr/>	<hr/>	<hr/>	<hr/>
As at 30 June 2019	415,404	11,560,875	13,877,681	25,853,960
Revaluation transfer	-	1,587,855	(1,587,855)	-
Loss for the financial year	-	(439,708)	-	(439,708)
	<hr/>	<hr/>	<hr/>	<hr/>
As at 30 June 2020	<u>415,404</u>	<u>12,709,022</u>	<u>12,289,826</u>	<u>25,414,252</u>

Amsprop London Limited

Notes to the financial statements For the year ended 30 June 2020

1. Accounting policies

The particular accounting policies adopted by the directors are described below, and have been applied consistently in the current and preceding years.

General information and basis of accounting

Amsprop London Limited is a company incorporated in the United Kingdom with its registered office at Amshold House, Goldings Hill, Loughton, Essex, IG10 2RW.

The financial statements are prepared under the historical cost convention, modified to include certain items at fair value, and in accordance with Financial Reporting Standard 102 (FRS 102) issued by the Financial Reporting Council.

The functional currency of the Company is considered to be pounds sterling because that is the currency of the primary economic environment in which the Company operates.

Going concern

The Company's business activities, together with the factors likely to affect its future development, performance and financial position are set out in the director's report. This describes the financial position of the Company; its cash flows, liquidity position and borrowing facilities; and its exposure to credit risk and liquidity risk.

The Company's forecasts and projections, taking account of reasonably possible changes in trading performance, show that the Company should be able to operate within the level of its current facility.

After making enquiries, the directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the annual report and financial statements.

Investment properties

Investment properties for which fair value can be measured reliably without undue cost of effort on an ongoing basis are measured at fair value annually with any change recognised in the profit and loss account.

Sale of properties

Disposals of properties are recognised where contracts have been unconditionally exchanged during the accounting year.

Taxation

Current tax, including UK corporation and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantially enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the Company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses 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, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

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 the timing difference. Deferred tax relating to investment property is measured using the tax rates and allowances that apply to the sale of the asset.

Amsprop London Limited

Notes to the financial statements For the year ended 30 June 2020

1. Accounting policies (continued)

Taxation (continued)

The tax expense or income is presented in the same component of comprehensive income or equity as the transaction or other event that resulted in the tax expense or income.

Cash flows

As the Company is a wholly-owned subsidiary, the cash flows of the Company are included in the consolidated accounts of Amshold Group Limited which are publicly available (note 15). Consequently the Company is exempt under the provisions of Financial Reporting Standard 1 (Revised) – “Cash Flow Statements”, from publishing a separate cash flow statement.

2. Turnover

Turnover represents amounts derived from the provision of services and rental income on investment properties which fall within the Company's ordinary activities after deduction of trade discounts and value added tax. The turnover and pre-tax loss all arises in the United Kingdom. Rent increases arising from rent reviews are taken into account when such reviews have been agreed with tenants. On new leases with rent free periods rental income is allocated evenly over the period from the date of lease commencement to the date of the first rent review. Where payments are received from customers in advance of services provided, the amounts are recorded as deferred income and included as part of creditors due within one year. Turnover can be analysed as follows:

	2020 £	2019 £
Rental income	1,545,342	1,541,307
	<u>1,545,342</u>	<u>1,541,307</u>

3. Staff costs

The Company had no employees in either the current or prior year. The directors received no emoluments during the current or prior year.

4. Finance income

	2020 £	2019 £
Interest receivable from other group companies	-	85,065
Bank and other interest	74	30
	<u>74</u>	<u>85,095</u>

Amsprop London Limited

Notes to the financial statements For the year ended 30 June 2020

5. Tax charge on profit on ordinary activities

(i) Analysis of tax charge on profit on ordinary activities

	2020 £	2019 £
UK corporation tax charge at 19% (2019: 19%)	(268,964)	(220,754)
Total current tax charge	(268,964)	(220,754)
Origination and reversal of timing differences	-	(28,062)
Capital allowances in excess of depreciation	(24,184)	-
Effects of changes in tax rates on opening balance	(358,761)	-
Effects of indexation	(15,769)	-
Fair value movement of investment property	313,168	32,223
Total deferred tax (charge)/credit	(85,546)	4,161
Tax charge on profit on ordinary activities	<u>(354,510)</u>	<u>(216,593)</u>

(ii) Factors affecting tax charge for the current year

The standard rate of tax for the year, based on the UK standard of corporation tax is 19% (2019: 19%). The actual tax charge for the current and previous year is the same as the standard rate for the reasons set out in the following reconciliation:

	2019 £	2019 £
(Loss)/Profit on ordinary activities before tax	(85,198)	1,130,421
Tax credit/(charge) at 19% (2019: 19%)	16,188	(214,780)
Factors affecting charge:		
Effects of changes in tax rates	(358,761)	(2,666)
Effects of indexation	(15,769)	(2,449)
Other timing differences	3,832	-
Capital allowances in excess of depreciation	-	3,302
Tax current tax charge for year	<u>(354,510)</u>	<u>(216,593)</u>

6. Dividends

The directors do not propose the payment of a dividend (2019: £35,000,000).

Amsprop London Limited

Notes to the financial statements For the year ended 30 June 2020

7. Investment properties

	Total £
At 1 July 2019	28,821,820
Deficit arising on valuation	<u>(1,628,079)</u>
At 30 June 2020	<u><u>27,193,741</u></u>

The majority of the investment properties were valued by the directors at 30 June 2020 on a valuation prepared internally by a qualified chartered surveyor, on a fair value basis. The remaining property was valued externally at 30 June 2020.

It is the Company's intention to retain the properties for the foreseeable future.

8. Other investments

	2020 £	2019 £
Investment in subsidiaries		
Cost and net book value	<u>24,400</u>	<u>24,400</u>

The subsidiary investments at 30 June 2020 comprise a 100% shareholding in Amshold International Limited.

9. Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Amounts owed from other group companies	1,782,934	485,595
Trade debtors	256,622	99,507
Prepayments and accrued income	<u>13,259</u>	<u>20,180</u>
	<u><u>2,077,067</u></u>	<u><u>605,282</u></u>

10. Cash at bank and in hand

	2020 £	2019 £
Company cash at bank and in hand	3,625	3,142
Tenant deposits	<u>20,627</u>	<u>79,818</u>
	<u><u>24,252</u></u>	<u><u>82,960</u></u>

Amsprop London Limited

Notes to the financial statements For the year ended 30 June 2020

11. Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	2,400	-
Other creditors	24,391	83,581
Other taxation	79,428	77,303
Corporation tax	268,964	110,377
Accruals and deferred income	370,758	359,772
	<u>745,941</u>	<u>631,033</u>

12. Provisions for liabilities

	2020 £	2019 £
Deferred taxation movement for the year		
At 1 July	3,049,469	3,053,630
Charge/(Credit) to profit and loss account	85,546	(4,161)
At 30 June	<u>3,135,015</u>	<u>3,049,469</u>
Analysis of deferred tax provision:		
	2020 £	2019 £
Retained surplus on revaluation of property	2,080,011	2,127,156
Capital allowances in excess of depreciation	1,055,004	922,313
At 30 June	<u>3,135,015</u>	<u>3,049,469</u>

13. Share capital

	2020 £	2019 £
Authorised:		
50,000,000 ordinary shares of £1 each	<u>50,000,000</u>	<u>50,000,000</u>
Called up, allotted and fully paid:		
41,514,400 ordinary shares of 1p each	<u>415,404</u>	<u>415,404</u>

On 28 September 2018, the Company combined all classes of shares and submitted a solvency statement reducing the value of each share from £1 to 1p each and transferred the balance to distributable reserves.

Amsprop London Limited

Notes to the financial statements For the year ended 30 June 2020

15. Ultimate parent company and controlling party

At 30 June 2020, the Company was indirectly wholly-owned by Lord and Lady Sugar.

The immediate parent company is Amshld Group Limited, a company incorporated in the United Kingdom and registered in England and Wales.

The ultimate parent company is Amshold Limited, a company incorporated in the United Kingdom and is the parent undertaking of the smallest and largest group which includes the Company and for which group financial statements are prepared. For the year ended 30 June 2020, copies of the group financial statements of Amshold imited are available from Companies House, Crown Way, Maindy, Cardiff CF14 3UZ.

16. Related party transactions

In respect of other related party transactions, the Company has taken advantage of the exemption from related party disclosure in accordance with Paragraph 3(c) of Financial Reporting Standard No. 8.