
CHELGATE LIMITED

COMPANY INFORMATION

Directors	T C Fane-Saunders Esq N Wood-Dow Esq (resigned 31 January 2016) M S Lane Esq L Herbert Esq (appointed 1 April 2016)
Company secretary	M S Lane Esq
Registered number	02262305
Registered office	Number One Tanner Street London SE1 3LE
Accountants	Barnes Roffe LLP Chartered Accountants Charles Lake House Claire Causeway Crossways Business Park Dartford Kent DA2 6QA
Bankers	Natwest Bank PO Box 192 116 Fenchurch Street London EC3M 5AN

CHELGATE LIMITED

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CHELGATE LIMITED

DIRECTORS' REPORT
For the Year Ended 31 December 2016

The directors present their report and the financial statements for the year ended 31 December 2016.

Directors

The directors who served during the year were:

T C Fane-Saunders Esq
N Wood-Dow Esq (resigned 31 January 2016)
M S Lane Esq
L Herbert Esq (appointed 1 April 2016)

Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 16/06/17 and signed on its behalf.


M S Lane Esq
Secretary

CHELGATE LIMITED

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF
THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF CHELGATE LIMITED
FOR THE YEAR ENDED 31 DECEMBER 2016**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Chelgate Limited for the year ended 31 December 2016 which comprise the Profit and loss account, the Balance sheet, the Statement of changes in equity and the related notes from the company accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of directors of Chelgate Limited, as a body, in accordance with the terms of our engagement letter dated 3 March 2013. Our work has been undertaken solely to prepare for your approval the financial statements of Chelgate Limited and state those matters that we have agreed to state to the Board of directors of Chelgate Limited, as a body, in this report in accordance with ICAEW Technical Release TECH07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Chelgate Limited and its Board of directors, as a body, for our work or for this report.

It is your duty to ensure that Chelgate Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit or loss of Chelgate Limited. You consider that Chelgate Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or review of the financial statements of Chelgate Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.



Barnes Roffe LLP
Chartered Accountants
Charles Lake House
Claire Causeway
Crossways Business Park
Dartford
Kent
DA2 6QA

Date: 20/06/17

CHELGATE LIMITED

PROFIT AND LOSS ACCOUNT
For the Year Ended 31 December 2016

	Note	2016 £	2015 £
Turnover	4	1,409,305	1,196,022
Cost of sales		(126,516)	(176,971)
Gross profit		1,282,789	1,019,051
Administrative expenses		(1,157,216)	(974,105)
Operating profit		125,573	44,946
Interest receivable and similar income	7	68	1
Interest payable and similar expenses	8	(133)	(656)
Profit before tax		125,508	44,291
Tax on profit	9	(26,102)	(10,467)
Profit for the year		99,406	33,824

The notes on pages 7 to 15 form part of these financial statements.

CHELGATE LIMITED
Registered number: 02262305

BALANCE SHEET
As at 31 December 2016

	Note	2016 £	2015 £
Fixed assets			
Tangible assets	11	11,296	6,125
		<u>11,296</u>	<u>6,125</u>
Current assets			
Debtors: amounts falling due within one year	12	227,967	416,736
Cash at bank and in hand	13	334,028	1,233
		<u>561,995</u>	<u>417,969</u>
Creditors: amounts falling due within one year	14	(350,676)	(214,984)
Net current assets		<u>211,319</u>	<u>202,985</u>
Total assets less current liabilities		<u>222,615</u>	<u>209,110</u>
Creditors: amounts falling due after more than one year	15	-	(49,901)
Provisions for liabilities			
Other provisions	16	(90,000)	(40,000)
Net assets		<u>132,615</u>	<u>119,209</u>
Capital and reserves			
Called up share capital		25,000	25,000
Profit and loss account		107,615	94,209
		<u>132,615</u>	<u>119,209</u>

The directors consider that the company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

CHELGATE LIMITED
Registered number: 02262305

BALANCE SHEET (CONTINUED)
As at 31 December 2016

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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 were approved and authorised for issue by the board and were signed on its behalf on

16/06/17



T C Fane-Saunders Esq
Director

The notes on pages 7 to 15 form part of these financial statements.

CHELGATE LIMITED

STATEMENT OF CHANGES IN EQUITY
For the Year Ended 31 December 2016

	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 1 January 2016	25,000	94,209	119,209
Profit for the year	-	99,406	99,406
Dividends: Equity capital	-	(86,000)	(86,000)
At 31 December 2016	25,000	107,615	132,615

STATEMENT OF CHANGES IN EQUITY
For the Year Ended 31 December 2015

	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 1 January 2015	25,000	90,385	115,385
Profit for the year	-	33,824	33,824
Dividends: Equity capital	-	(30,000)	(30,000)
At 31 December 2015	25,000	94,209	119,209

The notes on pages 7 to 15 form part of these financial statements.

CHELGATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended 31 December 2016

1. General information

The company, incorporated in England and Wales, has its registered office at 1 Tanner Street, London, SE1 3LE.

The company's principal activity during the period continued to be that of providing reputation and relationship management services.

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 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, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

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.

CHELGATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended 31 December 2016

2. Accounting policies (continued)

2.3 Tangible fixed assets (continued)

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:

Fixtures & Fittings	- 25% straight line
Office Equipment	- 25% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Profit and loss account.

2.4 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.

2.5 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. 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.

2.6 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.

2.7 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.

CHELGATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 December 2016

2. Accounting policies (continued)

2.8 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

2.9 Operating leases: the company as lessee

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

2.10 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.

When payments are eventually made, they are charged to the provision carried in the Balance sheet.

2.11 Taxation

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 in the countries where the company operates and generates income.

3. Judgments in applying accounting policies and key sources of estimation uncertainty

There were no significant judgements or estimates exercised by management during the period in the presentation of the financial statements.

CHELGATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 December 2016

4. Turnover

Analysis of turnover by country of destination:

	2016 £	2015 £
United Kingdom	664,554	808,829
Rest of Europe	130,433	282,060
Rest of the world	614,318	105,133
	<u>1,409,305</u>	<u>1,196,022</u>

5. Employees

Staff costs, including directors' remuneration, were as follows:

	2016 £	2015 £
Wages and salaries	690,504	487,946
	<u>690,504</u>	<u>487,946</u>

The average monthly number of employees, including directors, during the year was 12 (2015 - 11).

6. Directors' remuneration

	2016 £	2015 £
Directors' emoluments	361,527	152,148
	<u>361,527</u>	<u>152,148</u>

7. Interest receivable

	2016 £	2015 £
Other interest receivable	68	1
	<u>68</u>	<u>1</u>

CHELGATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 December 2016

8. Interest payable and similar charges

	2016 £	2015 £
Bank interest payable	133	656
	133	656
	133	656

9. Taxation

	2016 £	2015 £
Corporation tax		
Current tax on profits for the year	26,403	10,467
Adjustments in respect of previous periods	(301)	-
	26,102	10,467
Taxation on profit on ordinary activities	26,102	10,467

Factors affecting tax charge for the year

The tax assessed for the year is higher than (2015 - *higher than*) the standard rate of corporation tax in the UK of 20% (2015 - 20%). The differences are explained below:

	2016 £	2015 £
Profit on ordinary activities before tax	125,508	44,291
	125,508	44,291
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2015 - 20%)	25,102	8,858
Effects of:		
Expenses not deductible for tax purposes	2,410	2,172
Capital allowances for year in excess of depreciation	(1,109)	(563)
Adjustments in respect of previous periods	(301)	-
	26,102	10,467
Total tax charge for the year	26,102	10,467

Factors that may affect future tax charges

There were no factors that may affect future tax charges.

CHELGATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 December 2016

10. Dividends

	2016	<i>2015</i>
	£	£
Dividends paid on equity capital	86,000	<i>30,000</i>
	<u>86,000</u>	<u><i>30,000</i></u>

11. Tangible fixed assets

	Other fixed assets
	£
Cost or valuation	
At 1 January 2016	19,252
Additions	8,594
Disposals	(9,415)
At 31 December 2016	<u>18,431</u>
Depreciation	
At 1 January 2016	13,127
Charge for the period on owned assets	3,423
Disposals	(9,415)
At 31 December 2016	<u>7,135</u>
Net book value	
At 31 December 2016	<u>11,296</u>
<i>At 31 December 2015</i>	<u><i>6,125</i></u>

CHELGATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 December 2016

12. Debtors

	2016 £	2015 £
Trade debtors	181,813	352,445
Other debtors	2,852	6,652
Prepayments and accrued income	43,302	57,639
	<u>227,967</u>	<u>416,736</u>

13. Cash and cash equivalents

	2016 £	2015 £
Cash at bank and in hand	334,028	1,233
Less: bank overdrafts	-	(47,919)
	<u>334,028</u>	<u>(46,686)</u>

14. Creditors: Amounts falling due within one year

	2016 £	2015 £
Bank overdrafts	-	47,919
Trade creditors	3,093	14,912
Corporation tax	23,013	8,176
Other taxation and social security	41,238	38,421
Other creditors	60,065	85,909
Accruals and deferred income	223,267	19,647
	<u>350,676</u>	<u>214,984</u>

15. Creditors: Amounts falling due after more than one year

	2016 £	2015 £
Other creditors	-	49,901
	<u>-</u>	<u>49,901</u>

CHELGATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 December 2016

16. Provisions

	£
At 1 January 2016	40,000
Charged to profit or loss	50,000
At 31 December 2016	90,000

The company's policy is to provide dilapidation costs in respect of the property they lease.

17. Share capital

	2016 £	2015 £
Shares classified as equity		
Allotted, called up and fully paid		
25,000 Ordinary shares of £1 each	25,000	25,000

18. Commitments under operating leases

At 31 December 2016 the company had future minimum lease payments under non-cancellable operating leases as follows:

	2016 £	2015 £
Not later than 1 year	61,811	111,655
Later than 1 year and not later than 5 years	1,987	51,468
	63,798	163,123

19. Related party transactions

T C Fane-Saunders Esq, a director, has loaned funds to the company. The balance outstanding as at 31 December 2016 was £Nil (2015: £49,901). During the year no interest was paid (2015: £Nil).

M S Lane Esq, a director, has loaned funds to the company. The balance outstanding as at 31 December 2016 was £Nil (2015: £80,000) on which no interest was paid.

CHELGATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 December 2016

20. Controlling party

The company's ultimate parent company is Chelgate (Holdings) Limited.

The company is controlled by T C Fane-Saunders Esq by virtue of his shareholding in the ultimate parent undertaking.

21. First time adoption of FRS 102

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.