

City Facilities Management Holdings (Europe) Ltd

Report of the Directors and Unaudited

Financial Statements

Registered number 04531641

31 December 2022



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Company Information

Directors	C J Seggie P A M Smith (resigned 25 February 2022) D Still (appointed 25 February 2022)
Company secretary	C Hawkins
Registered number	04531641
Registered office	Unit 1b Lea Green Business Park Eurolink St Helens WA9 4TR
Bankers	Bank of Scotland plc 10 Gresham Street London EC2V 7AE
Solicitors	Brodies LLP 110 Queen Street Glasgow G1 3BX

Directors' Report

The directors present their report with the financial statements of the company for the year ended 31 December 2022.

Directors

The directors who held office during the year and to the date of this report were as follows:

C Seggie

P A M Smith (resigned 25 February 2022)

D Still (appointed 25 February 2022)

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

On behalf of the board



C Hawkins
Company Secretary

Unit 1b
Lea Green Business Park
Eurolink
St Helens
WA9 4TR

10 November 2023

Profit and Loss Account
for the year ended 31 December 2022

	<i>Note</i>	2022 £	2021 £
Turnover		2,087,383	2,182,294
Cost of sales		<u>(2,087,383)</u>	<u>(2,182,294)</u>
Gross profit		-	-
Administrative expenses		<u>(324,294)</u>	-
Operating profit/(loss)		-	-
Interest receivable and similar income		<u>-</u>	<u>-</u>
Profit/(loss) before tax		(324,294)	-
Tax on profit/(loss)	4	<u>-</u>	<u>-</u>
Profit/(loss) for the financial period		<u>(324,294)</u>	<u>-</u>

All activities of the company are classed as continuing.

Balance Sheet
as at 31 December 2022

	<i>Note</i>	2022 £	2021 £
Fixed assets			
Investments	5	34,319	34,319
Current assets			
Debtors: amounts due within one year	6	2,105	244,228
Cash at bank and in hand		16,821	341,053
		18,926	585,281
Creditors: amounts due within one year	7	(22,780)	(264,841)
Net current assets/(liabilities)		(3,854)	320,440
Total assets less current liabilities		30,465	354,759
Net assets		30,465	354,759
Capital and reserves			
Called up share capital		100	100
Profit and loss account		30,365	354,659
Shareholders' funds		30,465	354,759

For the year ending 31 December 2022 the company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Board of Directors and authorised for issue on 10 November 2023 and were signed on its behalf by:



DA Still
Director

The notes form part of these financial statements

Notes

(forming part of the financial statements)

Statutory information

City Facilities Management Holdings (Europe) Limited ("the Company") is a private company incorporated, domiciled and registered in England and Wales in the UK. The registered number is 04531641 and the registered address is Unit 1b, Lea Green Business Park, Eurolink, St Helens WA9 4TR.

The principal activity of the company continued to be the provision of facilities management services

The presentation currency of these financial statements is Sterling (£).

1 Accounting policies

1.1 Basis of preparation of financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

The Company's ultimate parent undertaking, City Facilities Management Holdings Limited includes the Company in its consolidated financial statements. The consolidated financial statements of City Facilities Management Holdings Limited are available to the public and may be obtained from The Registrar of Companies, Companies House, 4th Floor, Edinburgh Quay 2, 139 Fountainbridge, Edinburgh, EH3 9FF

1.2 Going concern

The financial statements have been prepared on a going concern basis which the directors consider to be appropriate for the following reasons.

The directors have prepared cash flow forecasts for a period of 12 months from the date of approval of these financial statements which indicate that, taking account of severe but plausible downsides, including another short period of lockdown, the company will have sufficient funds, through funding from its ultimate parent company, to meet its liabilities as they fall due for that period.

Consequently, the directors are confident that the company will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements and therefore have prepared the financial statements on a going concern basis.

1.3 Foreign Currency

Transactions in foreign currencies are translated to the company's functional currency at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are retranslated to the functional currency at the foreign exchange rate ruling at that date. Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction. Non-monetary assets and liabilities denominated in foreign currencies that are stated at fair value are retranslated to the functional currency at foreign exchange rates ruling at the dates the fair value was determined. Foreign exchange differences arising on translation are recognised in the profit and loss.

Notes (continued)

1. Accounting policies (continued)

1.4 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.

1.5 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

1.6 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 measured subsequently at amortised cost using the effective interest method, less any impairment.

1.7 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.

1.8 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, loans to related parties and investments in non-puttable ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of comprehensive income.

Financial assets and liabilities are offset and the net amount reported in the Balance sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Notes (continued)

1. Accounting policies (continued)

1.9 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.

1.10 Taxation

Tax on the profit or loss for the year comprises current and deferred tax. Tax is recognised in the profit and loss account except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided on timing differences which arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements. The following timing differences are not provided for: differences between accumulated depreciation and tax allowances for the cost of a fixed asset if and when all conditions for retaining the tax allowances have been met; and differences relating to investments in subsidiaries, to the extent that it is not probable that they will reverse in the foreseeable future and the reporting entity is able to control the reversal of the timing difference. Deferred tax is not recognised on permanent differences arising because certain types of income or expense are non-taxable or are disallowable for tax or because certain tax charges or allowances are greater or smaller than the corresponding income or expense.

Deferred tax is measured at the tax rate that is expected to apply to the reversal of the related difference, using tax rates enacted or substantively enacted at the balance sheet date.

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.

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

The company believes that there are no areas of material uncertainty which affect the financial statements.

3. Staff numbers and costs

The average number of persons employed by the Company (including directors) during the year was Nil (2021: Nil)

4. Taxation

	2022 £	2022 £	2021 £	2021 £
Current tax				
Group relief payable/(receivable)	-		-	
Total current tax		-		-
Total tax		-		-

Notes (continued)

5. Fixed asset investments

	Investments in subsidiary Companies £
Cost	
At 1 January 2022	34,319
At 31 December 2022	<u>34,319</u>
Net book value	
At 1 January 2022	34,319
At 31 December 2022	<u>34,319</u>

At 31 December 2022 the company held more than 20% of the allotted share capital of the following undertakings:

Subsidiary undertakings	Country of incorporation	Class of share capital held	Proportion held		Nature of business
Atrium Maintenance France SAS	France	Ordinary	100%	}	Retail maintenance and support
City Facilities Management Europe SAS	France	Ordinary	100%	}	

The French subsidiaries are registered at 77 Boulevard Vauban, 59000, Lille, France.

6. Debtors

	2022 £	2021 £
Other debtors	<u>2,105</u>	<u>244,228</u>
	<u>2,105</u>	<u>244,228</u>

7. Creditors: Amounts falling due within one year

	2022 £	2021 £
Amounts owed to group undertakings	10,960	253,021
Group relief payable	<u>11,820</u>	<u>11,820</u>
	<u>22,780</u>	<u>264,841</u>

Notes *(continued)*

8. Ultimate parent company and controlling party

The company's immediate parent company is Lesprit Limited, a company registered in England and Wales.

In the directors opinion, the company's ultimate parent undertaking and controlling party at 31 December 2022 is City Facilities Management Holdings Limited, a company incorporated in Scotland. This is the only parent undertaking from which group financial statements are drawn up and of which the company is a member.

Copies of its financial statements can be obtained from its registered office, Caledonia House, 2 Lawmoor Street, Glasgow, G5 0US.