COMPANY REGISTRATION NUMBER 2132321

BELRUN LIMITED

FINANCIAL STATEMENTS

31 DECEMBER 2011

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BELRUN LIMITED

FINANCIAL STATEMENTS

Year Ended 31 December 2011

CONTENTS	PAGES
The directors' report	1 to 2
Independent auditor's report to the shareholders	3 to 4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7 to 14

BELRUN LIMITED

THE DIRECTORS' REPORT

Year Ended 31 December 2011

The directors present their report and the financial statements of the Company for the year ended 31 December 2011

Principal Activities and Business Review

The company's principal activity is the renting luxury apartments The company traded at a loss during the year The directors believe the results will improve during the ensuing year

Results and Dividends

The loss for the year amounted to £429,047 (2010 £142,916) The directors have not recommended a dividend (2010 £Nil)

Directors

The directors who served the Company during the year were as follows

Mr BLK Heng
Mr VK Sodhy

Directors' Responsibilities

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

Company law requires the directors to prepare financial statements for each financial year 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 In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and 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,
- 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 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

In so far as the directors are aware

- there is no relevant audit information of which the Company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

Auditor

Baker Tilly UK Audit LLP has indicated its willingness to continue as auditor

Statement as to Disclosure of Information to Auditors

The directors who were in office on the date of approval of these financial statements have confirmed that, as far as they are aware, there is no relevant audit information of which the auditor is unaware Each of the directors have confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor

Signed on behalf of the directors



Mr BLK Heng

Director

Approved by the directors on 15 June 2012

BELRUN LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF BELRUN LIMITED

Year Ended 31 December 2011

We have audited the financial statements on pages 5 to 14 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)

This report is made solely to the Company's shareholders, 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 shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed

Respective Responsibilities of Directors and Auditor

As more fully explained in the Directors' Responsibilities Statement, the directors are 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 the Auditing Practices Board's (APB's) Ethical Standards for Auditors

Scope of the Audit of the Financial Statements

A description of the scope of an audit of financial statements is provided on the APB's website at www frc org uk/apb/scope/private cfm

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 31 December 2011 and of its loss 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 Matters Prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF BELRUN LIMITED
(continued)

Year Ended 31 December 2011

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 the information and explanations we require for our audit

Baker Tilly UK Audit LLP

MR PAUL WATTS (Senior Statutory Auditor)
For and on behalf of BAKER TILLY UK AUDIT LLP, Statutory Auditor
Chartered Accountants
25 Farringdon Street
London
EC4A 4AB
24 July 2012

BELRUN LIMITED

PROFIT AND LOSS ACCOUNT

Year Ended 31 December 2011

	Note	2011 £	2010 £
Turnover	2	2,075,281	*1,792,323*
Cost of sales		(1,837,475)	*(1,156,059)*
Gross Profit		237,806	*636,264*
Administrative expenses		(816,538)	*(832,970)*
Operating Loss	3	(578,732)	*(196,706)*
Interest receivable	5	1,616	*766*
Interest payable and similar charges	6	–	*(848)*
Loss on Ordinary Activities Before Taxation		(577,116)	*(196,788)*
Tax on loss on ordinary activities	7	148,069	*53,872*
Loss for the Financial Year		(429,047)	*(142,916)*

All of the activities of the Company are classed as continuing

The Company has no recognised gains or losses other than the results for the year as set out above

The notes on pages 7 to 14 form part of these financial statements.

BELRUN LIMITED

Company Registration Number: 2132321

BALANCE SHEET

31 December 2011

	Note	2011 £	2011 £	2010 £	2010 £
Fixed Assets					
Tangible assets	8		934,633		*686,005*
Current Assets					
Debtors	9	641,931		*432,941*	
Cash at bank and in hand		224,055		*442,512*	
		865,986		*875,453*	
Creditors: Amounts falling due within one year	11	(4,187,790)		*(3,519,582)*	
Net Current Liabilities			(3,321,804)		*(2,644,129)*
Total Assets Less Current Liabilities			(2,387,171)		*(1,958,124)*
Capital and Reserves					
Called-up equity share capital	14		100		*100*
Profit and loss account	15		(2,387,271)		*(1,958,224)*
Shareholders' Deficit	16		(2,387,171)		*(1,958,124)*

These financial statements were approved by the board and authorised for issue on 15 June 2012 and are signed on their behalf by

Mr BLK Heng

Director

The notes on pages 7 to 14 form part of these financial statements.

BELRUN LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year Ended 31 December 2011

1. Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the Company is wholly owned and its parent publishes a consolidated cash flow statement

Turnover

Turnover represents rental income receivable

Going Concern

The directors consider it appropriate to prepare the financial statements on the going concern basis as the company has continued support from fellow group companies, Amerland Inc and KHS Holdings (Gibraltar)Limited

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Computer Equipment	-	33% straight line
Soft Furnishing	-	50% straight line
Furniture and Equipment	-	20% straight line

Leased Assets

All other leases are regarded as operating leases and the payments made under them are charged to the Profit and Loss Account on a straight line basis over the lease term

Contribution to pension funds

The company operates a defined contribution pension scheme for employees The assets of the scheme are held separately from those of the company The annual contributions payable are charged to the profit and loss account

1. Accounting policies *(continued)*

Deferred taxation

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

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date Deferred tax is measured on a non-discounted basis

2. Turnover

The turnover was derived from the company's principal activity which was carried out wholly in the UK

3. Operating loss

Operating loss is stated after charging

	2011	2010
	£	£
Depreciation of owned fixed assets	230,419	*156,700*
Operating lease costs		
- Land and Buildings	350,000	*350,000*
Auditor's remuneration	3,750	*3,250*

4. Directors and employees

The average number of staff employed by the Company during the financial year amounted to

	2011 No	2010 *No*
Administration	2	*2*
Operational	10	*9*
Management	1	*1*
	13	*12*

The aggregate payroll costs of the above were

	2011 £	2010 *£*
Wages and salaries	222,004	*209,590*
Social security costs	20,201	*19,760*
Other pension costs	5,700	*5,700*
	247,905	*235,050*

Neither of the directors received any remuneration from the company during the year (2010 £nil)

5. Interest receivable

	2011 £	2010 *£*
Bank interest receivable	1,616	*766*

6. Interest payable and similar charges

	2011 £	2010 *£*
Bank overdrafts and loans	–	*848*

7. Taxation on ordinary activities

(a) Analysis of charge in the year

	2011 £	2010 £
Current tax		
Corporation tax	-	-
Over/under provision in prior year	-	*40*
Total current tax	-	*40*
Deferred tax		
Origination and reversal of timing differences	(148,069)	*(53,912)*
Tax on loss on ordinary activities	(148,069)	*(53,872)*

(b) Factors affecting current tax charge

The tax assessed on the loss on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 26 50% (2010 - 28%)

	2011 £	2010 £
Loss on ordinary activities before taxation	(577,116)	*(196,788)*
Loss on ordinary activities by rate of tax	(152,936)	*(55,101)*
Expenses not deductible for tax purposes	287	-
Capital allowances in excess of depreciation	34,561	*(27,704)*
Under provision of prior year tax charge	-	*40*
Unutilised tax losses carried forward	118,088	*82,805*
Total current tax (note 7(a))	-	*40*

8. Tangible fixed assets

	Computer Equipment £	Soft Furnishing £	Furniture and Equipment £	Total £
Cost				
At 1 January 2011	54,593	247,928	1,664,309	1,966,830
Additions	–	–	525,153	525,153
Transfer of revenue items previously capitalised	–	–	(46,106)	(46,106)
At 31 December 2011	54,593	247,928	2,143,356	2,445,877
Depreciation				
At 1 January 2011	39,474	247,928	993,423	1,280,825
Charge for the year	7,472	–	223,668	231,140
Transfer of revenue items previously capitalised	–	–	(721)	(721)
At 31 December 2011	46,946	247,928	1,216,370	1,511,244
Net Book Value				
At 31 December 2011	7,647	–	926,986	934,633
At 31 December 2010	*15,119*	–	*670,886*	*686,005*

9. Debtors

	2011 £	2010 £
Trade debtors	171,188	*112,259*
Other debtors	91,059	*46,819*
Prepayments and accrued income	104,428	*146,676*
Deferred taxation (note 10)	275,256	*127,187*
	641,931	*432,941*

10. Deferred taxation

The deferred tax included in the Balance sheet is as follows

	2011	2010
	£	£
Included in debtors (note 9)	275,256	*127,187*

The movement in the deferred taxation account during the year was

	2011	2010
	£	£
Balance brought forward	127,187	*73,275*
Profit and loss account movement arising during the year	148,069	*53,912*
Balance carried forward	275,256	*127,187*

The balance of the deferred taxation account consists of the tax effect of timing differences in respect of

	2011	2010
	£	£
Excess of depreciation over taxation allowances	71,543	*45,571*
Tax losses available	203,713	*81,616*
	275,256	*127,187*

Deferred taxation provided for in the financial statements is set out as above The amount provided at the balance sheet date is calculated using a tax rate of 26 5% (2010 28%)

11. Creditors: Amounts falling due within one year

	2011	2010
	£	£
Bank overdrafts	–	*5,362*
Trade creditors	879,968	*301,746*
Amounts owed to parent undertakings	3,196,699	*3,076,699*
Amounts owed to related party undertakings	1,613	*14,910*
Taxation and social security	9,653	*8,484*
Other creditors	54,167	*54,351*
Accruals and deferred income	45,690	*58,030*
	4,187,790	*3,519,582*

The parent undertaking has confirmed that it will not seek repayment of amounts due to it until all other indebtedness has been discharged

12. Commitments under operating leases

At 31 December 2011 the Company had annual commitments under non-cancellable operating leases as set out below

	Assets other than Land and buildings	
	2011	2010
	£	*£*
Operating leases which expire		
Within 2 to 5 years	350,000	*350,000*

13. Related party transactions

The company has relied upon the exemption provided by Financial Reporting Standard No 8 Related Party Transactions from the disclosure of transactions with companies where the voting rights are wholly controlled within the group

The following companies were related parties during the year as their directors are common with Belrun Limited, and had the following transactions

Cost recharged to related parties:-	2011	*2010*
	£	*£*
Como Holdings (UK) Limited	13,320	*14,327*

Cost recharged from related parties:-	2011	*2010*
	£	*£*
Como Holdings (UK) Limited	71,919	*69,337*
Comojo (UK) Limited	1,461	*11,634*
Halkin Hotel Limited	374	–
Como Shambhala Limited	1,140	*726*
	74,894	*81,697*

As at 31 December 2011, the amounts due from Belrun Limited are listed below

	2011	*2010*
	£	*£*
Como Holdings (UK) Limited	(686)	*(14,127)*
Comojo (UK) Limited	(926)	*(705)*
Como Shambhala Limited	–	*(78)*
	(1,612)	*(14,910)*

14. Share capital

Authorised share capital:

	2011	2010
	£	*£*
100 Ordinary shares of £1 each	100	*100*

14. Share capital *(continued)*

Allotted, called up and fully paid:

	2011		2010	
	No	£	*No*	*£*
100 Ordinary shares of £1 each	100	100	*100*	*100*

15. Profit and loss account

	2011	2010
	£	*£*
Balance brought forward	(1,958,224)	*(1,815,308)*
Loss for the financial year	(429,047)	*(142,916)*
Balance carried forward	(2,387,271)	*(1,958,224)*

16. Reconciliation of movements in shareholders' funds

	2011	2010
	£	*£*
Loss for the financial year	(429,047)	*(142,916)*
Opening shareholders' deficit	(1,958,124)	*(1,815,208)*
Closing shareholders' deficit	(2,387,171)	*(1,958,124)*

17. Ultimate parent company

Amerland Inc, a company incorporated in Panama, is regarded by the directors as the company's ultimate parent company