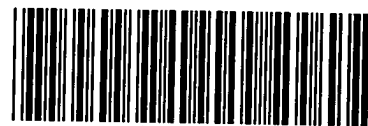


RECEIVED  
08 MAY 2015

QUALITY HOTELS LIMITED  
AUDITED  
ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED  
31 DECEMBER 2014

SATURDAY



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A14

16/05/2015

#266

COMPANIES HOUSE

 **Wellden  
Turnbull**

Chartered Accountants and  
Chartered Tax Advisers  
Statutory Auditors

## QUALITY HOTELS LIMITED

### INDEPENDENT AUDITORS' REPORT TO QUALITY HOTELS LIMITED UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages 2 to 4, together with the financial statements of Quality Hotels Limited for the year ended 31 December 2014 prepared under section 396 of the Companies Act 2006.

This report is made solely to the company in accordance with section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' 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, for our work, for this report, or for the opinions we have formed.

#### RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

#### OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 444(3) of the Companies Act 2006, and the abbreviated accounts on pages 2 to 4 have been properly prepared in accordance with the regulations made under that section.



Robin John FCA CTA (senior statutory auditor)  
for and on behalf of

**Wellden Turnbull Ltd**  
Chartered Accountants  
Statutory Auditors  
Munro House  
Portsmouth Road  
Cobham  
Surrey  
KT11 1PP  
Date:

*2 May 2015*

**QUALITY HOTELS LIMITED**  
**REGISTERED NUMBER: 01796064**

**ABBREVIATED BALANCE SHEET**  
**AS AT 31 DECEMBER 2014**

|   | Note | 2014<br>£        | 2013<br>£        |
|---|------|------------------|------------------|
| <b>FIXED ASSETS</b>                                   |      |                  |                  |
| Tangible assets                                       | 2    | 21,942           | 68,941           |
| <b>CURRENT ASSETS</b>                                 |      |                  |                  |
| Debtors   | 3    | 379,237          | 379,506          |
| Cash at bank and in hand                              |      | 781,763          | 693,133          |
|   |      | <u>1,161,000</u> | <u>1,072,639</u> |
| <b>CREDITORS:</b> amounts falling due within one year |      | <u>(288,507)</u> | <u>(339,013)</u> |
| <b>NET CURRENT ASSETS</b>                             |      | 872,493          | 733,626          |
| <b>NET ASSETS</b>                                     |      | <u>894,435</u>   | <u>802,567</u>   |
| <b>CAPITAL AND RESERVES</b>                           |      |                  |                  |
| Called up share capital                               | 4    | 100,000          | 100,000          |
| Profit and loss account                               |      | 794,435          | 702,567          |
| <b>SHAREHOLDERS' FUNDS</b>                            |      | <u>894,435</u>   | <u>802,567</u>   |

The abbreviated accounts, which have been prepared in accordance with the special provisions relating to companies subject to the small companies' regime within Part 15 of the Companies Act 2006, were approved and authorised for issue by the board and were signed on its behalf

on Date here  
April 23, 2015



**Mr M S Pearce**  
Director

The notes on pages 3 to 4 form part of these financial statements.

## QUALITY HOTELS LIMITED

### NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2014

#### 1. ACCOUNTING POLICIES

##### 1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

##### 1.2 Cash flow

The company, being a subsidiary undertaking where 90% or more of the voting rights are controlled within the group whose consolidated financial statements are publicly available, is exempt from the requirement to draw up a cash flow statement in accordance with FRS 1.

##### 1.3 Turnover

Turnover comprises revenue recognised by the company in respect of services recharged to other group companies, at a mark up, exclusive of Value Added Tax.

Revenue is recognised when the services are provided.

##### 1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

|                                    |   |                            |
|------------------------------------|---|----------------------------|
| Improvements to leasehold property | - | over the term of the lease |
| Fixtures and fittings              | - | 12.5% straight line        |
| Office and computer equipment      | - | 20-33% straight line       |

##### 1.5 Operating leases

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

##### 1.6 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the profit and loss account.

##### 1.7 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

# QUALITY HOTELS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2014

### 2. TANGIBLE FIXED ASSETS

|  | £       |
|--|---------|
| <b>Cost</b>                            |         |
| At 1 January 2014 and 31 December 2014 | 508,971 |
| <b>Depreciation</b>                    |         |
| At 1 January 2014                      | 440,030 |
| Charge for the year                    | 46,999  |
| At 31 December 2014                    | 487,029 |
| <b>Net book value</b>                  |         |
| At 31 December 2014                    | 21,942  |
| At 31 December 2013                    | 68,941  |

### 3. DEBTORS

Debtors include £49,105 (2013 - £49,105) falling due after more than one year.

### 4. SHARE CAPITAL

|   | 2014<br>£ | 2013<br>£ |
|---|-----------|-----------|
| <b>Allotted, called up and fully paid</b> |           |           |
| 100,000 ordinary shares of £1 each        | 100,000   | 100,000   |

### 5. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The company is a wholly owned subsidiary undertaking of Choice Hotels Licensing B.V., a company incorporated in the Netherlands, which is a wholly owned subsidiary of the ultimate parent company, Choice Hotels International Inc., a company incorporated in the USA.

The consolidated financial statements of Choice Hotels International Inc. are available to the public and may be obtained from 1 Choice Hotels Circle, Suite 400, Rockville, Maryland 20850, USA.