

REGISTERED NUMBER: 03719697 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2018

FOR

ROSEMUNDY HOUSE HOTEL LIMITED

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2018

| | Page |
|--|-------------|
| Company Information | 1 |
| Balance Sheet | 2 |
| Notes to the Financial Statements | 4 |

ROSEMUNDY HOUSE HOTEL LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 MAY 2018

DIRECTORS:

D Faulkner
K N Faulkner
M P Faulkner

SECRETARY:

D Faulkner

REGISTERED OFFICE:

5/7 Berry Road
Newquay
Cornwall
TR7 1AD

REGISTERED NUMBER:

03719697 (England and Wales)

ACCOUNTANTS:

Whitakers
Bryndon House
5/7 Berry Road
Newquay
Cornwall
TR7 1AD

BALANCE SHEET
31 MAY 2018

| | Notes | 31.5.18 £ | £ | 31.5.17 £ | £ |
|--|-------|------------------|------------------|------------------|------------------|
| FIXED ASSETS | | | | | |
| Intangible assets | 4 | - | - | - | - |
| Tangible assets | 5 | <u>2,007,749</u> | | <u>2,012,046</u> | |
| | | 2,007,749 | | 2,012,046 | |
| CURRENT ASSETS | | | | | |
| Stocks | | 2,100 | | 2,050 | |
| Debtors | 6 | 23,073 | | 15,087 | |
| Cash at bank and in hand | | <u>66,893</u> | | <u>52,856</u> | |
| | | 92,066 | | 69,993 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 7 | <u>247,406</u> | | <u>295,271</u> | |
| NET CURRENT LIABILITIES | | | <u>(155,340)</u> | | <u>(225,278)</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 1,852,409 | | 1,786,768 |
| CREDITORS | | | | | |
| Amounts falling due after more than one year | 8 | | (699,292) | | (776,167) |
| PROVISIONS FOR LIABILITIES | | | <u>(9,175)</u> | | <u>(9,247)</u> |
| NET ASSETS | | | <u>1,143,942</u> | | <u>1,001,354</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | | | 2 | | 2 |
| Retained earnings | | <u>1,143,940</u> | | <u>1,001,352</u> | |
| SHAREHOLDERS' FUNDS | | <u>1,143,942</u> | | <u>1,001,354</u> | |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2018 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 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.

BALANCE SHEET - continued
31 MAY 2018

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 12 September 2018 and were signed on its behalf by:

K N Faulkner - Director

M P Faulkner - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2018

1. STATUTORY INFORMATION

Rosemundy House Hotel Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Turnover

Turnover represents net invoiced sales of goods and services excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 1999, has been fully amortised.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

| | |
|-----------------------|---------------------------|
| Freehold property | - No depreciation |
| Plant and machinery | - 15% on reducing balance |
| Fixtures and fittings | - 15% on reducing balance |
| Motor vehicles | - 25% on reducing balance |
| Computer equipment | - 15% on reducing balance |

No depreciation is charged in respect of the company's freehold property, as it is the company's policy to maintain its freehold premises in such a continual state of good repair, that the value is not adversely affected by the passage of time.

Consequently, the directors are of the opinion that the residual value of the freehold property will be at least its historical cost, and that any charge for depreciation would therefore be negligible.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2018

2. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 27 (2017 - 28) .

4. INTANGIBLE FIXED ASSETS

| | |
|-----------------------|----------|
| | Goodwill |
| | £ |
| COST | |
| At 1 June 2017 | |
| and 31 May 2018 | 40,000 |
| AMORTISATION | |
| At 1 June 2017 | |
| and 31 May 2018 | 40,000 |
| NET BOOK VALUE | |
| At 31 May 2018 | - |
| At 31 May 2017 | - |

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2018

5. TANGIBLE FIXED ASSETS

| | Freehold property £ | Plant and machinery £ | Fixtures and fittings £ |
|-----------------------|---------------------------|-----------------------------|----------------------------------|
| COST | | | |
| At 1 June 2017 | 1,917,711 | 230,869 | 219,133 |
| Additions | 4,307 | 900 | 5,454 |
| At 31 May 2018 | <u>1,922,018</u> | <u>231,769</u> | <u>224,587</u> |
| DEPRECIATION | | | |
| At 1 June 2017 | - | 165,426 | 193,691 |
| Charge for year | - | 9,951 | 4,635 |
| At 31 May 2018 | <u>-</u> | <u>175,377</u> | <u>198,326</u> |
| NET BOOK VALUE | | | |
| At 31 May 2018 | <u>1,922,018</u> | <u>56,392</u> | <u>26,261</u> |
| At 31 May 2017 | <u>1,917,711</u> | <u>65,443</u> | <u>25,442</u> |
| | Motor vehicles £ | Computer equipment £ | Totals £ |
| COST | | | |
| At 1 June 2017 | 3,005 | 24,316 | 2,395,034 |
| Additions | - | 240 | 10,901 |
| At 31 May 2018 | <u>3,005</u> | <u>24,556</u> | <u>2,405,935</u> |
| DEPRECIATION | | | |
| At 1 June 2017 | 2,836 | 21,035 | 382,988 |
| Charge for year | 42 | 570 | 15,198 |
| At 31 May 2018 | <u>2,878</u> | <u>21,605</u> | <u>398,186</u> |
| NET BOOK VALUE | | | |
| At 31 May 2018 | <u>127</u> | <u>2,951</u> | <u>2,007,749</u> |
| At 31 May 2017 | <u>169</u> | <u>3,281</u> | <u>2,012,046</u> |

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | | |
|--------------------------------|---------------|---------------|
| | 31.5.18 £ | 31.5.17 £ |
| Prepayments and accrued income | <u>23,073</u> | <u>15,087</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2018

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 31.5.18 | 31.5.17 |
|---------------------------------|----------------|----------------|
| | £ | £ |
| Bank loans and overdrafts | 66,000 | 66,000 |
| Trade creditors | 26,926 | 22,920 |
| Pension liability | 963 | 458 |
| Tax | 37,976 | 40,618 |
| Social security and other taxes | 38,672 | 39,049 |
| Directors' current accounts | 63,113 | 108,284 |
| Accruals and deferred income | 13,756 | 17,942 |
| | <u>247,406</u> | <u>295,271</u> |

The directors' current account balance of £63,113 relates to the current account of Mr D Faulkner.

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

| | 31.5.18 | 31.5.17 |
|--|----------------|----------------|
| | £ | £ |
| Bank loan over 5 years | <u>699,292</u> | <u>776,167</u> |
| Amounts falling due in more than five years: | | |
| Repayable by instalments | | |
| Bank loan over 5 years | <u>699,292</u> | <u>776,167</u> |

9. SECURED DEBTS

The following secured debts are included within creditors:

| | 31.5.18 | 31.5.17 |
|------------|----------------|----------------|
| | £ | £ |
| Bank loans | <u>765,292</u> | <u>842,167</u> |

10. RELATED PARTY DISCLOSURES

The company is controlled by its director, Mr D Faulkner, by virtue of the fact that he owns one hundred percent of the company's ordinary issued share capital

The company charged rent of £24,000 (2017 £40,000) to Lowenac Hotel Limited, a company in which Mr D Faulkner has a 50% interest.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.