

ANDREW BROWN LEISURE LIMITED
STRATEGIC REPORT
YEAR ENDED 30 APRIL 2017

Registration Number: 03763413

The directors present their strategic report for the year ended 30 April 2017.

Fair review of the business

In September 2016 we disposed of a small subsidiary business 'Crow Wood Equestrian Ltd' following an approach from our largest client of that business. The business represented our smallest trading unit and was no longer considered a core market as the industry had changed dramatically over the last five years.

During the year we totally refurbished what was the original on site farmhouse and transformed it into six very high-quality hotel bedrooms to add to our existing portfolio, increasing the total number of bedrooms to 11.

In November 2016 after four years of work, we successfully obtained planning permission for our new and additional hotel complex which is currently under construction adjacent to our other facilities in Burnley.

This 77 bedroom facility is being built to a four star standard and has a function room to accommodate 300+ in addition to another 'destination' restaurant. At this time the completion date would be premature to state.

Our group sales are up 9% this year and 13.6% on a like for like basis excluding the Equestrian Business.

In July of this year, our spa and restaurant were officially recognised at the World Luxury Spa & Restaurant Awards which took place in Vietnam. Our spa was awarded 'Best Day Spa' and Bertram's Restaurant was voted 'Best Luxury Brasserie'. This marks for us an endorsement of our desire to constantly improve, refine and develop everything we do.

I am grateful for the ongoing support of all our suppliers, staff and customers as we continue to grow and mature our business.

Approved by the Board on
and signed on its behalf by:

5th January 2018

AW Brown
Director



ANDREW BROWN LEISURE LIMITED

DIRECTORS' REPORT

YEAR ENDED 30 APRIL 2017

Registration Number: 03763413

The directors present their report and the for the year ended 30 April 2017.

Directors of the group

The Directors who held office during the year were as follows:

AW Brown

Mrs S Brown

O Brown

Mrs HA Lord

S Burge (appointed 13 June 2016)

O Foucré (appointed 13 June 2016)

Financial instruments

Price risk, credit risk, liquidity risk and cash flow risk

The business' principal financial instruments comprise bank balances, bank loans and overdrafts, trade debtors, trade creditors, other loans and hire purchase obligations to the business. The main purpose of these instruments is to finance the business' operations and the development of its facilities.

In respect of bank balances, the liquidity risk is managed by maintaining a balance between the continuity of funding and flexibility through the use of overdrafts at floating rates of interest. All off the business' cash balances are held in such a way that achieves a competitive rate of interest.

The group bank borrowings are variable interest loan arrangements.

Trade debtors are managed in respect of credit and cash flow risk in policies concerning the credit offered to customers and the regular monitoring of amounts outstanding for both time and credit limits. The amounts presented in the balance sheet are net of allowances for doubtful debts.

Trade creditors risk is managed by ensuring sufficient funds are available to meet amounts due.

Other loans comprise, in the main, loans from the directors.

Hire purchase obligations are taken out at fixed rates.

Disclosure of information to the auditor

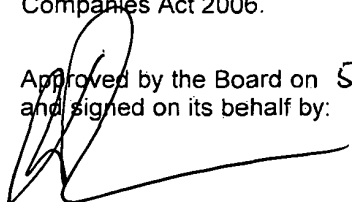
Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

ANDREW BROWN LEISURE LIMITED
DIRECTORS' REPORT
YEAR ENDED 30 APRIL 2017

Reappointment of auditors

The auditors Cassons Audit Services are deemed to be reappointed under section 487(2) of the Companies Act 2006.

Approved by the Board on 5th June 2018
and signed on its behalf by:



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AW Brown
Director

ANDREW BROWN LEISURE LIMITED
STATEMENT OF DIRECTORS' RESPONSIBILITIES
YEAR ENDED 30 APRIL 2017

The directors acknowledge their responsibilities for preparing the Annual 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 of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting 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; and
- 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.

ANDREW BROWN LEISURE LIMITED

INDEPENDENT AUDITOR'S REPORT

YEAR ENDED 30 APRIL 2017

We have audited the financial statements of Andrew Brown Leisure Limited for the year ended 30 April 2017, set out on pages 7 to 25. 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 members, 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 members 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Statement of Directors' Responsibilities (set out on page 4), 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 to the financial statements.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the company's affairs as at 30 April 2017 and of the group's profit 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 matter prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Directors' Report have been prepared in accordance with applicable legal requirements.

ANDREW BROWN LEISURE LIMITED

INDEPENDENT AUDITOR'S REPORT

YEAR ENDED 30 APRIL 2017

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report and the Directors' Report.

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 by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- the company 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.

Carlton Cooper (Senior Statutory Auditor)
For and on behalf of:

Cassons Audit Services, Statutory Auditor
St Crispin House
St Crispin Way
Haslingden
Rossendale
Lancashire
BB4 4PW

Date:

5th June 2018

ANDREW BROWN LEISURE LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT
YEAR ENDED 30 APRIL 2017

	Note	Continuing operations 30 April 2017 £	Discontinued operations 30 April 2017 £	Total 30 April 2017 £	Continuing operations 30 April 2016 £	Discontinued operations 30 April 2016 £	Total 30 April 2016 £
Turnover		6,776,015	135,935	6,911,950	5,964,861	370,430	6,335,291
Cost of sales		(3,738,612)	(69,192)	(3,807,804)	(3,141,256)	(186,536)	(3,327,792)
Gross profit		3,037,403	66,743	3,104,146	2,823,605	183,894	3,007,499
Administrative expenses		(2,424,491)	(41,401)	(2,465,892)	(2,131,664)	(109,892)	(2,241,556)
Other operating income		37,695	-	37,695	48,698	-	48,698
Operating profit	3	650,607	25,342	675,949	740,639	74,002	814,641
Interest payable and similar charges	4	(154,611)	-	(154,611)	(202,811)	-	(202,811)
Profit before tax		495,996	25,342	521,338	537,828	74,002	611,830
Taxation	8	(66,000)	-	(66,000)	(96,618)	-	(96,618)
Profit for the financial year		429,996	25,342	455,338	441,210	74,002	515,212
Profit/(loss) attributable to:							
Owners of the company		429,996	25,342	455,338	441,210	74,002	515,212

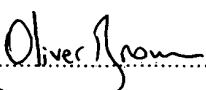
ANDREW BROWN LEISURE LIMITED
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
YEAR ENDED 30 APRIL 2017

	2017	2016
	£	£
Profit for the year	<u>455,338</u>	<u>515,212</u>
Total comprehensive income for the year	<u><u>455,338</u></u>	<u><u>515,212</u></u>
Total comprehensive income attributable to:		
Owners of the company	<u><u>455,338</u></u>	<u><u>515,212</u></u>

ANDREW BROWN LEISURE LIMITED
CONSOLIDATED BALANCE SHEET
30 APRIL 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	9	12,145,196	12,607,878
Current assets			
Stocks		92,389	105,648
Debtors	11	325,245	380,975
Cash at bank and in hand		102,193	5,652
		<u>519,827</u>	<u>492,275</u>
Creditors: Amounts falling due within one year	12	<u>(3,004,118)</u>	<u>(2,295,860)</u>
Net current liabilities		<u>(2,484,291)</u>	<u>(1,803,585)</u>
Total assets less current liabilities		9,660,905	10,804,293
Creditors: Amounts falling due after more than one year	12	(2,282,914)	(3,947,640)
Provisions for liabilities	13	<u>(650,000)</u>	<u>(584,000)</u>
Net assets		<u>6,727,991</u>	<u>6,272,653</u>
Capital and reserves			
Called up share capital	15	3,743,928	3,743,928
Share premium reserve		247,641	247,641
Capital redemption reserve		17,000	17,000
Profit and loss account		<u>2,719,422</u>	<u>2,264,084</u>
Total equity		<u>6,727,991</u>	<u>6,272,653</u>

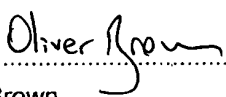
Approved and authorised by the Board on 5th June 2018
and signed on its behalf by:


O Brown
Director

ANDREW BROWN LEISURE LIMITED
BALANCE SHEET
30 APRIL 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	9	9,419,134	9,922,755
Investments	10	<u>2</u>	<u>2</u>
		<u>9,419,136</u>	<u>9,922,757</u>
Current assets			
Debtors	11	242,053	2,470,230
Cash at bank and in hand		<u>17,410</u>	<u>-</u>
		259,463	2,470,230
Creditors: Amounts falling due within one year	12	<u>(1,261,330)</u>	<u>(2,668,481)</u>
Net current liabilities		<u>(1,001,867)</u>	<u>(198,251)</u>
Total assets less current liabilities		8,417,269	9,724,506
Creditors: Amounts falling due after more than one year	12	(2,282,914)	(3,947,640)
Provisions for liabilities	13	<u>(415,000)</u>	<u>(419,000)</u>
Net assets		<u>5,719,355</u>	<u>5,357,866</u>
Capital and reserves			
Called up share capital		3,743,928	3,743,928
Share premium reserve		247,641	247,641
Capital redemption reserve		17,000	17,000
Profit and loss account		<u>1,710,786</u>	<u>1,349,297</u>
Total equity		<u>5,719,355</u>	<u>5,357,866</u>

Approved and authorised by the Board on 5th January 2018
and signed on its behalf by:


O Brown
Director

ANDREW BROWN LEISURE LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
YEAR ENDED 30 APRIL 2017

	Share capital £	Share premium £	Capital redemption reserve £	Profit and loss account £	Total attributable to owners of the company £
At 1 May 2016	3,743,928	247,641	17,000	2,264,084	6,272,653
Profit for the year	-	-	-	455,338	455,338
Total comprehensive income	-	-	-	455,338	455,338
At 30 April 2017	3,743,928	247,641	17,000	2,719,422	6,727,991

	Share capital £	Share premium £	Capital redemption reserve £	Profit and loss account £	Total attributable to owners of the company £
At 1 May 2015	3,743,812	239,189	17,000	1,748,872	5,748,873
Profit for the year	-	-	-	515,212	515,212
Total comprehensive income	-	-	-	515,212	515,212
New share capital subscribed	116	8,452	-	-	8,568
At 30 April 2016	3,743,928	247,641	17,000	2,264,084	6,272,653

ANDREW BROWN LEISURE LIMITED
STATEMENT OF CHANGES IN EQUITY
YEAR ENDED 30 APRIL 2017

	Share capital £	Share premium £	Capital redemption reserve £	Profit and loss account £	Total £
At 1 May 2016	<u>3,743,928</u>	<u>247,641</u>	<u>17,000</u>	<u>1,349,297</u>	<u>5,357,866</u>
Profit for the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>361,489</u>	<u>361,489</u>
Total comprehensive income	<u>-</u>	<u>-</u>	<u>-</u>	<u>361,489</u>	<u>361,489</u>
At 30 April 2017	<u><u>3,743,928</u></u>	<u><u>247,641</u></u>	<u><u>17,000</u></u>	<u><u>1,710,786</u></u>	<u><u>5,719,355</u></u>

	Share capital £	Share premium £	Capital redemption reserve £	Profit and loss account £	Total £
At 1 May 2015	<u>3,743,812</u>	<u>239,189</u>	<u>17,000</u>	<u>1,151,527</u>	<u>5,151,528</u>
Profit for the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>197,770</u>	<u>197,770</u>
Total comprehensive income	<u>-</u>	<u>-</u>	<u>-</u>	<u>197,770</u>	<u>197,770</u>
New share capital subscribed	<u>116</u>	<u>8,452</u>	<u>-</u>	<u>-</u>	<u>8,568</u>
At 30 April 2016	<u><u>3,743,928</u></u>	<u><u>247,641</u></u>	<u><u>17,000</u></u>	<u><u>1,349,297</u></u>	<u><u>5,357,866</u></u>

ANDREW BROWN LEISURE LIMITED
CONSOLIDATED STATEMENT OF CASH FLOWS
YEAR ENDED 30 APRIL 2017

	Note	2017 £	2016 £
Cash flows from operating activities			
Profit for the year		455,338	515,212
Adjustments to cash flows from non-cash items			
Depreciation	3	670,080	573,536
Profit on disposal of tangible assets		(5,253)	(1,796)
Finance costs	4	154,611	202,811
Corporation tax expense	8	66,000	96,618
		<u>1,340,776</u>	<u>1,386,381</u>
Working capital adjustments			
Decrease/(increase) in stocks		13,259	(29,353)
Decrease/(increase) in debtors	11	55,730	(53,247)
Increase in creditors		359,459	212,746
Decrease in deferred income, including government grants		<u>(36,400)</u>	<u>(36,400)</u>
Cash generated from operations		1,732,824	1,480,127
Corporation tax received	8	-	10,382
Net cash flow from operating activities		<u>1,732,824</u>	<u>1,490,509</u>
Cash flows from investing activities			
Acquisitions of tangible assets		(1,091,451)	(1,025,636)
Proceeds from sale of tangible assets		<u>889,309</u>	<u>70,317</u>
Net cash flows from investing activities		<u>(202,142)</u>	<u>(955,319)</u>
Cash flows from financing activities			
Interest paid	4	(154,611)	(199,816)
Proceeds from issue of ordinary shares, net of issue costs		-	8,568
Proceeds from bank borrowing draw downs		250,000	156,467
Repayment of other borrowing		(1,415,227)	(417,558)
Payments to finance lease creditors		<u>(11,855)</u>	<u>(27,712)</u>
Net cash flows from financing activities		<u>(1,331,693)</u>	<u>(480,051)</u>
Net increase in cash and cash equivalents		198,989	55,139
Cash and cash equivalents at 1 May		<u>(321,371)</u>	<u>(376,510)</u>
Cash and cash equivalents at 30 April		<u><u>(122,382)</u></u>	<u><u>(321,371)</u></u>

ANDREW BROWN LEISURE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2017

1 General information

The company is a private company limited by share capital incorporated in England.

The address of its registered office is:

Crow Wood Leisure Centre
Royle Lane
Burnley
Lancashire
BB12 0RT

These financial statements were authorised for issue by the Board on 5 January 2018.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

Basis of preparation

These financial statements have been prepared using the historical cost convention.

In accordance with FRS 102 Section 1.12 the Company, as a qualifying entity, has taken advantage of the exemptions from the following disclosure requirements at company level;

Section 7 'Statement of Cash Flows' - Presentation of a Statement of Cash Flow and related notes and disclosures.

Section 11 'Basic Financial Instruments' & Section 12 'Other Financial Instrument Issues' - Carrying amounts, interest income/expense and net gains/losses for each category of financial instrument; basis of determining fair values; details of collateral, loan defaults or breaches, details of hedges, hedging fair value changes recognised in profit or loss and in other comprehensive income.

Section 33 'Related Party Disclosures' - Compensation for key management personnel.

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the company and its subsidiary undertakings drawn up to 30 April 2017.

No Profit and Loss Account is presented for the company as permitted by section 408 of the Companies Act 2006. The company made a profit after tax for the financial year of £361,489 (2016 - profit of £197,770).

ANDREW BROWN LEISURE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2017

A subsidiary is an entity controlled by the Company. Control is achieved where the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the Group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the Company and its subsidiaries, which are related parties, are eliminated in full.

Significant judgements and estimates

The preparation of financial statements requires management to make significant judgements, estimates and assumptions.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the Group's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts and after eliminating sales within the company.

Government grants

Government grants in respect of capital expenditure are credited to a deferred income account and are released to profit over the expected useful lives of the relevant assets by equal annual instalments.

Grants of a revenue nature are credited to income so as to match them with the expenditure to which they relate.

Tax

The tax expense for the period comprises current tax.

The current tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the group operates and generates taxable income.

Deferred tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements and on unused tax losses or tax credits in the group. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

ANDREW BROWN LEISURE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2017

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Buildings	2% straight line basis
Fixtures, fittings and equipment	5-33% straight line basis
Motor vehicles	25% straight line basis

Investments

Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits.

Debtors

Trade debtors are amounts due from customers for goods sold or services performed in the ordinary course of business.

Stock

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

Trade Creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the group has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity.

ANDREW BROWN LEISURE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2017

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the group has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Operating profit

Arrived at after charging/(crediting)

	2017	2016
	£	£
Depreciation expense	670,080	573,536
Amortisation expense	(36,400)	(36,400)
Profit on disposal of property, plant and equipment	<u>(10,263)</u>	<u>(1,796)</u>

4 Interest payable and similar expenses

	2017	2016
	£	£
Interest on bank overdrafts and borrowings	57,082	122,439
Interest on obligations under finance leases and hire purchase contracts	-	2,995
Interest expense on other finance liabilities	<u>97,529</u>	<u>77,377</u>
	<u>154,611</u>	<u>202,811</u>

ANDREW BROWN LEISURE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2017

5 Staff costs

The aggregate payroll costs (including directors' remuneration) were as follows:

	2017	2016
	£	£
Wages and salaries	2,736,615	2,302,234
Social security costs	159,630	129,837
Pension costs, defined contribution scheme	40,934	45,940
	<u>2,937,179</u>	<u>2,478,011</u>

The average number of persons employed by the group (including directors) during the year, analysed by category was as follows:

	2017	2016
	No.	No.
Management	4	4
Leisure centre, spa and restaurant staff	182	168
Equestrian staff	12	10
	<u>198</u>	<u>182</u>

6 Directors' remuneration

The directors' remuneration for the year was as follows:

	2017	2016
	£	£
Remuneration	218,245	147,065
Contributions paid to money purchase schemes	40,750	37,000
	<u>258,995</u>	<u>184,065</u>

During the year the number of directors who were receiving benefits and share incentives was as follows:

	2017	2016
	No.	No.
Accruing benefits under money purchase pension scheme	<u>5</u>	<u>1</u>

7 Auditors' remuneration

	2017	2016
	£	£
Audit of the financial statements	<u>7,250</u>	<u>8,000</u>
Other fees to auditors		
The audit of the company's subsidiaries' annual accounts	6,000	6,000
Other services	6,553	27,030
	<u>12,553</u>	<u>33,030</u>

ANDREW BROWN LEISURE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2017

8 Taxation

Tax charged in the profit and loss account

	2017 £	2016 £
Current taxation		
UK corporation tax	-	(10,382)
Deferred taxation		
Arising from origination and reversal of timing differences	<u>66,000</u>	<u>107,000</u>
Tax expense in the income statement	<u><u>66,000</u></u>	<u><u>96,618</u></u>

The tax on profit before tax for the year is the same as the standard rate of corporation tax in the UK (2016 - the same as the standard rate of corporation tax in the UK) of 20% (2016 - 20%).

The differences are reconciled below:

	2017 £	2016 £
Profit before tax	<u>521,338</u>	<u>611,830</u>
Corporation tax at standard rate	104,268	122,366
Effect of revenues exempt from taxation	(7,280)	(7,280)
Effect of expense not deductible in determining taxable profit (tax loss)	3,723	975
Tax refund from prior period	-	(10,382)
Tax (decrease) increase from effect of unrelieved tax losses carried forward	<u>(34,711)</u>	<u>(9,061)</u>
Total tax charge	<u><u>66,000</u></u>	<u><u>96,618</u></u>

The group has taxable trading losses of £227,000 (2016 - £841,000) to carry forward and offset against any future profits it may earn.

The group has capital losses of £7,707 (2016 - £7,707) to offset against any future capital profits.

ANDREW BROWN LEISURE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2017

9 Tangible assets

Group

	Land and buildings £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 May 2016	9,763,991	5,765,901	99,547	15,629,439
Additions	685,203	372,498	33,750	1,091,451
Disposals	(1,036,118)	(100,162)	(38,670)	(1,174,950)
At 30 April 2017	<u>9,413,076</u>	<u>6,038,237</u>	<u>94,627</u>	<u>15,545,940</u>
Depreciation				
At 1 May 2016	2,026,607	971,553	23,398	3,021,558
Charge for the year	188,076	456,344	25,660	670,080
Eliminated on disposal	(220,011)	(53,718)	(17,165)	(290,894)
At 30 April 2017	<u>1,994,672</u>	<u>1,374,179</u>	<u>31,893</u>	<u>3,400,744</u>
Carrying amount				
At 30 April 2017	<u>7,418,404</u>	<u>4,664,058</u>	<u>62,734</u>	<u>12,145,196</u>
At 30 April 2016	<u>7,737,383</u>	<u>4,794,347</u>	<u>76,148</u>	<u>12,607,878</u>

Assets held under finance leases and hire purchase contracts

The net carrying amount of tangible assets includes the following amounts in respect of assets held under finance leases and hire purchase contracts:

			2017 £	2016 £
Fixtures, fittings and equipment			-	23,400
Company				
	Land and buildings £	Fixtures and fitting £	Motor vehicles £	Total £
Cost or valuation				
At 1 May 2016	9,090,321	3,138,598	38,901	12,267,820
Additions	682,407	20,604	-	703,011
Disposals	(1,036,118)	(96,962)	-	(1,133,080)
At 30 April 2017	8,736,610	3,062,240	38,901	11,837,751
Depreciation				
At 1 May 2016	1,986,605	355,621	2,840	2,345,066
Charge for the year	174,516	164,264	8,500	347,280
Eliminated on disposal	(220,011)	(53,718)	-	(273,729)
At 30 April 2017	1,941,110	466,167	11,340	2,418,617
Carrying amount				
At 30 April 2017	6,795,500	2,596,073	27,561	9,419,134
At 30 April 2016	7,103,716	2,782,978	36,061	9,922,755

ANDREW BROWN LEISURE LIMITED
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Assets held under finance leases and hire purchase contracts

The net carrying amount of tangible assets includes the following amounts in respect of assets held under finance leases and hire purchase contracts:

	2017 £	2016 £
Fixtures and fittings	-	23,400

10 Investments

Company

	2017 £	2016 £
Investments in subsidiaries	2	2

Details of undertakings

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2017	2016
Subsidiary undertakings				
Crow Wood Leisure Limited	England	Ordinary	100%	100%
Crow Wood Equestrian Limited	England	Ordinary	100%	100%

The principal activity of Crow Wood Leisure Limited is leisure centre and restaurant operators

During the year the assets and trade of Crow Wood Equestrian Limited were sold. At the year end the subsidiary was non trading and the intention is for the company to be dissolved during 2017/18. The turnover and expenses relating to Crow Wood Equestrian Limited have been disclosed as discontinued operations within the profit and loss account.

11 Debtors

	Group		Company	
	2017 £	2016 £	2017 £	2016 £
Trade debtors	9,804	70,824	-	651
Amounts owed by group undertakings	-	-	221,911	2,430,990
Other debtors	20,461	37,243	19,950	37,241
Prepayments	294,980	272,908	192	1,348
Total current trade and other debtors	325,245	380,975	242,053	2,470,230

ANDREW BROWN LEISURE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
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12 Creditors

		Group		Company	
	Note	2017 £	2016 £	2017 £	2016 £
Due within one year					
Loans and borrowings	16	1,244,185	895,386	1,019,609	880,825
Trade creditors		536,655	541,202	9,337	61,730
Amounts due to group undertakings		-	-	-	1,492,134
Social security and other taxes		361,089	304,125	-	2,106
Other creditors		6,043	10,856	-	-
Accrued expenses		819,746	507,891	195,984	195,285
Deferred income		36,400	36,400	36,400	36,400
		<u>3,004,118</u>	<u>2,295,860</u>	<u>1,261,330</u>	<u>2,668,480</u>
Due after one year					
Loans and borrowings	16	2,100,914	3,729,240	2,100,914	3,729,240
Deferred income		182,000	218,400	182,000	218,400
		<u>2,282,914</u>	<u>3,947,640</u>	<u>2,282,914</u>	<u>3,947,640</u>

13 Deferred tax and other provisions

Group

	Deferred tax £	Total £
At 1 May 2016	584,000	584,000
Additional provisions	66,000	66,000
At 30 April 2017	<u>650,000</u>	<u>650,000</u>

14 Pension and other schemes

Defined contribution pension scheme

The group operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the group to the scheme and amounted to £40,934 (2016 - £45,939).

15 Share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary £1 shares of £1 each	3,743,812	3,743,812	3,743,812	3,743,812
E Ordinary £0.001 shares of £0.001 each	115,788	116	115,788	116
	<u>3,859,600</u>	<u>3,743,928</u>	<u>3,859,600</u>	<u>3,743,928</u>

ANDREW BROWN LEISURE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2017

16 Loans and borrowings

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Non-current loans and borrowings				
Bank borrowings	2,100,914	3,126,745	2,100,914	3,126,745
Finance lease liabilities	-	2,495	-	2,495
Directors loan accounts	-	600,000	-	600,000
	<u>2,100,914</u>	<u>3,729,240</u>	<u>2,100,914</u>	<u>3,729,240</u>

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Current loans and borrowings				
Bank borrowings	210,766	193,802	210,765	193,802
Bank overdrafts	224,575	327,023	-	312,462
Finance lease liabilities	-	9,360	-	9,360
Directors loan accounts	808,844	365,201	808,844	365,201
	<u>1,244,185</u>	<u>895,386</u>	<u>1,019,609</u>	<u>880,825</u>

Bank borrowings

The bank loans and overdrafts are secured by way of debentures over all group companies, a legal charge over the company's property and a personal guarantee from Mr A Brown. Additionally the bank have taken a charge over life policies executed by the company over the lives of certain directors.

The bank loans are subject to interest at 2.1% over bank base rate and are repayable by February 2020.

Other borrowings

The directors' current accounts are unsecured and interest is charged at an agreed rate.

ANDREW BROWN LEISURE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
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17 Obligations under leases and hire purchase contracts

Group

Finance leases

The total of future minimum lease payments is as follows:

	2017 £	2016 £
Not later than one year	-	9,360
Later than one year and not later than five years	-	2,495
	<u>-</u>	<u>11,855</u>

Company

Finance leases

The total of future minimum lease payments is as follows:

	2017 £	2016 £
Not later than one year	-	9,360
Later than one year and not later than five years	-	2,495
	<u>-</u>	<u>11,855</u>

18 Commitments

In November 2016 the group obtained planning permission for a new and additional hotel complex. Construction of the complex has begun after the year end.

19 Contingent liabilities

The group's bankers hold a composite guarantee securing the bank borrowings of the group. At 30 April 2017 the total bank borrowings of the group amounted to £2,311,679 (2016 - £3,615,525).

The company is part of a group registration for VAT purposes. At the year end the outstanding VAT liability of the group was £322,549 (2016 - £268,675).

ANDREW BROWN LEISURE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
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20 Related party transactions

Mr & Mrs A W Brown

Directors and shareholders

During the year interest of £73,919 (2016 - £57,994) was charged to the company in respect of the loan from Mr & Mrs A W Brown. At the year end £73,919 (2016 - £57,994) of accrued interest is included within accruals and deferred income.

At the balance sheet date the amount due to Mr & Mrs A W Brown was £598,980 (2016 - £843,838).

Mr O Brown

Director and shareholder

During the year interest of £23,610 (2016 - £26,293) was charged to the company in respect of the loan from Mr O Brown. At the year end £23,610 (201 - £nil) of accrued interest is included within accruals and deferred income.

At the balance sheet date the amount due to Mr O Brown was £209,864 (2016 - £121,364).

21 Financial instruments

Group

Categorisation of financial instruments

	2017	2016
	£	£
Financial assets that are debt instruments measured at amortised cost	<u>47,676</u>	<u>108,066</u>
	<u>47,676</u>	<u>108,066</u>
Financial liabilities measured at amortised cost	<u>4,259,687</u>	<u>5,250,951</u>
	<u>4,259,687</u>	<u>5,250,951</u>

22 Parent and ultimate parent undertaking

The company's immediate parent is Andrew Brown Leisure Limited, incorporated in England and Wales.

The most senior parent entity producing publicly available financial statements is Andrew Brown Leisure Limited. These financial statements are available upon request from Companies House, Crown Way, Cardiff, CF14 3UZ.

The ultimate controlling party is A W Brown.