

19/12
Company No. NI 011591

**BURRENDALE HOTEL LTD
ABBREVIATED FINANCIAL STATEMENTS**

2014

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BURRENDALE HOTEL LTD

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BURRENDALE HOTEL LTD
DIRECTORS AND OTHER INFORMATION

Directors	Denis Orr Nicholas Small
Secretary	Maurice Murphy
Company Number	NI 011591
Registered Office	Burrendale Hotel Castlewellan Rd Newcastle Co Down BT33 OJY
Bankers	Danske Bank 60 Main St, Newcastle, County Down, BT33 0AE
Solicitors	McGrady Scullion Solicitors 48 St Patricks Avenue, Downpatrick BT30 6DW, United Kingdom
Auditors	Morrison & Co., Chartered Accountants & Registered Auditor, Old Golf Links Road, Blackrock, Dundalk Co. Louth


BURRENDALE HOTEL LTD
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2014

	Note	2014 £	2013 £
Gross Profit		3,584,750	3,377,437
Administration expenses		<u>(3,319,876)</u>	<u>(3,269,377)</u>
Profit on ordinary activities before interest		264,874	108,060
Interest payable and similar charges	2	<u>(85,138)</u>	<u>(63,251)</u>
Profit on ordinary activities before taxation		179,736	44,809
Tax on profit on ordinary activities	5	(36,924)	(14,726)
Profit for the financial year		<u><u>142,812</u></u>	<u><u>30,083</u></u>

The turnover and operating profit relate to continuing operations as no businesses were acquired or disposed of in 2014 or 2013.


A separate Statement of Total Recognised Gains and Losses is required.

On behalf of the Board



DENIS ORR
 Director

15/12/2014
 Date



NICHOLAS SMALL
 Director


15/12/2014
 Date

BURRENDALE HOTEL LTD
BALANCE SHEET AS AT 31ST MARCH 2014


	Note	2014 £	2013 £
FIXED ASSETS	9	<u>5,343,447</u>	<u>5,355,264</u>
CURRENT ASSETS			
Stocks	10	104,598	126,662
Debtors and Prepayments	11	139,137	91,929
Cash at bank and in hand		<u>2,072,770</u>	<u>1,124,183</u>
		2,316,505	1,342,774
CREDITORS			
Amounts falling due within one year	12	<u>(3,253,425)</u>	<u>(2,468,028)</u>
NET CURRENT LIABILITIES		(936,920)	(1,125,254)
Total assets less current liabilities		4,406,527	4,230,010
CREDITORS			
Amounts falling due after one year	12	(364,152)	(237,948)
TOTAL NET ASSETS		<u>4,042,375</u>	<u>3,992,063</u>
CAPITAL AND RESERVES			
Called up Share Capital	21	50,000	50,000
Profit and Loss Account	16	3,992,375	3,942,063
TOTAL EQUITY SHAREHOLDERS FUNDS		<u>4,042,375</u>	<u>3,992,063</u>

The Company's Financial Statements are prepared in accordance with the special provisions of Section 445 (3) of the Companies Act 2006 with regard to medium sized companies.

On Behalf of the Board


DENIS ORR
 Director

15/12/2014
 Date


NICHOLAS SMALL
 Director

15/12/2014
 Date

BURRENDALE HOTEL LTD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2014

1. ACCOUNTING POLICIES

The significant accounting policies adopted by the Company and applied consistently are as follows:

(a) Basis of Accounting

The financial statements have been prepared under the historical cost convention, on a going concern basis, in accordance with accounting standards generally accepted in the United Kingdom (U.K) and U.K statutes comprising the Companies Acts. Accounting Standards generally accepted in the U.K in preparing financial statements giving a true and fair view are those published by the Institute of Chartered Accountants in Ireland and issued by the Financial Reporting Council.

(b) Turnover

Turnover represents net sales to customers and excludes Value Added Tax.

(c) Taxation

Taxation is based on an estimated charge on the profit earned. Any over/under provision is corrected in the following year.

(d) Tangible Fixed Assets

Tangible fixed assets are recorded at historic cost. Cost includes prime cost, overheads and interest incurred in financing the construction of tangible fixed assets. Capitalisation of interest ceases when the asset is brought into use.

(e) Impairment of Tangible Assets

The company undertakes a review for impairment of a fixed asset if events or changes in circumstances indicate that the carrying amount of the fixed asset may not be recoverable. Revaluation losses are recognised in the statement of total recognised gains and losses until the carrying amount reaches its depreciated historical cost and thereafter in the profit and loss account. An exception is where the recoverable amount of the asset is greater than its revalued amount. In this case the loss is recognised in the statement of total recognised gains and losses to the extent that the recoverable amount is greater than its revalued amount.

(f) Depreciation

Depreciation is calculated to write off the cost of Fixed Assets over their expected useful lives at the following rates:

Equipment, Furniture & Fittings	12.5%	Reducing Balance
Motor Vehicles	20%	Reducing Balance

(g) Hire Purchase

Assets obtained under hire purchase contracts are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations in each period.

(h) Stocks

Stocks are valued at the lower of Cost and Net Realisable Value. Provision is made for damaged, obsolete or slow moving stock.

BURRENDALE HOTEL LTD
NOTES TO THE FINANCIAL STATEMENTS

2 INTEREST PAYABLE AND SIMILAR CHARGES

	2014 £	2013 £
On bank loans, overdrafts and other loans wholly repayable within 5 years	84,272	62,385
Hire Purchase interest	866	866
	<u>85,138</u>	<u>63,251</u>

3 PROFIT BEFORE TAXATION WAS ARRIVED AT AFTER CHARGING

The Profit is stated after charging:

	2014 £	2013 £
Auditors Remuneration	4,500	2,200
Directors Remuneration	95,634	99,169
Depreciation	<u>213,709</u>	<u>225,622</u>

4 EMPLOYEES AND REMUNERATION

	2014 £	2013 £
Average Number of employees	170	152
Staff costs are as follows:		
Salaries & Wages	1,901,647	1,814,942
Social Welfare	<u>127,998</u>	<u>123,011</u>
	<u>2,029,645</u>	<u>1,937,953</u>

5 TAX ON PROFIT ON ORDINARY ACTIVITIES

	2014 £	2013 £
The charge comprises		
Corporation Tax : Charge for year	30,605	13,844
Add underprovision in prior years	<u>6,319</u>	<u>882</u>
Tax charge for year	<u>36,924</u>	<u>14,726</u>

6 FACTORS AFFECTING THE TAX CHARGE FOR PERIOD

	2014 £	2013 £
Profit on ordinary activities before tax	<u>179,736</u>	<u>44,809</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in UK of 20%	35,947	8,962
Capital allowances for the period less than depreciation	<u>(5,342)</u>	<u>11,201</u>
Current tax charge for period	<u>30,605</u>	<u>20,163</u>

BURRENDALE HOTEL LTD
NOTES TO THE FINANCIAL STATEMENTS

7 DIVIDEND PAID

	2014 £	2013 £
The dividend is paid to the Sean Small Trust.	<u>92,500</u>	<u>25,256</u>

8 FINANCING

	2014 £	2013 £
Drawdown / (Repayment) of long term bank loans	133,762	(20,110)
Capital element of finance lease	<u>(7,558)</u>	<u>(4,774)</u>
	<u>126,204</u>	<u>(24,884)</u>

9 FIXED ASSETS

	Land and Buildings £	Equipment Fittings and Furnishing £	Vehicles £	Total £
Cost				
At 1 April 2013	4,671,766	4,150,550	22,204	8,844,520
Additions	67,689	135,904	-	203,592
Disposals	-	(3,097)	-	(3,097)
At 31 March 2014	<u>4,739,455</u>	<u>4,283,357</u>	<u>22,204</u>	<u>9,045,015</u>

Depreciation

At 1 April 2013	883,486	2,600,049	5,721	3,489,256
Charge for the year	-	210,413	3,296	213,709
Disposals	-	(1,397)	-	(1,397)
At 31 March 2014	<u>883,486</u>	<u>2,809,065</u>	<u>9,017</u>	<u>3,701,568</u>

Net Book Amounts

At 31 March 2014	3,855,969	1,474,292	13,187	5,343,447
At 1 April 2013	<u>3,788,280</u>	<u>1,550,501</u>	<u>16,483</u>	<u>5,355,264</u>

BURRENDALE HOTEL LTD

NOTES TO THE FINANCIAL STATEMENTS

9 FIXED ASSETS CONTINUED

Included in note 9 are assets held under hire purchase contracts as follows:

Asset Description	2014		2013	
	Net	Depreciation	Net	Depreciation
	book value	charge	book value	charge
	£	£	£	£
Motor Vehicle	9,026	2,257	11,283	2,821

The land and buildings of the company have been compared to their value in use.

The value in use has been calculated at £5,766,311 which is in excess of Net Book Value.

The assumptions made in the value in use calculation are: that annual free cashflow will remain the same, with an allowance of £1.7 million for refurbishment over the next 20 years.

10 STOCK

	2014	2013
	£	£
Kitchen Stock	20,000	21,000
Bar Stock	41,140	37,000
Spa Stock	43,458	55,500
	<u>104,598</u>	<u>126,662</u>

In the opinion of the directors there are no material differences between the replacement cost of stock and the balance sheet amounts.

11 DEBTORS

	2014	2013
Amounts falling due within one year:	£	£
Trade Debtors	68,920	63,183
Amount owed by Sean Small Trust (Related Party)	37,365	-
Prepayments and Accrued Income	32,852	28,746
	<u>139,137</u>	<u>91,929</u>

BURRENDALE HOTEL LTD

NOTES TO THE FINANCIAL STATEMENTS

12 CREDITORS	2014	2013
Amounts falling due within one year:	£	£
Trade and Other Creditors	290,479	338,313
Bank overdraft and loans	2,198,957	1,457,770
Amount owed to Sean Small Trust	-	27,899
Net obligations under hire purchase contracts	2,785	-
Accruals and deferred income	522,537	407,433
Taxation and National Insurance Creditors (note)	238,667	236,613
	<u>3,253,425</u>	<u>2,468,028</u>

TAXATION AND NATIONAL INSURANCE CREDITORS	2014	2013
	£	£
These Comprise:		
PAYE/NI	39,149	29,570
Corporation Tax	30,605	13,844
Value Added Tax	168,913	193,199
	<u>238,667</u>	<u>236,613</u>

CREDITORS	2014	2013
Amounts falling due after more than one year:	£	£
Long Term Bank Loans	364,152	230,390
Net obligations under hire purchase contracts	-	7,558
	<u>364,152</u>	<u>237,948</u>

13 DETAILS OF BORROWINGS

	Within 1 year £	Between 1 & 2 years £	Between 3 & 5 years £	Total £
<u>Repayable other than by instalments</u>				
Bank Overdrafts	2,084,916	-	-	2,084,916
<u>Repayable by instalments</u>				
Bank Loans	114,041	364,152	-	478,193
	<u>2,198,957</u>	<u>364,152</u>	<u>-</u>	<u>2,563,109</u>

The Security held by Danske Bank consists of:

A floating charge on the undertaking of the company and all its property whatsoever and wheresoever both present and future including its uncalled capital and:

A mortgage on all that the property situate at and known as Burrendale Hotel and County Club, Castlewella Road, Newcastle, Co.Down, BT33 0JY.

BURRENDALE HOTEL LTD

NOTES TO THE FINANCIAL STATEMENTS

14 RELATED PARTIES

The Sean Small Trust owns the share capital of Burrendale Hotel Ltd

At the period end, the related party Sean Small Trust owed the company £37,365 which is currently reflected in Debtors.

15 STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

	2014	2013
	£	£
Profit on ordinary activities after taxation	142,812	30,083
Dividend Paid	(92,500)	(25,256)
Profit/ (Loss) Retained for the year	<u>50,312</u>	<u>4,827</u>

16 RESERVES / PROFIT AND LOSS

	2014	2013
	£	£
Opening Profit & Loss / Reserves	3,942,063	3,937,236
Profit for the year	50,312	4,827
Closing Profit & Loss / Reserves	<u>3,992,375</u>	<u>3,942,063</u>

17 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2014	2013
	£	£
Opening shareholders' funds	3,992,063	3,987,236
Profit /(Loss) for the year	142,812	30,083
Dividend Paid	(92,500)	(25,256)
Closing shareholders' funds	<u>4,042,375</u>	<u>3,992,063</u>

BURRENDALE HOTEL LTD

NOTES TO THE FINANCIAL STATEMENTS

18 RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES.

	2014 £	2013 £
Operating profit	264,874	108,060
Depreciation	212,312	225,622
Movement in Stock	22,064	(7,652)
Movement in Debtors	(47,208)	(13,097)
Movement Creditors	44,211	139,727
Net cash inflow from operating activities	<u>496,253</u>	<u>452,660</u>

19 ANALYSIS OF CASH & CASH EQUIVALENTS & NET DEBT

	At 31 March 13 £	Cash Flow £	At 31 March 14 £
Cash in hand	1,124,183	948,587	2,072,770
Bank overdraft	<u>(1,457,770)</u>	<u>(741,187)</u>	<u>(2,198,957)</u>
	(333,587)	207,400	(126,187)
Debt due within one year	-	(116,826)	(116,826)
Debt due after one year	<u>(237,948)</u>	<u>(126,205)</u>	<u>(364,152)</u>
	(237,948)	(243,031)	(480,978)
Total	(95,639)	450,431	354,792

20 RECONCILIATION OF NET CASHFLOW TO MOVEMENT IN NET DEBT

	£
Movement in cash in year	948,587
Cash outflow from decrease in debt	<u>(498,155)</u>
Movement in net debt in year	450,431
Net debt at 31 March 2013	<u>(95,639)</u>
Net debt at 31 March 2014	354,792

21 CALLED UP SHARE CAPITAL

	2014 £	2013 £
Authorised		
£1 Ordinary Shares	<u>1,000,000</u>	<u>1,000,000</u>
Issued and Fully Paid Up		
£1 Ordinary Shares	<u>50,000</u>	<u>50,000</u>

BURRENDALE HOTEL LTD
NOTES TO THE FINANCIAL STATEMENTS

22 CAPITAL COMMITMENTS

There were no capital commitments at the year ended 31 March 2014.

23 CONTINGENCIES

There were no identified contingencies during the period which needed to be disclosed.

24 POST BALANCE SHEET EVENTS

There have been no significant events affecting the company since the year-end.

25 APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved by the board of directors on 15/12/2014.

COMPANY NUMBER: NI 011591

**BURRENDALE HOTEL LTD
DIRECTORS REPORT
FOR THE YEAR ENDED 31ST MARCH 2014**

The Directors submit their annual report and the audited financial statements for the year ended 31 March 2014.

Principal Activities and Business Review

The principal activity of the company is the operation of a Hotel and Leisure Club in Newcastle, Co. Down.

The company has continued to improve performance in recent years. Turnover has increased by 4.8% on prior year allowing the company to maintain excellent profitability levels in a challenging industry.

Development and performance

The level of business increased and gross margins were maintained despite difficult trading conditions. The year-end financial position is considered to be satisfactory. The company will continue to maintain the hotel facilities to the existing high standard and seek opportunities to increase profitable turnover.

Results and dividends

The Profit and Loss Account for the year ended 31st March 2014 and the Balance Sheet at that date are set out on pages 2 and 3. The company recorded a Net Profit before tax of £179,736 (2013 £44,809). The Directors confirm that a dividend payment amounting to £92,500 was made. The net assets of the company amounted to £4,042,376 (2013 £3,992,063).

Principal risks and uncertainties

The principal business risks affecting this business (and the hotel sector generally) relate to the current economic climate and competition. The directors are of the opinion that the company can maintain its profitability and is well positioned to manage any unexpected costs which may arise.

Important Events since the Year End

There have been no significant events affecting the company since the year end.

Research and Development

The company did not engage in any research and development activity during the year.

Future Developments

No major changes are anticipated during the coming year. No further significant capital expenditure is anticipated in the medium term.

**BURRENDALE HOTEL LTD
DIRECTORS REPORT
FOR THE YEAR ENDED 31ST MARCH 2014 (cont'd)**

Directors

The Directors who served during the year and their interests in the company are stated below:

Mr D Orr
Mr N Small

Financial risk management

The existing bank borrowings, incurred in relation to the capital expenditure programme in 2012 and 2013 are scheduled for repayment in full over a five year period and repayments are being made according to schedule. Consequently the financial risk of the company is expected to fall steadily over this period.

Future outlook

The external competitive environment is expected to remain competitive and challenging in 2014-2015

Environment

The company recognises its corporate responsibility to carry out its operations while minimising environmental impacts and its continued aim is to minimise energy wastage, prevent pollution, reduce waste and comply with all applicable environmental legislation.

Health and safety

The company is committed to ensuring that the hotel is a safe environment for employees and customers and that the highest practicable standards in health and safety management are maintained.

Reporting Accountants / Auditors

Morrison and Co continue as Auditors of the company for the year ended 31st March 2015.

Books of Account

The directors confirm adequate measures have been taken to ensure compliance with the Company's obligation to keep proper books of account and the use of appropriate systems and procedures and the employment of appropriate persons. The books of account are kept at the company's business premises.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the medium companies' regime in accordance with Section 485 of the Companies Act 2006.

**BURRENDALE HOTEL LTD
DIRECTORS REPORT
FOR THE YEAR ENDED 31ST MARCH 2014 (cont'd)**

Statement of Directors Responsibilities

The directors are responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations.
The Companies Act 2006 requires the directors to prepare financial statements for each financial period.

Under the 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 year. In preparing these financial statements, the directors are required to:

- Select suitable accounting policies and apply them consistently
- Make judgements and estimates that are responsible and prudent
- Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are also 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.

The directors confirm that they have complied with the above requirements in preparing the accounts. In so far as the directors are aware;

- there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware, and
- the directors have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This report was approved by the Board on 15/12/2014 and signed on its behalf by:

Director



DENIS ORR

Date

15/12/2014

Director



NICHOLAS SMALL

Date

15/12/2014

**INDEPENDENT AUDITOR'S REPORT TO BURRENDALE HOTEL LTD UNDER SECTION 449 OF
THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out in pages 2 to 11 together with the financial statements of Burrendale Hotel Ltd for the year ended 31st March 2014, prepared under section 396 of the Companies Act 2006.

Respective Responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 445 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

- It is our opinion the company is entitled to deliver abbreviated accounts in accordance with Section 445(3) of the Companies Act 2006 and the abbreviated accounts on page 2 to 11 have been properly prepared in accordance with the regulations made by the Secretary of State.



John Morrison (Senior Statutory Auditor)

For and on behalf of:
Morrison and Co
Chartered Accountants and Registered Auditor
Old Golf Links Rd
Blackrock
Dundalk
Co Louth

Date: 17/12/2014