

Company Number: NI 011591

Burrendale Hotel Limited
Directors' Report and Unaudited Financial Statements
for the year ended 31 March 2018

THURSDAY



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23/08/2018
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Burrendale Hotel Limited
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Burrendale Hotel Limited
DIRECTORS AND OTHER INFORMATION

Directors	Mr. Nicholas Small Mrs. Joanne Skillen Mrs. June Muriel Jordan (Appointed 9 August 2017)
Company Secretary	Mr. Maurice Murphy
Company Number	NI 011591
Registered Office and Business Address	Castlewellan Road Newcastle Down BT33 0JY Northern Ireland
Accountants	Morrison & Co Accountants Limited Chartered Certified Accountants Old Golf Links Road, Blackrock, Dundalk, Co Louth Republic of Ireland
Bankers	Danske Bank 45-48 High Street Portadown, Craigavon Co Armagh Northern Ireland
Solicitors	Scullion and Green Solicitors 48 St Patricks Avenue Downpatrick BT30 6DW Northern Ireland

Burrendale Hotel Limited
DIRECTORS' REPORT
for the year ended 31 March 2018

The directors present their report and the unaudited financial statements for the year ended 31 March 2018.

Principal Activity

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

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.

Results and Dividends

The profit for the year after providing for depreciation and taxation amounted to £292,634 (2017 - £253,781). A dividend of £120,000 was proposed for the period.

The directors' are satisfied with the overall performance of the company in the financial year. Even though there was a small reduction in turnover, compared with the prior year, gross margins have been maintained and overheads reduced through a continued focus on cost efficiencies resulting in an increase in reported net profits for the financial year.

Directors

The directors who served during the year are as follows:

Mr. Nicholas Small
Mrs. Joanne Skillen
Mrs. June Muriel Jordan (Appointed 9 August 2017)

There were no changes in shareholdings between 31 March 2018 and the date of signing the financial statements.

Political Contributions

The company did not make any disclosable political donations in the current year.

Future developments

The Brexit issue and its effect on the economic environment is the main uncertainty affecting this and other similar companies in Northern Ireland. However the directors' are optimistic as regards the future prospects for the company and feel the company is well positioned to take advantage of any increase in demand.

Burrendale Hotel Limited

DIRECTORS' REPORT

for the year ended 31 March 2018

Statement of directors' Responsibilities and Declaration on Unaudited Financial Statements

General 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) including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". 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;
- 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.

Directors' declaration on unaudited financial statements

In relation to the financial statements comprising the Income Statement, the Statement of Financial Position, the Accounting Policies and the related notes:

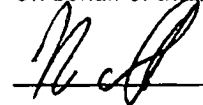
The directors approve these financial statements and confirm that they are responsible for them, including selecting the appropriate accounting policies, applying them consistently and making, on a reasonable and prudent basis, the judgements underlying them. They have been prepared on the going concern basis on the grounds that the company will continue in business.

The directors confirm that they have made available to Morrison & Co Accountants Limited, (Chartered Certified Accountants), all the company's accounting records and provided all the information, books and documents necessary for the compilation of the financial statements.

Special provisions relating to small companies

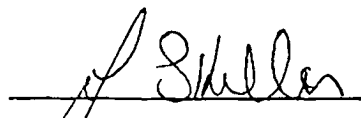
The above report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board



Mr. Nicholas Small
Director

Date: 14/08/18



Mrs. Joanne Skillen
Director

Date: 14/08/18

Burrendale Hotel Limited
CHARTERED CERTIFIED ACCOUNTANTS REPORT
to the directors on the preparation of the unaudited statutory accounts of
Burrendale Hotel Limited for the year ended 31 March 2018

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Burrendale Hotel Limited for the year ended 31 March 2018 which comprise the Income Statement, the Statement of Financial Position, the Statement of Changes in Equity and the related notes thereto from the company's accounting records and from information and explanations you have given to us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at
<<http://www.accaglobal.com/gb/en/member/standards/rules-and-standards/rulebook.html>>

This report is made solely to the Board of Directors of Burrendale Hotel Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Burrendale Hotel Limited and state those matters that we have agreed to state to the Board of Directors of Burrendale Hotel Limited, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at:
<<http://www.accaglobal.com/ie/en/technical-activities/technical-resources-search/2009/october/factsheet-163-audit-exempt-companies.html>>

To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Burrendale Hotel Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Burrendale Hotel Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Burrendale Hotel Limited. You consider that Burrendale Hotel Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Burrendale Hotel Limited. For this reason, We have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and We do not, therefore, express any opinion on the statutory accounts.

MORRISON & CO ACCOUNTANTS LIMITED

Chartered Certified Accountants
Old Golf Links Road,
Blackrock,
Dundalk,
Co Louth
Republic of Ireland

Date: 14-8-2018

Burrendale Hotel Limited
INCOME STATEMENT
for the year ended 31 March 2018

	Notes	2018 £	2017 £
Turnover	4	4,620,168	4,638,345
Cost of sales		(1,185,750)	(1,196,951)
Gross profit		3,434,418	3,441,394
Administrative expenses		(3,103,866)	(3,238,306)
Other operating income		44,894	138,581
Operating profit		375,446	341,669
Interest payable and similar charges	6	(14,088)	(21,852)
Profit on ordinary activities before taxation		361,358	319,817
Tax on profit on ordinary activities	8	(68,724)	(66,036)
Profit for the year	19	292,634	253,781
Total comprehensive income		292,634	253,781

Burrendale Hotel Limited

Company Number: NI 011591

STATEMENT OF FINANCIAL POSITION

as at 31 March 2018

	Notes	2018 £	2017 £
Non-Current Assets			
Property, plant and equipment	10	3,884,183	3,993,989
Current Assets			
Stocks	11	89,860	85,187
Debtors	12	108,979	71,958
Cash and cash equivalents		214,360	217,019
		413,199	374,164
Creditors: Amounts falling due within one year	13	(1,317,844)	(1,426,733)
Net Current Liabilities		(904,645)	(1,052,569)
Total Assets less Current Liabilities		2,979,538	2,941,420
Creditors			
Amounts falling due after more than one year	14	(90,460)	(213,244)
Provisions for liabilities	16	(22,608)	(34,340)
Net Assets		2,866,470	2,693,836
Capital and Reserves			
Called up share capital	18	50,000	50,000
Income statement	19	2,816,470	2,643,836
Equity attributable to owners of the company		2,866,470	2,693,836


These financial statements have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

For the financial year ended 31 March 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006.

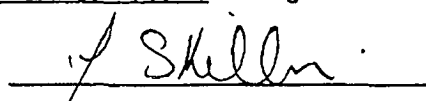
The directors confirm that the members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit and loss for the 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.

Approved by the Board and authorised for issue on 14-08-2018 and signed on its behalf by



Mr. Nicholas Small
Director



Mrs. Joanne Skillen
Director

Burrendale Hotel Limited
STATEMENT OF CHANGES IN EQUITY
as at 31 March 2018

	Share capital	Retained earnings	Total
	£	£	£
At 1 April 2016	50,000	2,540,055	2,590,055
Profit for the year	-	253,781	253,781
Dividends payable	-	(150,000)	(150,000)
At 31 March 2017	50,000	2,643,836	2,693,836
Profit for the year	-	292,634	292,634
Dividends payable	-	(120,000)	(120,000)
At 31 March 2018	50,000	2,816,470	2,866,470

Burrendale Hotel Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2018

1. GENERAL INFORMATION

Burrendale Hotel Limited is a company limited by shares incorporated in Northern Ireland. Castlewellan Road, Newcastle, Down, BT33 0JY, Northern Ireland is the registered office, which is also the principal place of business of the company. The principal activity of the company is the operation of a Hotel and Leisure Club in Newcastle, Co. Down. The financial statements have been presented in Pound Sterling (£) which is also the functional currency of the company.

2. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Statement of compliance

The financial statements of the company for the year ended 31 March 2018 have been prepared in accordance with the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland (FRS 102) issued by the Financial Reporting Council and in accordance with the Companies Act 2006.

Basis of preparation

The financial statements have been prepared under the historical cost convention except for certain properties and financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Cash flow statement

The company has availed of the exemption in FRS 102 from the requirement to prepare a Statement of Cash Flows because it is classified as a small company.

Turnover

Turnover comprises the invoice value of goods and services supplied by the company, exclusive of trade discounts and value added tax.

Critical accounting judgements and estimation uncertainty

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

(a) Critical accounting estimates and assumptions

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below:

Useful economic lives of tangible fixed assets

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets. See note 10 for the carrying amount of the property plant and equipment, and note 2 for the useful economic lives for each class of assets.

Land and Buildings

An assessment of the net realisable value of the property under the historic cost convention has been undertaken. On the basis that the property will be well maintained and such repair costs will be charged to the income statement, it is the view of the directors that net realisable value at least equates to cost.

Depreciation is charged on freehold property (excluding land) on the cost less the estimated residual value over 50 years. On the basis of the above, no charge is deemed necessary.

Burrendale Hotel Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2018

continued

Property, plant and equipment and depreciation

Property, plant and equipment are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of property, plant and equipment, less their estimated residual value, over their expected useful lives as follows:

Land and buildings freehold	-	0%
Plant and machinery	-	17.5% Reducing balance
Motor vehicles	-	20% Reducing balance

The carrying values of tangible fixed assets are reviewed annually for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

Leasing and hire purchases

Property, plant and equipment held under leasing and Hire Purchases arrangements which transfer substantially all the risks and rewards of ownership to the company are capitalised and included in the Statement of Financial Position at their cost or valuation, less depreciation. The corresponding commitments are recorded as liabilities. Payments in respect of these obligations are treated as consisting of capital and interest elements, with interest charged to the Income Statement.

Stocks

Stocks are valued at the lower of cost and net realisable value. Stocks are determined on a first-in first-out basis. Cost comprises expenditure incurred in the normal course of business in bringing stocks to their present location and condition. Full provision is made for obsolete and slow moving items. Net realisable value comprises actual or estimated selling price (net of trade discounts) less all further costs to completion or to be incurred in marketing and selling.

Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

Borrowing costs

Borrowing costs relating to the acquisition of assets are capitalised at the appropriate rate by adding them to the cost of assets being acquired. Investment income earned on the temporary investment of specific borrowings pending their expenditure on the assets is deducted from the borrowing costs eligible for capitalisation. All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

Provisions

Provisions are recognised when the company has a present legal or constructive obligation arising as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made. Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the same value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as interest expense.

Trade and other creditors

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

Taxation and deferred taxation

Current tax represents the amount expected to be paid or recovered in respect of taxable profits for the year and is calculated using the tax rates and laws that have been enacted or substantially enacted at the Statement of Financial Position date.

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 have occurred at that date that will result in an obligation to pay more tax in the future, or a right to pay less tax in the future. Timing differences are temporary differences between the company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured on an undiscounted basis at the tax rates that are anticipated to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the Statement of Financial Position date.

Burrendale Hotel Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2018

continued

Government grants

Capital grants received and receivable are treated as deferred income and amortised to the Income Statement annually over the useful economic life of the asset to which it relates. Revenue grants are credited to the Income Statement when receivable.

Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the Statement of Financial Position date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated at the rates of exchange ruling at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The resulting exchange differences are dealt with in the Income Statement.

Share capital of the company

Ordinary share capital

The ordinary share capital of the company is presented as equity.

3. GOING CONCERN

The financial statements have been prepared on a going concern basis.

4. TURNOVER

The whole of the company's turnover is attributable to its market in the United Kingdom and is derived from the principal activity of operating a hotel.

5. OPERATING PROFIT

	2018 £	2017 £
Operating profit is stated after charging/(crediting):		
Depreciation of property, plant and equipment	203,889	227,023
Government grants received	(44,894)	(138,581)
	<u>158,995</u>	<u>88,442</u>

6. INTEREST PAYABLE AND SIMILAR CHARGES

	2018 £	2017 £
Bank and loan interest	14,088	21,852
	<u>14,088</u>	<u>21,852</u>

7. EMPLOYEES

The average monthly number of employees, including directors, during the year was 171, (2017 - 183).

	2018 Number	2017 Number
Directors	2	2
Employees	171	183
	<u>173</u>	<u>185</u>

Burrendale Hotel Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2018

continued

8. TAX ON PROFIT ON ORDINARY ACTIVITIES

	2018 £	2017 £
(a) Analysis of charge in the year		
Current tax:		
Corporation tax at 19.00% (2017 - 20.00%) (Note 8 (b))	80,456	66,036
Deferred tax:		
Origination and reversal of timing differences	(11,732)	-
Total deferred tax	(11,732)	-
Tax on profit on ordinary activities (Note 8 (b))	<u>68,724</u>	<u>66,036</u>

(b) Factors affecting tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the United Kingdom 19.00% (2017 - 20.00%). The differences are explained below:

	2018 £	2017 £
Profit on ordinary activities before tax	361,358	319,817
Profit on ordinary activities before tax multiplied by the standard rate of corporation tax in the United Kingdom at 19.00% (2017 - 20.00%)	68,658	63,963
Effects of:		
Expenses not deductible for tax purposes	66	-
Depreciation in excess of capital allowances for period	11,732	10,695
Utilisation of tax losses	-	(8,622)
Deferred tax	(11,732)	-
Total tax charge for the year (Note 8 (a))	<u>68,724</u>	<u>66,036</u>

9. DIVIDENDS

	2018 £	2017 £
Dividends on equity shares:		
Ordinary - Final accrued	<u>120,000</u>	<u>150,000</u>

Burrendale Hotel Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2018

continued

10. PROPERTY, PLANT AND EQUIPMENT

	Land and buildings freehold £	Plant and machinery £	Motor vehicles £	Total £
Cost				
At 1 April 2017	3,806,920	4,538,586	26,641	8,372,147
Additions	1,700	92,383	-	94,083
At 31 March 2018	3,808,620	4,630,969	26,641	8,466,230
Depreciation				
At 1 April 2017	883,486	3,483,049	11,623	4,378,158
Charge for the year	-	200,885	3,004	203,889
At 31 March 2018	883,486	3,683,934	14,627	4,582,047
Net book value				
At 31 March 2018	2,925,134	947,035	12,014	3,884,183
At 31 March 2017	2,923,434	1,055,537	15,018	3,993,989

11. STOCKS

	2018 £	2017 £
Stock on hand and goods for resale	89,860	85,187

The replacement cost of stock did not differ significantly from the figures shown.

12. DEBTORS

	2018 £	2017 £
Trade debtors	38,169	24,575
Prepayments and accrued income	70,810	47,383
	108,979	71,958

13. CREDITORS

Amounts falling due within one year

	2018 £	2017 £
Bank loans	129,958	149,667
Net obligations under finance leases and hire purchase contracts	505	6,056
Trade creditors	254,937	262,262
Taxation (Note 15)	261,258	254,968
Directors' current accounts (Note 21)	18,756	43,879
Other creditors	115,737	154,390
Accruals	536,693	555,511
	1,317,844	1,426,733

Burrendale Hotel Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2018

continued

14. CREDITORS	2018	2017
Amounts falling due after more than one year	£	£
Bank loan	90,460	212,739
Finance leases and hire purchase contracts	-	505
	<u>90,460</u>	<u>213,244</u>
Loans		
Repayable in one year or less, or on demand (Note 13)	129,958	149,667
Repayable between one and two years	82,388	166,492
Repayable between two and five years	8,072	46,247
	<u>220,418</u>	<u>362,406</u>
Net obligations under finance leases and hire purchase contracts		
Repayable within one year	505	6,056
Repayable between one and five years	-	505
	<u>505</u>	<u>6,561</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 property situate at and known as Burrendale Hotel and Country Club, Castlewellan Road, Newcastle, Co.Down, BT33 OJY

15. TAXATION	2018	2017
	£	£
Creditors:		
VAT	153,109	157,906
Corporation tax	80,610	66,036
PAYE / NI	27,539	31,026
	<u>261,258</u>	<u>254,968</u>

16. PROVISIONS FOR LIABILITIES

The amounts provided for deferred taxation are analysed below:

	Capital allowances	Total	Total
	£	2018 £	2017 £
At year start	34,340	34,340	34,340
Charged to profit and loss	(11,732)	(11,732)	-
At year end	<u>22,608</u>	<u>22,608</u>	<u>34,340</u>

Burrendale Hotel Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2018

continued

17. GRANTS AND STATE FUNDING

State Department	Grant Agency	Type of Funding	2018 £	2017 £
Ofgem	Office of gas and electricity markets	Northern Ireland renewable heat incentive scheme	44,894	138,581

18. SHARE CAPITAL

Description	Number of shares	Value of units	2018 £	2017 £
Allotted, called up and fully paid Ordinary	50,000	£1 each	50,000	50,000

19. PROFIT AND LOSS ACCOUNT

	2018 £	2017 £
At 1 April 2017	2,643,836	2,540,055
Profit for the year	292,634	253,781
Dividends payable	(120,000)	(150,000)
At 31 March 2018	2,816,470	2,643,836

20. CAPITAL COMMITMENTS

The company had no material capital commitments at the year-ended 31 March 2018.

21. DIRECTORS' REMUNERATION AND TRANSACTIONS

	2018 £	2017 £
Remuneration	91,767	92,308

The following amounts are repayable to the directors:

	2018 £	2017 £
Mr. Nicholas Small	18,756	43,879

22. RELATED PARTY TRANSACTIONS

The Sean Small Trust owns the share capital of Burrendale Hotel Ltd. At the period end, the related party Sean Small Trust is owed £115,737 by the company. This amount is currently reflected in Other creditors.

Mr. Nicholas Small is an executive director of Burrendale Hotel Ltd. In addition to his work as an executive director, Mr Small provided project management services and plant hire to the company in relation to hotel capital expenditure projects during the period 2010 to 2015, to the value of £69,223. There is a balance of £18,756 outstanding as at 31 March 2018 (Note 21).

Mr. Maurice Murphy is the company secretary of Burrendale Hotel Ltd. During the current financial year Mr Murphy provided management consultancy services to Burrendale Hotel Ltd under a contract for services to the value of £36,800 (2017, £39,150).

23. EVENTS AFTER END OF REPORTING PERIOD

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