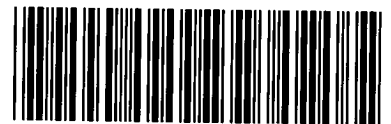


**Strategic Report, Report of the Director and  
Financial Statements  
for the Year Ended 30 September 2015  
for  
Airth Castle Limited**

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**Airth Castle Limited**

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for the Year Ended 30 September 2015**

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**Airth Castle Limited**  
**Company Information**  
**for the Year Ended 30 September 2015**

<b>DIRECTOR:</b>	F Colombetti
<b>REGISTERED OFFICE:</b>	26 George Square Edinburgh EH8 9LD
<b>REGISTERED NUMBER:</b>	SC267043
<b>AUDITORS:</b>	RSM UK Audit LLP Third Floor Centenary House 69 Wellington Street Glasgow G2 6HG
<b>ACCOUNTANTS:</b>	Scott-Moncrieff Exchange Place 3 Semple Street Edinburgh EH3 8BL

**Airth Castle Limited**  
**Strategic Report**  
**for the Year Ended 30 September 2015**

The director presents his strategic report for the year ended 30 September 2015.

The business enjoyed a further year of exceptional trading in a very challenging climate.

The financial results ended 30th September 2015 are contained in the profit and loss account on page 5 of the accounts. The Turnover for the trading year was 7'031'852 euro.

Whilst the underlying trading performance of the business remains very strong, the reported net loss for the year reflects the accounting impact of a fundamental restructure of all operations which have been undertaken now to ensure the strong and continued operations for generations to come.

The directors announce the successful completion of negotiations around their re-financing of the business on a long term loan facility.

To facilitate the re-financing a new sister company has been set up, Airth Castle Hotel Limited (ACHL), and the trade and operations were transferred to ACHL on 24th September 2015.

Simultaneously, the company entered into a lease agreement to lease the premises and grounds to Airth Castle Hotel Limited (ACHL) on a rolling 25-year basis. The re-structuring was completed seamlessly to ensure that there was no impact to our valued guests, employees and suppliers.

The new loan facility extends from 2015 until 2035 underpinning a secure and progressive future for our business.

**Financial Risk**

The company's principal financial instruments comprise of cash in the bank and its long term bank loan only. The company does not feel the need to work with overdraft facilities and we prefer to manage our cash flow without such additional support at the moment. Other financial assets and liabilities, such as trade debtors and trade creditors arise directly from the company's operating activities.

The company is exposed to the usual credit risk and cash flow movement involved with selling on credit and we manage this through our internal standards policy on Credit. The company aims to minimise Credit risk by maintaining strong relationships with our key customers, also constant monitoring to ensure that credit terms are granted only to customers who demonstrate an appropriate payment history and satisfy our internal standards policy on credit check parameters and procedures.

The policy is to finance the on-going working capital through its retained earnings and finance fixed assets through a combination of long term borrowing on fixed rates, also through the retained earnings of the company.

**Interest Rate Risk**

The business has borrowings on the long term mortgage until 2035 with Veneto Banca.

**Exchange Rate Risk**

The business term loan is funded in Euro's currently. The Euro over the past financial year has experienced an exceptionally turbulent time and we have seen the Euro reach an all-time high against Sterling since it was launched in January 1999. This situation will be monitored very closely by the directors of the company.

**Liquidity Risk**

The company aims to mitigate liquidity risk by forecasting requirements and managing cash generated by its on-going operations. The business currently has no overdraft facilities, however we shall monitor operations moving forward and should we require this facility we shall review this at the time. All capital expenditure is planned and only carried out when the on-going successful performance of the company dictates this.

**Economic Recession**

The business continues to operate in an industry that is impacted by customer spending levels. It is forecasted that the economy shall continue to experience very challenging times in the immediate future.

**Changes to Government Regulations**

Changes to legislation cost the business each year. We must monitor and manage these changes to the best of our ability and control to ensure that the future continues to be seamless. Challenges like on-going increase to the Minimum Wage structure and the propositions for "bed tax" are challenging for the business but we remain confident that we can manage these changes.

**Airth Castle Limited**  
**Strategic Report**  
**for the Year Ended 30 September 2015**

**Disaster / Disruption**

We appreciate disaster planning within the business and are currently producing a detailed disaster and crisis manual through the business. This highlights most if not all potential disasters that could happen to the business and a description of how this could be controlled or managed with minimum disruption to the business.

Terrorism is always high on the agenda.

**Competitive Risk**

The company continues to operate in very competitive times with on-going product development, new build hotels and overall substantial local investment in our competitive set and local area; this is without doubt going to have a detrimental effect on our business trading.

**Our People**

We clearly understand that our biggest asset within the business is our people. We will continue to invest in training and development programmes and continue to underpin our investment in our people. The company places considerable value on the involvement of all its employees and always keeps them informed on matters affecting them.

Employees are consulted regularly on a wide spectrum of matters and policies affecting them including their future interests, also financial and economic factors affecting the performance of the company. This is communicated through a series of planned meetings on a regular basis.

The company will always treat its employee fairly.

**Disabled Employees**

The company always gives full consideration to applications for employment from disabled persons where a handicapped or disabled person can handle the requirements for the job.

Where existing employees become disabled, it is the company's policy wherever practicable to provide continuing employment under the normal terms and conditions and to provide training, career development and promotion where appropriate.

**Sales & Marketing**

A considerable focus has been placed upon the sales and marketing of the business, with additional people being employed within the business to protect our current business levels and indeed maintaining existing key customer relationships.

**Environment**

New methods of achieving greater environmental effectiveness are being investigated. We have a duty to ourselves to manage the on-going rise of environmental challenges and energy costs.

**Competitive Advantage**

The competitive edge in the coming decades will be held by us as we continue to tap into our sources of inspiration, creativity and vitality.

The company prides itself in exceeding customer expectations always and is dedicated to setting new inspiring standards within the hotel industry. We focus constantly on areas which deliver for us a competitive advantage in the Four Star Hotel market.

Our people, Quality and a perception of being good value are paramount in maintaining our strong position within the market place.

**IT Systems**

We appreciate the importance of having a sustainable and very intelligent IT system to assist us with the managing of the business. We have again invested in IT and have replaced all computers and installed a new advanced server within the business, and have a continued planned investment to replace our current Micros system.

**Internal Control Systems & Policy Procedures**

The business appreciates the requirement for internal control procedures for all areas especially areas with financial responsibility. We have in place an on-going library of standards manuals for control procedures and these are trained in to the business and are policed via checks and internal audit procedures.

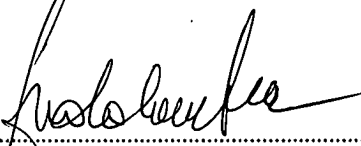
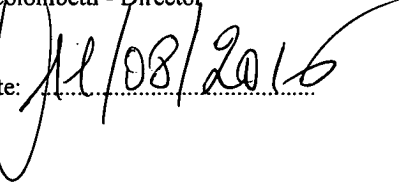
The manuals give clear instruction to policy and mention in many areas "Zero Tolerance" with the guidelines in the manuals being applied as a given and general instruction to be followed.

We also use external audit facilities for the management of our Liquor and Spa stocks within the business.

**Airth Castle Limited**

**Strategic Report  
for the Year Ended 30 September 2015**

**ON BEHALF OF THE BOARD:**

  
.....  
F Colombetti - Director  
Date: 

**Airth Castle Limited**  
**Report of the Director**  
**for the Year Ended 30 September 2015**

The director presents his report with the financial statements of the company for the year ended 30 September 2015.

**CESSATION OF TRADING**

The company ceased trading on 24 September 2015.

**DIVIDENDS**

No dividends will be distributed for the year ended 30 September 2015.

**DIRECTORS**

F Colombetti has held office during the whole of the period from 1 October 2014 to the date of this report.

Other changes in directors holding office are as follows:

S McLeod ceased to be a director after 30 September 2015 but prior to the date of this report.

**STATEMENT OF DIRECTOR'S RESPONSIBILITIES**

The director is responsible for preparing the Report of the Director and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is required to:

- select suitable accounting policies and then 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

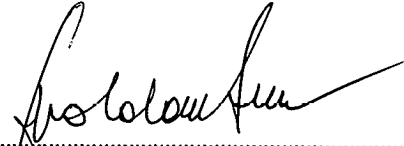
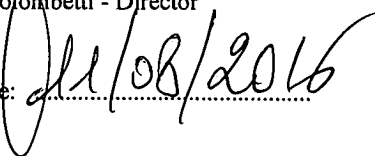
**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**AUDITORS**

The auditors, RSM UK Audit LLP (formerly Baker Tilly UK Audit LLP), will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**

  
.....  
F Colombetti - Director  
  
Date:   
.....

**Report of the Independent Auditors to the Members of  
Airth Castle Limited**

We have audited the financial statements of Airth Castle Limited for the year ended 30 September 2015 on pages seven to sixteen. 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 a Report of the Auditors 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 director and auditors**

As explained more fully in the Statement of Director's Responsibilities set out on page five, the director is 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.

**Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the FRC's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

**Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 September 2015 and of its loss 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 the information given in the Strategic Report and the Report of the Director for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Matters on which we are required to report by exception**

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, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Alan Aitchison (Senior Statutory Auditor)  
for and on behalf of RSM UK Audit LLP  
Third Floor  
Centenary House  
69 Wellington Street  
Glasgow  
G2 6HG

Date: 11/08/16



**Airth Castle Limited**

**Profit and Loss Account  
for the Year Ended 30 September 2015**

	Notes	2015 €	2014 €
<b>TURNOVER</b>		<b>7,031,852</b>	<b>6,316,636</b>
Cost of sales		<u>3,663,291</u>	<u>3,167,488</u>
<b>GROSS PROFIT</b>		<b>3,368,561</b>	<b>3,149,148</b>
Administrative expenses		<u>5,424,728</u>	<u>2,786,625</u>
<b>OPERATING (LOSS)/PROFIT</b>	3	<b>(2,056,167)</b>	<b>362,523</b>
Interest receivable and similar income		<u>92</u>	<u>-</u>
		<b>(2,056,075)</b>	<b>362,523</b>
Interest payable and similar charges	4	<u>494,960</u>	<u>374,258</u>
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>(2,551,035)</b>	<b>(11,735)</b>
Tax on loss on ordinary activities	5	<u>-</u>	<u>-</u>
<b>LOSS FOR THE FINANCIAL YEAR</b>		<b><u>(2,551,035)</u></b>	<b><u>(11,735)</u></b>

**CONTINUING OPERATIONS**

The operating profit for the year, and the previous period, arises from the company's continuing operations.

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the losses for the current year or previous year.



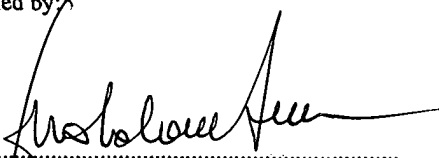
The notes form part of these financial statements

**Airth Castle Limited (Registered number: SC267043)**

**Balance Sheet  
30 September 2015**

	Notes	2015		2014	
		€	€	€	€
<b>FIXED ASSETS</b>					
Intangible assets	6	-			2,056,508
Tangible assets	7		12,013,335		12,608,885
			<u>12,013,335</u>		<u>14,665,393</u>
<b>CURRENT ASSETS</b>					
Stocks	8	-		68,605	
Debtors	9	1		905,083	
Cash at bank and in hand		354,789		222,618	
		<u>354,790</u>		<u>1,196,306</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	10	354,789		1,759,960	
<b>NET CURRENT ASSETS/(LIABILITIES)</b>			<u>1</u>		<u>(563,654)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>12,013,336</u>		<u>14,101,739</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year	11		14,117,283		13,654,651
<b>NET (LIABILITIES)/ASSETS</b>			<u>(2,103,947)</u>		<u>447,088</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	14		176,952		176,952
Revaluation reserve	15		3,367,883		3,367,883
Profit and loss account	15		(5,648,782)		(3,097,747)
<b>SHAREHOLDERS' FUNDS</b>	18		<u>(2,103,947)</u>		<u>447,088</u>

The financial statements were approved & authorised for issue by the director on 11/08/2015 and were signed by:

  
.....  
F Colombetti - Director

The notes form part of these financial statements

**Airth Castle Limited**

**Cash Flow Statement  
for the Year Ended 30 September 2015**

	Notes	2015 €	2014 €
<b>Net cash inflow from operating activities</b>	1	884,075	560,791
<b>Returns on investments and servicing of finance</b>	2	(32,235)	(260,562)
<b>Capital expenditure</b>	2	(719,669)	(100,835)
<b>Increase in cash in the period</b>		<u>132,171</u>	<u>199,394</u>
<hr/>			
<b>Reconciliation of net cash flow to movement in net debt</b>	3		
Increase in cash in the period		132,171	199,394
Cash inflow from increase in debt		-	(113,696)
Change in net debt resulting from cash flows		132,171	85,698
Unpaid loan interest		(462,632)	-
<b>Movement in net debt in the period</b>		<u>(330,461)</u>	<u>85,698</u>
<b>Net debt at 1 October</b>		<u>(13,432,033)</u>	<u>(13,517,731)</u>
<b>Net debt at 30 September</b>		<u><u>(13,762,494)</u></u>	<u><u>(13,432,033)</u></u>

The notes form part of these financial statements



**Airth Castle Limited**

**Notes to the Cash Flow Statement  
for the Year Ended 30 September 2015**

**1. RECONCILIATION OF OPERATING (LOSS)/PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	2015 €	2014 €
Operating (loss)/profit	(2,056,167)	362,523
Depreciation charges	477,778	505,297
Loss on disposal of fixed assets	2,893,949	-
Decrease in stocks	68,605	3,440
Decrease/(increase) in debtors	905,083	(354,236)
(Decrease)/increase in creditors	(1,405,173)	43,767
<b>Net cash inflow from operating activities</b>	<b>884,075</b>	<b>560,791</b>

**2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	2015 €	2014 €
<b>Returns on investments and servicing of finance</b>		
Interest received	92	-
Interest paid	-	(209,704)
Finance costs	(32,327)	(50,858)
<b>Net cash outflow for returns on investments and servicing of finance</b>	<b>(32,235)</b>	<b>(260,562)</b>
<b>Capital expenditure</b>		
Purchase of tangible fixed assets	(711,148)	(100,835)
Sale of intangible fixed assets	(33,767)	-
Sale of tangible fixed assets	25,246	-
<b>Net cash outflow for capital expenditure</b>	<b>(719,669)</b>	<b>(100,835)</b>

**3. ANALYSIS OF CHANGES IN NET DEBT**

	At 1.10.14 €	Cash flow €	Other non-cash changes €	At 30.9.15 €
<b>Net cash:</b>				
Cash at bank and in hand	222,618	132,171		354,789
	222,618	132,171		354,789
<b>Debt:</b>				
Debts falling due after one year	(13,654,651)	-	(462,632)	(14,117,283)
	(13,654,651)	-	(462,632)	(14,117,283)
<b>Total</b>	<b>(13,432,033)</b>	<b>132,171</b>	<b>(462,632)</b>	<b>(13,762,494)</b>

The notes form part of these financial statements



## **Airth Castle Limited**

### **Notes to the Financial Statements for the Year Ended 30 September 2015**

#### **1. ACCOUNTING POLICIES**

##### **Accounting convention**

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

##### **Going concern**

The company Airth Castle Limited has restructured the business on a long term loan facility with Veneto Banca.

Our up to date cash flow projections ensure that the loan shall be comfortably serviced going forward out of rental income receivable.

This new arrangement covers the period from 2015 until 2035.

The Directors are content that the accounts shall continue to be prepared on an ongoing basis.

##### **Turnover**

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

##### **Goodwill**

Goodwill, being the amount paid in connection with the acquisition of a business in 2005, is being amortised evenly over its estimated useful life of twenty years.

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Fixtures and Fittings	- 12% and 8% on cost
Motor Vehicles	- 25% on cost
Computer Equipment and Other	- 25% on cost

Freehold property is stated at open market value. No depreciation is provided on freehold property as, in the opinion of the directors, the length of its estimated useful life and estimated residual value of the property is such that depreciation would not be material. Costs of repairs and maintenance are charged against revenue as incurred.

##### **Stocks**

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

##### **Deferred tax**

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

##### **Foreign currencies**

The directors believe that from 1 October 2006, the functional currency of the company is the Euro. Transactions denominated in foreign currencies are translated into the functional currency. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are retranslated at the rates ruling at that date. The euro/sterling exchange rate at the year end was €1 = £0.74005.

The opening balances in the balance sheet have been translated at the historic rate. The difference arising from the translation of the opening balances is taken direct to reserves.

##### **Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

**Airth Castle Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 30 September 2015**

**1. ACCOUNTING POLICIES - continued**

**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 the profit and loss account in the period to which they relate.

**Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

**Management of liquid resources**

Cash and cash equivalent comprise in hand and on deposit and are subject to an insignificant risk of change in value.

**2. STAFF COSTS**

	2015	2014
	€	€
Wages and salaries	2,624,544	2,120,762
Social security costs	193,330	167,110
Other pension costs	8,859	-
	<u>2,826,733</u>	<u>2,287,872</u>

The average monthly number of employees during the year was as follows:

	2015	2014
Hotel and leisure club	<u>102</u>	<u>102</u>

**3. OPERATING (LOSS)/PROFIT**

The operating loss (2014 - operating profit) is stated after charging:

	2015	2014
	€	€
Depreciation - owned assets	249,215	276,734
Loss on disposal of fixed assets	2,302,743	-
Goodwill amortisation	228,563	228,563
Auditors' remuneration	<u>14,687</u>	<u>15,171</u>
Directors' remuneration	<u>314,241</u>	<u>177,926</u>

Information regarding the highest paid director for the year ended 30 September 2015 is as follows:

	2015
	€
Emoluments etc	<u>165,600</u>



**Airth Castle Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 30 September 2015**

**4. INTEREST PAYABLE AND SIMILAR CHARGES**

	2015	2014
	€	€
Veneto Banca mortgage	462,633	323,400
(Gain)/Loss foreign exchange	32,327	50,858
	<u>494,960</u>	<u>374,258</u>

**5. TAXATION**

**Analysis of the tax charge**

No liability to UK corporation tax arose on ordinary activities for the year ended 30 September 2015 nor for the year ended 30 September 2014.

**6. INTANGIBLE FIXED ASSETS**

	Goodwill €
<b>COST</b>	
At 1 October 2014	4,571,260
Disposals	(4,571,260)
	<u>-</u>
At 30 September 2015	-
<b>AMORTISATION</b>	
At 1 October 2014	2,514,752
Amortisation for year	228,563
Eliminated on disposal	(2,743,315)
	<u>-</u>
At 30 September 2015	-
<b>NET BOOK VALUE</b>	
At 30 September 2015	<u>-</u>
At 30 September 2014	<u>2,056,508</u>



**Airth Castle Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 30 September 2015**

**7. TANGIBLE FIXED ASSETS**

	Freehold property €	Fixtures and fittings €	Motor vehicles €	Computer equipment and other €	Totals €
<b>COST OR VALUATION</b>					
At 1 October 2014	11,905,241	4,095,497	60,445	369,452	16,430,635
Additions	133,339	505,832	33,775	38,202	711,148
Disposals	(25,245)	(4,601,329)	(94,220)	(407,654)	(5,128,448)
At 30 September 2015	12,013,335	-	-	-	12,013,335
<b>DEPRECIATION</b>					
At 1 October 2014	-	3,499,958	52,028	269,764	3,821,750
Charge for year	-	179,039	12,950	57,226	249,215
Eliminated on disposal	-	(3,678,997)	(64,978)	(326,990)	(4,070,965)
At 30 September 2015	-	-	-	-	-
<b>NET BOOK VALUE</b>					
At 30 September 2015	12,013,335	-	-	-	12,013,335
At 30 September 2014	11,905,241	595,539	8,417	99,688	12,608,885

If freehold property had not been revalued it would have been included at the following historical cost:

	2015 €	2014 €
Cost	8,645,452	8,537,358

Freehold property was valued on an open market basis on 23 February 2012 by Prelios Valuations & e-Services S.p.A.

If freehold property were sold at its revalued amount the tax payable would be £585,000.

**8. STOCKS**

	2015 €	2014 €
Stocks	-	68,605

**9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2015 €	2014 €
Trade debtors	-	263,510
Other debtors	1	473,572
Directors' loan accounts	-	26,921
Prepayments and accrued income	-	141,080
	1	905,083



**Airth Castle Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 30 September 2015**

**10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2015	2014
	€	€
Trade creditors	-	736,676
Social security and other taxes	-	83,603
VAT	-	324,978
Other creditors	354,789	177,271
Accrued expenses	-	75,069
Advance Gym membership	-	7,580
Deposit Ledger	-	354,783
	<u>354,789</u>	<u>1,759,960</u>

**11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2015	2014
	€	€
Bank loans (see note 12)	<u>14,117,283</u>	<u>13,654,651</u>

**12. LOANS**

An analysis of the maturity of loans is given below:

	2015	2014
	€	€
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>392,148</u>	<u>1,500,000</u>

Amounts falling due in more than five years:

	2015	2014
	€	€
Repayable by instalments		
Bank loans more 5 yr by instal	<u>13,725,135</u>	<u>12,154,651</u>

**13. SECURED DEBTS**

The following secured debts are included within creditors:

	2015	2014
	€	€
Bank loans	<u>14,117,283</u>	<u>13,654,651</u>

The bank loan is a mortgage from Banco Veneto, a bank registered in Italy. The mortgage is secured on the shares in the company which were pledged to the bank by F Colombetti, who is the sole shareholder and a director.

**14. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2015	2014
			€	€
120,000	Ordinary Shares	£1	<u>176,952</u>	<u>176,952</u>



**Airth Castle Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 30 September 2015**

**15. RESERVES**

	Profit and loss account €	Revaluation reserve €	Totals €
At 1 October 2014	(3,097,747)	3,367,883	270,136
Deficit for the year	(2,551,035)		(2,551,035)
At 30 September 2015	(5,648,782)	3,367,883	(2,280,899)

**16. RELATED PARTY DISCLOSURES**

During the year F Colombetti, who is a director of the company, provided consultancy to the company to the value of €nil (2014: €5,312).

**17. ULTIMATE CONTROLLING PARTY**

F Colombetti, who owns all the shares in the company and is a director, controls the company.

**18. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	2015 €	2014 €
Loss for the financial year	(2,551,035)	(11,735)
Net reduction of shareholders' funds	(2,551,035)	(11,735)
Opening shareholders' funds	447,088	458,823
Closing shareholders' funds	(2,103,947)	447,088

