

REGISTERED NUMBER: 05112997 (England and Wales)

**GROUP STRATEGIC REPORT, REPORT OF THE DIRECTORS AND
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014
FOR
HLW229 LIMITED AND ITS SUBSIDIARIES**

MONDAY



A47OKDJ5

A11

18/05/2015

#209

COMPANIES HOUSE

**CONTENTS OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

	Page
Company Information	1
Group Strategic Report	2
Report of the Directors	4
Report of the Independent Auditors	6
Consolidated Profit and Loss Account	8
Consolidated Statement of Total Recognised Gains and Losses	9
Consolidated Balance Sheet	10
Company Balance Sheet	11
Consolidated Cash Flow Statement	12
Notes to the Consolidated Cash Flow Statement	13
Notes to the Consolidated Financial Statements	15

HLW229 LIMITED AND ITS SUBSIDIARIES

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2014**

DIRECTORS:

R D V Broadbent
Mrs A Stanley
HLW 386 Limited

SECRETARY:

R D V Broadbent

REGISTERED OFFICE:

Whitley Hall Hotel
Elliott Lane
Grenoside
Sheffield

REGISTERED NUMBER:

05112997 (England and Wales)

AUDITORS:

Hollis and Co Limited
Chartered Accountants
Statutory Auditor
35 Wilkinson Street
Sheffield
South Yorkshire
S10 2GB

**GROUP STRATEGIC REPORT
FOR THE YEAR ENDED 31 DECEMBER 2014**

The directors present their strategic report of the company and the group for the year ended 31 December 2014.

REVIEW OF BUSINESS

The group continues to be financed by long term loans from HSBC Bank plc and during the year, cash inflows from its subsidiary have been sufficient to enable the company to meet all administrative costs and scheduled loan repayments.

The group's trading subsidiary has had a satisfactory year given the highly competitive market conditions. As expected 2014 has proved to be a period of moderate growth. Weddings have reduced in number by roughly 10% although this was partly anticipated due to the main function room being closed for planned alteration which never materialised, for three months. Spend per wedding stagnated due to competition in the marketplace. Room occupancy and revenue per room both increased significantly to more than compensate for the reduction in weddings.

Maintenance and refurbishment have been cut back in the period due to completion of refurbishment work planned in the short term.

A Sales Manager was employed throughout this period, but it has been decided to operate without one again due to the difficulty in recouping the expenses associated with this position in increased profit.

For 2015 we expect to see further growth in single figures, which, bearing in mind the large increases in trade in 2011 and 2012 we are happy to achieve. We expect wedding numbers to remain largely level, with an increase in 2016. Spend per head is also strengthening, and current levels of bookings remain strong.

Considering the challenging market conditions that remain within the hotel sector, the directors are satisfied with the position of the group at 31 December 2014.

**GROUP STRATEGIC REPORT
FOR THE YEAR ENDED 31 DECEMBER 2014**

PRINCIPAL RISKS AND UNCERTAINTIES

Financing and interest rates

The group's primary cash inflows are generated from the subsidiary trading company, Whitley Hall Hotel Limited. That company is financed via loans from its parent undertaking, HLW 229 Ltd and also from its directors. It also has a small overdraft facility, but there is rarely a need to use this. The loans to the company are interest free, therefore, there is no exposure to interest rate risks. There is an interest rate risk attaching to the bank overdraft, but this is minimal.

The group continues to be financed by a long term bank loan, which has a further 15 years to run.

The group does not trade in financial instruments and has no other form of derivatives.

Cashflows

The primary cash inflows are derived from the groups trading company, Whitley Hall Hotel Limited. Under the current economic climate, maintaining cashflow is paramount and this will be monitored closely to ensure cashflows are sufficient to enable the group to meet its obligations.

Competition

Competitive risk exists in all business and as mentioned in the business review, customers are very price sensitive and the hotel sector is becoming exceptionally competitive. The group's objective is to be able to identify such risks at an early stage so that an appropriate strategy can be implemented to reduce that risk sufficient to enable the group to meet its obligations.

ON BEHALF OF THE BOARD:


.....
R D V Broadbent - Director

Date:

20/3/15

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2014**

The directors present their report with the financial statements of the company and the group for the year ended 31 December 2014.

DIVIDENDS

The total distribution of dividends for the year ended 31 December 2014 amounts to £60,714.

FUTURE DEVELOPMENTS

The intention is to reduce costs, focus on core business and expand the social media profile. Efforts are being made to reduce the slowdown in wedding bookings and we expect wedding bookings to increase in 2016.

Our planning application for more bedrooms and leisure facilities has been accepted and we will give this development further consideration in 2015.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2014 to the date of this report.

R D V Broadbent
Mrs A Stanley
HLW 386 Limited

Other changes in directors holding office are as follows:

Mrs K Hirst ceased to be a director after 31 December 2014 but prior to the date of this report.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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 the group and of the profit or loss of the group for that period. In preparing these financial statements, the directors are 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 directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

HLW229 LIMITED AND ITS SUBSIDIARIES (REGISTERED NUMBER: 05112997)

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2014**

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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

ON BEHALF OF THE BOARD:

.....
R D V Broadbent - Director

Date: 30/3/15

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF HLW229 LIMITED AND ITS SUBSIDIARIES

We have audited the financial statements of HLW229 Limited and its subsidiaries for the year ended 31 December 2014 on pages eight to twenty three. 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 directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page four, 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 Ethical Standards for Auditors.

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 group's and the parent 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 Group Strategic Report and the Report of the Directors 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 financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 31 December 2014 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

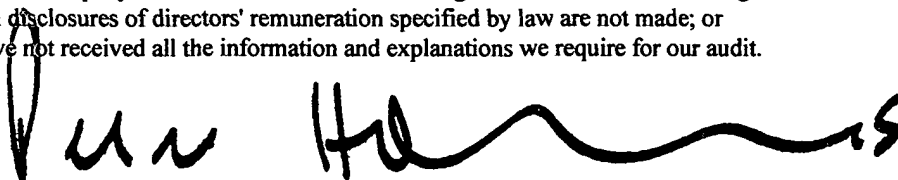
In our opinion the information given in the Group Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
HLW229 LIMITED AND ITS SUBSIDIARIES**

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



Peter Hollis (Senior Statutory Auditor)
for and on behalf of Hollis and Co Limited
Chartered Accountants
Statutory Auditor
35 Wilkinson Street
Sheffield
South Yorkshire
S10 2GB

Date: 14/04/15

HLW229 LIMITED AND ITS SUBSIDIARIES (REGISTERED NUMBER: 05112997)**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2014**

	Notes	2014 £	2013 £
TURNOVER		2,338,607	2,262,397
Cost of sales		<u>1,286,813</u>	<u>1,257,477</u>
GROSS PROFIT		1,051,794	1,004,920
Administrative expenses		<u>707,841</u>	<u>862,255</u>
		343,953	142,665
Other operating income	2	<u>715,383</u>	<u>18,562</u>
OPERATING PROFIT	4	1,059,336	161,227
Interest receivable and similar income		<u>21</u>	<u>20</u>
		1,059,357	161,247
Interest payable and similar charges	5	<u>109,416</u>	<u>118,999</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		949,941	42,248
Tax on profit on ordinary activities	6	<u>195,198</u>	<u>40,464</u>
PROFIT FOR THE FINANCIAL YEAR FOR THE GROUP		<u><u>754,743</u></u>	<u><u>1,784</u></u>

CONTINUING OPERATIONS

None of the group's activities were acquired or discontinued during the current year or previous year.

The notes form part of these financial statements

HLW229 LIMITED AND ITS SUBSIDIARIES (REGISTERED NUMBER: 05112997)

**CONSOLIDATED STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014 £	2013 £
PROFIT FOR THE FINANCIAL YEAR	754,743	1,784
Unrealised deficit on revaluation of properties	-	(28,670)
	<hr/>	<hr/>
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	<u>754,743</u>	<u>(26,886)</u>

**NOTE OF HISTORICAL COST PROFITS AND LOSSES
FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014 £	2013 £
REPORTED PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	949,941	42,248
Difference between a historical cost depreciation charge and the actual depreciation charge of the year calculated on the revalued amount	(46,327)	174,002
	<hr/>	<hr/>
HISTORICAL COST PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	<u>903,614</u>	<u>216,250</u>
	<hr/>	<hr/>
HISTORICAL COST PROFIT FOR THE YEAR RETAINED AFTER TAXATION AND DIVIDENDS	<u>647,702</u>	<u>148,465</u>

The notes form part of these financial statements

HLW229 LIMITED AND ITS SUBSIDIARIES (REGISTERED NUMBER: 05112997)

**CONSOLIDATED BALANCE SHEET
31 DECEMBER 2014**

	Notes	2014 £	2013 £
FIXED ASSETS			
Tangible assets	9	5,220,389	5,228,706
Investments	10	-	-
		<u>5,220,389</u>	<u>5,228,706</u>
CURRENT ASSETS			
Stocks	11	27,276	17,234
Debtors	12	811,001	86,369
Cash at bank and in hand		314,927	392,211
		<u>1,153,204</u>	<u>495,814</u>
CREDITORS			
Amounts falling due within one year	13	943,484	829,600
		<u>943,484</u>	<u>829,600</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>209,720</u>	<u>(333,786)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>5,430,109</u>	<u>4,894,920</u>
CREDITORS			
Amounts falling due after more than one year	14	2,345,207	2,504,047
		<u>2,345,207</u>	<u>2,504,047</u>
NET ASSETS		<u><u>3,084,902</u></u>	<u><u>2,390,873</u></u>
CAPITAL AND RESERVES			
Called up share capital	18	850	850
Share premium	19	249,000	249,000
Revaluation reserve	19	1,868,513	1,868,513
Capital redemption reserve	19	150	150
Profit and loss account	19	966,389	272,360
		<u>3,084,902</u>	<u>2,390,873</u>
SHAREHOLDERS' FUNDS	22	<u><u>3,084,902</u></u>	<u><u>2,390,873</u></u>

The financial statements were approved by the Board of Directors on 30/3/15 and were signed on its behalf by:

.....
R D V Broadbent - Director

The notes form part of these financial statements

HLW229 LIMITED AND ITS SUBSIDIARIES (REGISTERED NUMBER: 05112997)

**COMPANY BALANCE SHEET
31 DECEMBER 2014**

	Notes	2014 £	2013 £
FIXED ASSETS			
Tangible assets	9	-	-
Investments	10	2,337,447	2,337,447
		<u>2,337,447</u>	<u>2,337,447</u>
CURRENT ASSETS			
Debtors	12	1,039,686	547,703
Cash at bank		97,184	49,472
		<u>1,136,870</u>	<u>597,175</u>
CREDITORS			
Amounts falling due within one year	13	321,889	154,054
		<u>321,889</u>	<u>154,054</u>
NET CURRENT ASSETS		<u>814,981</u>	<u>443,121</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,152,428</u>	<u>2,780,568</u>
CREDITORS			
Amounts falling due after more than one year	14	1,956,483	2,091,661
		<u>1,956,483</u>	<u>2,091,661</u>
NET ASSETS		<u><u>1,195,945</u></u>	<u><u>688,907</u></u>
CAPITAL AND RESERVES			
Called up share capital	18	850	850
Share premium	19	249,000	249,000
Capital redemption reserve	19	150	150
Profit and loss account	19	945,945	438,907
		<u>1,195,945</u>	<u>688,907</u>
SHAREHOLDERS' FUNDS	22	<u><u>1,195,945</u></u>	<u><u>688,907</u></u>

The financial statements were approved by the Board of Directors on 30/3/15 and were signed on its behalf by:

.....
R D V Broadbent - Director

The notes form part of these financial statements

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014**

	Notes	2014 £	£	2013 £	£
Net cash inflow from operating activities	1		307,676		438,684
Returns on investments and servicing of finance	2		(98,420)		(123,953)
Taxation			(40,464)		(57,207)
Capital expenditure	2		(22,867)		(46,076)
Equity dividends paid			(60,714)		(27,321)
			85,211		184,127
Financing	2		(162,495)		(125,483)
(Decrease)/increase in cash in the period			<u>(77,284)</u>		<u>58,644</u>
<hr/>					
Reconciliation of net cash flow to movement in net debt	3				
(Decrease)/increase in cash in the period		(77,284)		58,644	
Cash outflow from decrease in debt and lease financing		<u>146,489</u>		<u>125,489</u>	
Change in net debt resulting from cash flows			69,205		184,133
New finance leases			-		(13,000)
Movement in net debt in the period			<u>69,205</u>		<u>171,133</u>
Net debt at 1 January			<u>(1,853,162)</u>		<u>(2,024,295)</u>
Net debt at 31 December			<u><u>(1,783,957)</u></u>		<u><u>(1,853,162)</u></u>

The notes form part of these financial statements

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014**

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2014 £	2013 £
Operating profit	1,059,336	161,227
Depreciation charges	31,183	240,115
Government grants	(2,968)	(2,968)
(Increase)/decrease in stocks	(10,042)	558
Increase in debtors	(735,914)	(37,218)
(Decrease)/increase in creditors	(33,919)	76,970
Net cash inflow from operating activities	307,676	438,684

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

	2014 £	2013 £
Returns on investments and servicing of finance		
Interest received	21	20
Interest paid	(97,967)	(122,904)
Interest element of hire purchase payments	(474)	(1,069)
Net cash outflow for returns on investments and servicing of finance	(98,420)	(123,953)
Capital expenditure		
Purchase of tangible fixed assets	(22,867)	(46,076)
Net cash outflow for capital expenditure	(22,867)	(46,076)
Financing		
Loan repayments in year	(141,801)	(11,346)
Capital repayments in year	(4,694)	(4,387)
Amount introduced by directors	(16,000)	-
Bank loan repayments in year	-	(109,750)
Net cash outflow from financing	(162,495)	(125,483)

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014**

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.1.14 £	Cash flow £	At 31.12.14 £
Net cash:			
Cash at bank and in hand	392,211	(77,284)	314,927
	<u>392,211</u>	<u>(77,284)</u>	<u>314,927</u>
Debt:			
Hire purchase	(11,916)	4,694	(7,222)
Debts falling due within one year	(141,796)	6,617	(135,179)
Debts falling due after one year	(2,091,661)	135,178	(1,956,483)
	<u>(2,245,373)</u>	<u>146,489</u>	<u>(2,098,884)</u>
Total	<u>(1,853,162)</u>	<u>69,205</u>	<u>(1,783,957)</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

1. ACCOUNTING POLICIES

Accounting convention

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

Turnover

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

Tangible fixed assets

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

Freehold property	- Straight line over 99 years
Fixtures and fittings	- 20% on cost
Motor vehicles	- 20% on cost
Computer equipment	- 33% on cost

As stated above, the depreciation policy for land and buildings is straight line over 99 years. As the estimated residual value of the land and buildings is considered to be not materially different from its current carrying value, the calculated depreciation charge is not material.

Depreciation of assets only commences when the asset is brought into use.

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.

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.

Pension costs and other post-retirement benefits

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

Investments

Investments are included at the lower of cost or net recoverable amount.

Government grants

Government grants received which are of a capital nature, are recognised as deferred income in the balance sheet and then credited to the profit and loss account at the same rate as the depreciation charge of the relevant asset.

Government grants received which are of a revenue nature are credited directly to the profit and loss account.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2014

2. OTHER OPERATING INCOME

	2014	2013
	£	£
Sundry receipts	27,914	15,594
HSBC Bank Compensation	684,501	-
Government grants	2,968	2,968
	<u>715,383</u>	<u>18,562</u>

The company has received compensation from HSBC Bank Plc for the mis-selling of an Interest Rate Hedging Product. The decision to accept the Bank's redress was taken during the year and the cash was received in January 2015.

3. STAFF COSTS

	2014	2013
	£	£
Wages and salaries	830,848	846,508
Social security costs	55,213	44,433
Other pension costs	2,119	-
	<u>888,180</u>	<u>890,941</u>

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

	2014	2013
Staff in hotel operations	58	57
Directors and administration	3	5
	<u>61</u>	<u>62</u>

4. OPERATING PROFIT

The operating profit is stated after charging:

	2014	2013
	£	£
Depreciation - owned assets	28,584	236,126
Depreciation - assets on hire purchase contracts	2,600	3,988
Auditors' remuneration	6,500	6,500
	<u>33,436</u>	<u>47,882</u>
Directors' remuneration	25,000	-
Compensation to director for loss of office		

5. INTEREST PAYABLE AND SIMILAR CHARGES

	2014	2013
	£	£
Bank interest	53	-
Directors loan interest	(2,970)	-
Loan	108,895	114,966
Interest rate collar premiums	2,964	2,964
Hire purchase	474	1,069
	<u>109,416</u>	<u>118,999</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2014

6. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2014 £	2013 £
Current tax:		
UK corporation tax	195,198	40,464
Tax on profit on ordinary activities	<u>195,198</u>	<u>40,464</u>

UK corporation tax has been charged at 21% (2013 - 23%).

If, at the year end, the group had sold its revalued asset at its carrying value, the directors estimate that further tax of approximately £410,000 would have been payable. No provision has been made in the accounts for this, as the group has no intention to sell the asset.

7. PROFIT OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the Profit and Loss Account of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £567,752 (2013 - £34,758).

8. DIVIDENDS

	2014 £	2013 £
Ordinary shares of £1 each		
Interim	<u>60,714</u>	<u>27,321</u>

9. TANGIBLE FIXED ASSETS

Group

	Freehold property £	Improvements to property £	Fixtures and fittings £
COST OR VALUATION			
At 1 January 2014	5,112,086	39,850	48,064
Additions	13,575	9,292	-
At 31 December 2014	<u>5,125,661</u>	<u>49,142</u>	<u>48,064</u>
DEPRECIATION			
At 1 January 2014	-	-	-
Charge for year	-	8,532	9,137
At 31 December 2014	-	<u>8,532</u>	<u>9,137</u>
NET BOOK VALUE			
At 31 December 2014	<u>5,125,661</u>	<u>40,610</u>	<u>38,927</u>
At 31 December 2013	<u>5,112,086</u>	<u>39,850</u>	<u>48,064</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2014

9. TANGIBLE FIXED ASSETS - continued

Group

	Motor vehicles £	Computer equipment £	Totals £
COST OR VALUATION			
At 1 January 2014	13,800	32,748	5,246,548
Additions	-	-	22,867
At 31 December 2014	13,800	32,748	5,269,415
DEPRECIATION			
At 1 January 2014	1,400	16,442	17,842
Charge for year	2,600	10,915	31,184
At 31 December 2014	4,000	27,357	49,026
NET BOOK VALUE			
At 31 December 2014	9,800	5,391	5,220,389
At 31 December 2013	12,400	16,306	5,228,706

Cost or valuation at 31 December 2014 is represented by:

	Freehold property £	Improvements to property £	Fixtures and fittings £
Valuation in 2013	5,112,086	39,850	48,064
Cost	13,575	9,292	-
	5,125,661	49,142	48,064

	Motor vehicles £	Computer equipment £	Totals £
Valuation in 2013	-	-	5,200,000
Cost	13,800	32,748	69,415
	13,800	32,748	5,269,415

If property and fixtures had not been revalued they would have been included at the following historical cost:

	2014 £	2013 £
Cost	3,646,737	3,623,870
Aggregate depreciation	1,216,080	1,188,329

In accordance with the requirements of Financial Reporting Standard 15 a valuation of the group's freehold interest in Whitley Hall Hotel was undertaken during the year. In July 2013 Messrs Edward Symmons LLP valued the hotel on the basis of existing use value at £5.2m.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2014

9. TANGIBLE FIXED ASSETS - continued

Group

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST OR VALUATION	
At 1 January 2014	
and 31 December 2014	13,000
DEPRECIATION	
At 1 January 2014	600
Charge for year	2,600
At 31 December 2014	3,200
NET BOOK VALUE	
At 31 December 2014	9,800
At 31 December 2013	12,400

10. FIXED ASSET INVESTMENTS

Company

	Shares in group undertakings £
COST	
At 1 January 2014	
and 31 December 2014	2,337,447
NET BOOK VALUE	
At 31 December 2014	2,337,447
At 31 December 2013	2,337,447

The group or the company's investments at the balance sheet date in the share capital of companies include the following:

Subsidiary

Whitley Hall Hotel Limited

Nature of business: Hoteliers and restaurateurs

	% holding	2014 £	2013 £
Class of shares:			
Ordinary	100.00		
Aggregate capital and reserves		4,226,404	4,039,412
Profit for the year		303,992	84,026

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2014

11. STOCKS

	Group	
	2014	2013
	£	£
Stocks	<u>27,276</u>	<u>17,234</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Trade debtors	55,526	35,508	18,840	9,420
Amounts owed by group undertakings	-	-	327,282	518,076
Other debtors	719,614	10,238	684,639	-
Prepayments and accrued income	8,925	20,207	8,925	20,207
Prepayments	26,936	20,416	-	-
	<u>811,001</u>	<u>86,369</u>	<u>1,039,686</u>	<u>547,703</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Bank loans and overdrafts (see note 15)	135,179	133,282	135,179	133,282
Other loans (see note 15)	-	8,514	-	-
Hire purchase contracts (see note 16)	4,333	4,333	-	-
Trade creditors	101,999	138,113	-	-
Tax	195,198	40,464	144,077	-
Social security and other taxes	14,981	17,599	646	2,120
VAT	43,200	57,857	6,146	4,598
Other creditors	2,839	10,630	-	2,640
Accruals and deferred income	406,948	404,428	-	-
Accrued expenses	35,839	11,412	35,841	11,414
Deferred government grants	2,968	2,968	-	-
	<u>943,484</u>	<u>829,600</u>	<u>321,889</u>	<u>154,054</u>

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

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Bank loans (see note 15)	1,956,483	2,091,661	1,956,483	2,091,661
Hire purchase contracts (see note 16)	2,889	7,583	-	-
Directors' loan accounts	115,000	131,000	-	-
Deferred government grants	270,835	273,803	-	-
	<u>2,345,207</u>	<u>2,504,047</u>	<u>1,956,483</u>	<u>2,091,661</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2014

15. LOANS

An analysis of the maturity of loans is given below:

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Amounts falling due within one year or on demand:				
Bank loans	135,179	133,282	135,179	133,282
Other loans	-	8,514	-	-
	<u>135,179</u>	<u>141,796</u>	<u>135,179</u>	<u>133,282</u>
Amounts falling due between one and two years:				
Bank loans - 1-2 years	<u>137,104</u>	<u>135,179</u>	<u>137,104</u>	<u>135,179</u>
Amounts falling due between two and five years:				
Bank loans - 2-5 years	<u>423,135</u>	<u>417,195</u>	<u>423,135</u>	<u>417,195</u>
Amounts falling due in more than five years:				
Repayable by instalments				
Bank loans more 5 yr by instal	<u>1,396,244</u>	<u>1,539,287</u>	<u>1,396,244</u>	<u>1,539,287</u>

The groups bank loan bears interest at variable rates based on Bank of England base rate.
The groups other loan is interest free.

16. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS

Group	Hire purchase contracts	
	2014	2013
	£	£
Net obligations repayable:		
Within one year	4,333	4,333
Between one and five years	<u>2,889</u>	<u>7,583</u>
	<u>7,222</u>	<u>11,916</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2014

17. SECURED DEBTS

The following secured debts are included within creditors:

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Bank loans	2,091,662	2,224,943	2,091,662	2,224,943
Hire purchase contracts	7,222	11,916	-	-
	<u>2,098,884</u>	<u>2,236,859</u>	<u>2,091,662</u>	<u>2,224,943</u>

The group has given an Unlimited Multilateral Guarantee dated 3 September 2004 to HSBC Bank plc to secure all liabilities. There is a legal right of set off over all balances owed to or by the bank by the group.

In addition the bank has a debenture dated 3 September 2004 which includes a Fixed Charge over all present freehold and leasehold property; First Fixed Charge over book and other debts, chattels, goodwill and uncalled capital, both present and future; and First Floating Charge over all assets and undertaking both present and future.

The groups total indebtedness to HSBC Bank plc at 31 December 2014 amounted to £1,784,403.

The hire purchase contract is secured upon the assets to which it relates.

18. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2014	2013
			£	£
1,000	Ordinary	£1	<u>850</u>	<u>850</u>

19. RESERVES

Group	Profit and loss account £	Share premium £	Revaluation reserve £	Capital redemption reserve £	Totals £
At 1 January 2014	272,360	249,000	1,868,513	150	2,390,023
Profit for the year	754,743				754,743
Dividends	(60,714)				(60,714)
At 31 December 2014	<u>966,389</u>	<u>249,000</u>	<u>1,868,513</u>	<u>150</u>	<u>3,084,052</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2014

19. RESERVES - continued

Company

	Profit and loss account £	Share premium £	Capital redemption reserve £	Totals £
At 1 January 2014	438,907	249,000	150	688,057
Profit for the year	567,752			567,752
Dividends	(60,714)			(60,714)
At 31 December 2014	<u>945,945</u>	<u>249,000</u>	<u>150</u>	<u>1,195,095</u>

20. RELATED PARTY DISCLOSURES

The Directors

During the year, the group continued to benefit from loans from its directors. The amount owing to the directors at the start of the year was £131,000. During the year £16,000 was repaid, leaving £115,000 as outstanding. These loans are interest free and have no fixed repayment date, but the directors consider these loans to be of a long term nature.

21. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is Mr R D V Broadbent, a director and majority shareholder of HLW229 Limited

22. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group

	2014 £	2013 £
Profit for the financial year	754,743	1,784
Dividends	(60,714)	(27,321)
	<u>694,029</u>	<u>(25,537)</u>
Other recognised gains and losses relating to the year (net)	-	(28,670)
Net addition/(reduction) to shareholders' funds	<u>694,029</u>	<u>(54,207)</u>
Opening shareholders' funds	2,390,873	2,445,080
Closing shareholders' funds	<u>3,084,902</u>	<u>2,390,873</u>

Company

	2014 £	2013 £
Profit for the financial year	567,752	34,758
Dividends	(60,714)	(27,321)
Purchase of own shares		
Net addition to shareholders' funds	<u>507,038</u>	<u>7,437</u>
Opening shareholders' funds	688,907	681,470
Closing shareholders' funds	<u>1,195,945</u>	<u>688,907</u>