

**REGISTERED NUMBER: 05112997 (England and Wales)**

**GROUP STRATEGIC REPORT, REPORT OF THE DIRECTORS AND  
CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021  
FOR  
HLW229 LIMITED**

**CONTENTS OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Group Strategic Report</b>	<b>2</b>
<b>Report of the Directors</b>	<b>3</b>
<b>Report of the Independent Auditors</b>	<b>5</b>
<b>Consolidated Income Statement</b>	<b>8</b>
<b>Consolidated Other Comprehensive Income</b>	<b>9</b>
<b>Consolidated Balance Sheet</b>	<b>10</b>
<b>Company Balance Sheet</b>	<b>11</b>
<b>Consolidated Statement of Changes in Equity</b>	<b>12</b>
<b>Company Statement of Changes in Equity</b>	<b>13</b>
<b>Consolidated Cash Flow Statement</b>	<b>14</b>
<b>Notes to the Consolidated Cash Flow Statement</b>	<b>15</b>
<b>Notes to the Consolidated Financial Statements</b>	<b>16</b>

**HLW229 LIMITED**

**COMPANY INFORMATION  
FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

**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 PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

The directors present their strategic report of the company and the group for the period 1 January 2020 to 30 June 2021.

**REVIEW OF BUSINESS**

The directors consider that an accounting year end of 30 June is more convenient and therefore the company year end has been changed from 31 December to 30 June. Hence these financial statements cover an eighteen month period compared to a twelve month period for 2019.

2020 started extremely strongly in terms of wedding bookings which were at record levels. The first three months saw construction work on the new suite and terraces continue which reduced revenues due to parts of the building being decommissioned, and lower gross profits as a result of losing bedroom and wedding income.

Since the end of March 2020 the group has had to deal with the effects of the COVID-19 pandemic. The directors put measures in place to mitigate the impact, which included the use of government schemes introduced, but the restrictions in place have meant that the hotel has been unable to trade as normal for most of the period. As a result the turnover for the period is only £1,458,310 (2019 - £2,676,286) and the group made a loss before tax of £423,073 (2020 profit £406,700).

The directors are confident that trading will recover strongly as the backlog of weddings take place and customers make use of the new facilities.

Business operating costs continue to rise but are being closely monitored by the management team.

**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 has a small overdraft facility, but there is rarely a need to use this. There is an interest rate risk attaching to the bank overdraft, but this is minimal.

The group continues to be financed by long term bank loans, which have a further 8 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.

The impact of the COVID-19 pandemic on trade has been considerable but the directors are satisfied with the plans put into place to deal with the financial losses that arose.

**Competition**

Competitive risk exists in all business and customers in the hotel sector are very price sensitive and the sector is 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

25 March 2022

**REPORT OF THE DIRECTORS  
FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

The directors present their report with the financial statements of the company and the group for the period 1 January 2020 to 30 June 2021.

**DIVIDENDS**

The total distribution of dividends for the year ended 30 June 2021 amounts to £161,581.

**FUTURE DEVELOPMENTS**

The directors will focus on increasing wedding bookings following the construction of a new function suite and terraces. Efforts will also continue towards increasing the core business and expanding the social media profile.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 January 2020 to the date of this report.

R D V Broadbent  
Mrs A Stanley  
HLW 386 Limited

**DISCLOSURE IN THE STRATEGIC REPORT**

Certain items required under Schedule 7 of the Large and Medium-sized Companies and Groups (Accounts and Reports Regulations) 2008 to be disclosed in the directors' report are set out in the Strategic Report in accordance with S414C(11) Companies Act 2006.

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Group Strategic Report, 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.

**REPORT OF THE DIRECTORS  
FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

**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

25 March 2022

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF HLW229 LIMITED**

### **Opinion**

We have audited the financial statements of HLW229 Limited (the 'parent company') and its subsidiaries (the 'group') for the period ended 30 June 2021 which comprise the Consolidated Income Statement, Consolidated Other Comprehensive Income, Consolidated Balance Sheet, Company Balance Sheet, Consolidated Statement of Changes in Equity, Company Statement of Changes in Equity, Consolidated Cash Flow Statement and Notes to the Consolidated Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company affairs as at 30 June 2021 and of the group's loss for the period 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.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's and the parent company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

### **Other information**

The directors are responsible for the other information. The other information comprises the information in the Group Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

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

- the information given in the 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; and
- the Group Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF HLW229 LIMITED**

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

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

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.

### **Responsibilities of directors**

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the group or the parent company or to cease operations, or have no realistic alternative but to do so.

### **Auditors' responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management, those charged with governance and the entity's in-house legal team around actual and potential litigation and claims;
- Enquiry of entity staff in tax and compliance functions to identify any instances of non-compliance with laws and regulations;
- Reviewing minutes of meetings of those charged with governance;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the further that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.



**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
HLW229 LIMITED**

**Use of our report**

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.

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

30 March 2022

**CONSOLIDATED INCOME STATEMENT**  
**FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

	Notes	Period 1/1/20 to 30/6/21 £	Year ended 31/12/19 £
<b>TURNOVER</b>	4	1,458,310	2,676,286
Cost of sales		<u>1,756,007</u>	<u>1,543,560</u>
<b>GROSS (LOSS)/PROFIT</b>		(297,697)	1,132,726
Administrative expenses		<u>764,651</u>	<u>739,043</u>
		(1,062,348)	393,683
Other operating income	5	<u>674,417</u>	<u>27,598</u>
<b>OPERATING (LOSS)/PROFIT</b>	7	(387,931)	421,281
Interest receivable and similar income		<u>4,800</u>	<u>9,781</u>
		(383,131)	431,062
Interest payable and similar expenses	8	<u>39,942</u>	<u>24,362</u>
<b>(LOSS)/PROFIT BEFORE TAXATION</b>		(423,073)	406,700
Tax on (loss)/profit	9	<u>(98,679)</u>	<u>72,490</u>
<b>(LOSS)/PROFIT FOR THE FINANCIAL PERIOD</b>		<u>(324,394)</u>	<u>334,210</u>
(Loss)/profit attributable to:			
Owners of the parent		<u>(324,394)</u>	<u>334,210</u>

The notes form part of these financial statements

**CONSOLIDATED OTHER COMPREHENSIVE INCOME  
FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

	Notes	Period 1/1/20 to 30/6/21 £	Year ended 31/12/19 £
<b>(LOSS)/PROFIT FOR THE PERIOD</b>		(324,394)	334,210
<b>OTHER COMPREHENSIVE INCOME</b>			
Deferred tax on revaluation reserve		(59,773)	(3,443)
Income tax relating to other comprehensive income		-	-
<b>OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF INCOME TAX</b>		<u>(59,773)</u>	<u>(3,443)</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<u>(384,167)</u>	<u>330,767</u>
Total comprehensive income attributable to: Owners of the parent		<u>(384,167)</u>	<u>330,767</u>

**CONSOLIDATED BALANCE SHEET**  
**30 JUNE 2021**

	Notes	2021 £	£	2019 £	£
<b>FIXED ASSETS</b>					
Tangible assets	12		5,754,128		5,358,013
Investments	13		<u>-</u>		<u>-</u>
			5,754,128		5,358,013
<b>CURRENT ASSETS</b>					
Stocks	14	23,050		16,791	
Debtors	15	299,594		183,355	
Cash at bank and in hand		<u>1,305,318</u>		<u>1,173,638</u>	
		1,627,962		1,373,784	
<b>CREDITORS</b>					
Amounts falling due within one year	16	<u>1,678,381</u>		<u>1,095,100</u>	
<b>NET CURRENT (LIABILITIES)/ASSETS</b>			<u>(50,419)</u>		<u>278,684</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			5,703,709		5,636,697
<b>CREDITORS</b>					
Amounts falling due after more than one year	17		(1,804,713)		(1,251,726)
<b>PROVISIONS FOR LIABILITIES</b>	20		<u>(232,505)</u>		<u>(172,732)</u>
<b>NET ASSETS</b>			<u>3,666,491</u>		<u>4,212,239</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	21		800		800
Share premium	22		249,000		249,000
Revaluation reserve	22		1,636,008		1,695,781
Capital redemption reserve	22		200		200
Retained earnings	22		<u>1,780,483</u>		<u>2,266,458</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>3,666,491</u>		<u>4,212,239</u>

The financial statements were approved by the Board of Directors and authorised for issue on 25 March 2022 and were signed on its behalf by:

R D V Broadbent - Director

**COMPANY BALANCE SHEET**  
**30 JUNE 2021**

	Notes	2021 £	£	2019 £	£
<b>FIXED ASSETS</b>					
Tangible assets	12		-		-
Investments	13		<u>2,337,447</u>		<u>2,337,447</u>
			2,337,447		2,337,447
<b>CURRENT ASSETS</b>					
Debtors	15	281,921		66,958	
Cash at bank		<u>654,831</u>		<u>567,114</u>	
		936,752		634,072	
<b>CREDITORS</b>					
Amounts falling due within one year	16	<u>239,043</u>		<u>148,409</u>	
<b>NET CURRENT ASSETS</b>			<u>697,709</u>		<u>485,663</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			3,035,156		2,823,110
<b>CREDITORS</b>					
Amounts falling due after more than one year	17		<u>1,566,313</u>		<u>1,251,726</u>
<b>NET ASSETS</b>			<u>1,468,843</u>		<u>1,571,384</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	21		800		800
Share premium	22		249,000		249,000
Capital redemption reserve	22		200		200
Retained earnings	22		<u>1,218,843</u>		<u>1,321,384</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>1,468,843</u>		<u>1,571,384</u>
Company's profit for the financial year			<u>59,040</u>		<u>219,081</u>

The financial statements were approved by the Board of Directors and authorised for issue on 25 March 2022 and were signed on its behalf by:

R D V Broadbent - Director

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

	Called up share capital £	Retained earnings £	Share premium £
<b>Balance at 1 January 2019</b>	800	2,012,248	249,000
<b>Changes in equity</b>			
Dividends	-	(80,000)	-
Total comprehensive income	-	334,210	-
<b>Balance at 31 December 2019</b>	800	2,266,458	249,000
<b>Changes in equity</b>			
Dividends	-	(161,581)	-
Total comprehensive income	-	(324,394)	-
<b>Balance at 30 June 2021</b>	800	1,780,483	249,000
	Revaluation reserve £	Capital redemption reserve £	Total equity £
<b>Balance at 1 January 2019</b>	1,699,224	200	3,961,472
<b>Changes in equity</b>			
Dividends	-	-	(80,000)
Total comprehensive income	(3,443)	-	330,767
<b>Balance at 31 December 2019</b>	1,695,781	200	4,212,239
<b>Changes in equity</b>			
Dividends	-	-	(161,581)
Total comprehensive income	(59,773)	-	(384,167)
<b>Balance at 30 June 2021</b>	1,636,008	200	3,666,491

The notes form part of these financial statements

**COMPANY STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

	Called up share capital £	Retained earnings £	Share premium £	Capital redemption reserve £	Total equity £
<b>Balance at 1 January 2019</b>	800	1,182,303	249,000	200	1,432,303
<b>Changes in equity</b>					
Dividends	-	(80,000)	-	-	(80,000)
Total comprehensive income	-	219,081	-	-	219,081
<b>Balance at 31 December 2019</b>	800	1,321,384	249,000	200	1,571,384
<b>Changes in equity</b>					
Dividends	-	(161,581)	-	-	(161,581)
Total comprehensive income	-	59,040	-	-	59,040
<b>Balance at 30 June 2021</b>	800	1,218,843	249,000	200	1,468,843

The notes form part of these financial statements

**CONSOLIDATED CASH FLOW STATEMENT  
FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

	Notes	Period 1/1/20 to 30/6/21 £	Year ended 31/12/19 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	(501,480)	426,336
Interest paid		(39,942)	(24,362)
Tax paid		(7,021)	(80,064)
Net cash from operating activities		<u>(548,443)</u>	<u>321,910</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(433,599)	(202,237)
Interest received		4,800	9,781
Net cash from investing activities		<u>(428,799)</u>	<u>(192,456)</u>
<b>Cash flows from financing activities</b>			
New loans in year		740,000	-
Loan repayments in year		(91,176)	(139,700)
Amount introduced by directors		-	51,663
Amount withdrawn by directors		(4,553)	(60,494)
Grants released		626,232	-
Equity dividends paid		(161,581)	(80,000)
Net cash from financing activities		<u>1,108,922</u>	<u>(228,531)</u>
<b>Increase/(decrease) in cash and cash equivalents</b>		<u>131,680</u>	<u>(99,077)</u>
<b>Cash and cash equivalents at beginning of period</b>	2	1,173,638	1,272,715
<b>Cash and cash equivalents at end of period</b>	2	<u>1,305,318</u>	<u>1,173,638</u>

The notes form part of these financial statements



**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT  
FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

**1. RECONCILIATION OF (LOSS)/PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	Period 1/1/20 to 30/6/21 £	Year ended 31/12/19 £
(Loss)/profit before taxation	(423,073)	406,700
Depreciation charges	37,484	20,082
Government grants	(626,231)	-
Finance costs	39,942	24,362
Finance income	(4,800)	(9,781)
	<u>(976,678)</u>	<u>441,363</u>
(Increase)/decrease in stocks	(6,259)	6,867
Increase in trade and other debtors	(79,871)	(16,965)
Increase/(decrease) in trade and other creditors	<u>561,328</u>	<u>(4,929)</u>
<b>Cash generated from operations</b>	<u><u>(501,480)</u></u>	<u><u>426,336</u></u>

**2. CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

**Period ended 30 June 2021**

	30/6/21 £	1/1/20 £
Cash and cash equivalents	<u>1,305,318</u>	<u>1,173,638</u>

**Year ended 31 December 2019**

	31/12/19 £	1/1/19 £
Cash and cash equivalents	<u>1,173,638</u>	<u>1,272,715</u>

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

	At 1/1/20 £	Cash flow £	At 30/6/21 £
<b>Net cash</b>			
Cash at bank and in hand	<u>1,173,638</u>	<u>131,680</u>	<u>1,305,318</u>
	<u>1,173,638</u>	<u>131,680</u>	<u>1,305,318</u>
<b>Debt</b>			
Debts falling due within 1 year	(142,264)	(95,838)	(238,102)
Debts falling due after 1 year	<u>(1,251,726)</u>	<u>(552,987)</u>	<u>(1,804,713)</u>
	<u>(1,393,990)</u>	<u>(648,825)</u>	<u>(2,042,815)</u>
<b>Total</b>	<u><u>(220,352)</u></u>	<u><u>(517,145)</u></u>	<u><u>(737,497)</u></u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

**1. STATUTORY INFORMATION**

HLW229 Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the General Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

The figures in the financial statements are rounded to the nearest £.

**2. STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006.

**3. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

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

**Basis of consolidation**

The Group financial statements consolidate the financial statements of HLW 229 Limited and its subsidiary undertaking. The Group profit and loss account includes the results of HLW 229 Limited and its subsidiary after intra group trading and profits have been eliminated.

**Significant judgements and estimates**

**- Key sources of estimation uncertainty.**

The Group believes that there are no areas of material estimation uncertainty which affect the financial statements.

**- Critical accounting judgements in applying the Group's accounting policies.**

The Group believes that the major judgements applied are: the use of the going concern principle which is based on the belief that the group will have adequate resources to continue in operational existence for the foreseeable future.

**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.

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 stated at the lower of cost, using the first in first out method, and net realisable value, after making due allowance for obsolete and slow moving items.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

**3. ACCOUNTING POLICIES - continued**

**Financial instruments**

**Financial Liabilities**

The group's bank loans payable meet the definition of a basic financial instrument, so they are originally recognised at the transaction price.

**Taxation**

Taxation for the period comprises current and deferred tax. Tax is recognised in the Consolidated Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**

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

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the period end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**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 profit or loss 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.

**4. TURNOVER**

The turnover and loss (2019 - profit) before taxation are attributable to the one principal activity of the group.

An analysis of turnover by class of business is given below:

	Period 1/1/20 to 30/6/21 £	Year ended 31/12/19 £
Operation of a hotel	1,458,310	2,676,286
	<u>1,458,310</u>	<u>2,676,286</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 20214. **TURNOVER - continued**

All turnover arose in the United Kingdom.

5. **OTHER OPERATING INCOME**

	Period 1/1/20 to 30/6/21 £	Year ended 31/12/19 £
Sundry receipts	48,186	27,598
Government COVID-19 grants	626,231	-
	<u>674,417</u>	<u>27,598</u>

6. **EMPLOYEES AND DIRECTORS**

	Period 1/1/20 to 30/6/21 £	Year ended 31/12/19 £
Wages and salaries	1,379,960	1,003,343
Social security costs	90,128	68,485
Other pension costs	22,943	14,573
	<u>1,493,031</u>	<u>1,086,401</u>

The average number of employees during the period was as follows:

	Period 1/1/20 to 30/6/21	Year ended 31/12/19
Staff in hotel operations	61	65
Directors and administration	<u>2</u>	<u>2</u>
	<u>63</u>	<u>67</u>

The average number of employees by undertakings that were proportionately consolidated during the period was 63 (2019 - 67) .

	Period 1/1/20 to 30/6/21 £	Year ended 31/12/19 £
Directors' remuneration	39,768	27,625
Directors' pension contributions to money purchase schemes	<u>845</u>	<u>519</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

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

The operating loss (2019 - operating profit) is stated after charging:

	Period 1/1/20 to 30/6/21 £	Year ended 31/12/19 £
Depreciation - owned assets	37,484	20,082
Auditors' remuneration	<u>2,500</u>	<u>2,500</u>

**8. INTEREST PAYABLE AND SIMILAR EXPENSES**

	Period 1/1/20 to 30/6/21 £	Year ended 31/12/19 £
Loan	<u>39,942</u>	<u>24,362</u>

**9. TAXATION****Analysis of the tax (credit)/charge**

The tax (credit)/charge on the loss for the period was as follows:

	Period 1/1/20 to 30/6/21 £	Year ended 31/12/19 £
Current tax:		
UK corporation tax	<u>(98,679)</u>	<u>72,490</u>
Tax on (loss)/profit	<u>(98,679)</u>	<u>72,490</u>

UK corporation tax was charged at 19% in 2019.

**Reconciliation of total tax (credit)/charge included in profit and loss**

The tax assessed for the period is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	Period 1/1/20 to 30/6/21 £	Year ended 31/12/19 £
(Loss)/profit before tax	<u>(423,073)</u>	<u>406,700</u>
(Loss)/profit multiplied by the standard rate of corporation tax in the UK of 19% (2019 - 19%)	(80,384)	77,273
Effects of:		
Depreciation in excess of capital allowances	(29,878)	(4,783)
Tax losses to carry forward	<u>11,583</u>	<u>-</u>
Total tax (credit)/charge	<u>(98,679)</u>	<u>72,490</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

**9. TAXATION - continued**

**Tax effects relating to effects of other comprehensive income**

	1/1/20 to 30/6/21		
	Gross £	Tax £	Net £
Deferred tax on revaluation reserve	<u>(59,773)</u>	<u>-</u>	<u>(59,773)</u>
	2019		
	Gross £	Tax £	Net £
Deferred tax release	<u>(3,443)</u>	<u>-</u>	<u>(3,443)</u>

**10. INDIVIDUAL INCOME STATEMENT**

As permitted by Section 408 of the Companies Act 2006, the Income Statement of the parent company is not presented as part of these financial statements.

**11. DIVIDENDS**

	Period 1/1/20 to 30/6/21 £	Year ended 31/12/19 £
A Ordinary shares of 0.01 each Interim	<u>161,581</u>	<u>80,000</u>

**12. TANGIBLE FIXED ASSETS**

**Group**

	Freehold property £	Improvements to property £	Fixtures and fittings £
<b>COST OR VALUATION</b>			
At 1 January 2020	5,300,762	75,888	112,874
Additions	396,815	8,349	24,915
At 30 June 2021	<u>5,697,577</u>	<u>84,237</u>	<u>137,789</u>
<b>DEPRECIATION</b>			
At 1 January 2020	-	62,072	73,495
Charge for period	4,966	9,168	19,798
At 30 June 2021	<u>4,966</u>	<u>71,240</u>	<u>93,293</u>
<b>NET BOOK VALUE</b>			
At 30 June 2021	<u>5,692,611</u>	<u>12,997</u>	<u>44,496</u>
At 31 December 2019	<u>5,300,762</u>	<u>13,816</u>	<u>39,379</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

**12. TANGIBLE FIXED ASSETS - continued**

**Group**

	Motor vehicles £	Computer equipment £	Totals £
<b>COST OR VALUATION</b>			
At 1 January 2020	13,800	44,706	5,548,030
Additions	-	3,520	433,599
At 30 June 2021	<u>13,800</u>	<u>48,226</u>	<u>5,981,629</u>
<b>DEPRECIATION</b>			
At 1 January 2020	13,800	40,650	190,017
Charge for period	-	3,552	37,484
At 30 June 2021	<u>13,800</u>	<u>44,202</u>	<u>227,501</u>
<b>NET BOOK VALUE</b>			
At 30 June 2021	<u>-</u>	<u>4,024</u>	<u>5,754,128</u>
At 31 December 2019	<u>-</u>	<u>4,056</u>	<u>5,358,013</u>

Cost or valuation at 30 June 2021 is represented by:

	Freehold property £	Improvements to property £	Fixtures and fittings £
Valuation in 2013	5,112,086	39,850	48,064
Cost	<u>585,491</u>	<u>44,387</u>	<u>89,725</u>
	<u>5,697,577</u>	<u>84,237</u>	<u>137,789</u>

  

	Motor vehicles £	Computer equipment £	Totals £
Valuation in 2013	-	-	5,200,000
Cost	<u>13,800</u>	<u>48,226</u>	<u>781,629</u>
	<u>13,800</u>	<u>48,226</u>	<u>5,981,629</u>

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

	2021 £	2019 £
Cost	<u>4,349,850</u>	<u>3,709,662</u>
Aggregate depreciation	<u>1,478,261</u>	<u>1,366,041</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

**12. TANGIBLE FIXED ASSETS - continued**

**Group**

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

In future, the company intends to revalue freehold property with sufficient regularity to ensure the carrying value does not differ materially from the fair value, in accordance with the provisions of FRS 102.

In accordance with the requirements of FRS 102, provision for deferred taxation has been made in full on the revaluation of fixed assets.

**13. FIXED ASSET INVESTMENTS**

**Company**

	Shares in group undertakings £
<b>COST</b>	
At 1 January 2020 and 30 June 2021	<u>2,337,447</u>
<b>NET BOOK VALUE</b>	
At 30 June 2021	<u>2,337,447</u>
At 31 December 2019	<u>2,337,447</u>

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**

Registered office: Whitley Hall, Elliott Lane, Grenoside, Sheffield, S35 8NR

Nature of business: Hoteliers and restaurateurs

	% holding
Class of shares:	
Ordinary	100.00

**14. STOCKS**

	<b>Group</b>	
	2021	2019
	£	£
Stocks	<u>23,050</u>	<u>16,791</u>

Stock recognised in cost of sales during the year as an expense was £484,937 (2019 £484,937),

The total carrying amount of stock is pledged as security for the group's bank borrowings.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021

## 15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2021	2019	2021	2019
	£	£	£	£
Trade debtors	30,844	30,737	4,620	4,620
Amounts owed by group undertakings	-	-	190,000	-
Other debtors	40,163	-	24,700	-
Directors' current accounts	65,047	60,494	47,048	47,048
Tax	51,475	19,660	15,290	15,290
VAT	104,872	4,620	263	-
Prepayments	7,193	67,844	-	-
	<u>299,594</u>	<u>183,355</u>	<u>281,921</u>	<u>66,958</u>

## 16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2021	2019	2021	2019
	£	£	£	£
Bank loans and overdrafts (see note 18)	238,102	142,264	226,502	142,264
Trade creditors	75,843	146,433	3,529	(1,543)
Tax	1,480	75,365	-	-
Social security and other taxes	19,662	17,395	228	943
VAT	-	-	-	2,563
Other creditors	41,027	30,222	2,878	110
Accruals and deferred income	1,302,267	683,421	5,906	4,072
	<u>1,678,381</u>	<u>1,095,100</u>	<u>239,043</u>	<u>148,409</u>

## 17. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Company	
	2021	2019	2021	2019
	£	£	£	£
Bank loans (see note 18)	<u>1,804,713</u>	<u>1,251,726</u>	<u>1,566,313</u>	<u>1,251,726</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

**18. LOANS**

An analysis of the maturity of loans is given below:

	<b>Group</b>		<b>Company</b>	
	2021 £	2019 £	2021 £	2019 £
Amounts falling due within one year or on demand:				
Bank loans	<u>238,102</u>	<u>142,264</u>	<u>226,502</u>	<u>142,264</u>
Amounts falling due between one and two years:				
Bank loans - 1-2 years	<u>280,535</u>	<u>144,596</u>	<u>233,226</u>	<u>144,596</u>
Amounts falling due between two and five years:				
Bank loans - 2-5 years	<u>877,481</u>	<u>448,171</u>	<u>726,409</u>	<u>448,171</u>
Amounts falling due in more than five years:				
Repayable by instalments				
Bank loans more 5 yr by instal	<u>646,697</u>	<u>658,959</u>	<u>606,678</u>	<u>658,959</u>

The bank loan have maturity dates of June 2026, February 2027 and December 2028. Interest is charged at 3% and 0.9% over the Bank's Sterling Base Rate.

**19. SECURED DEBTS**

The following secured debts are included within creditors:

	<b>Group</b>		<b>Company</b>	
	2021 £	2019 £	2021 £	2019 £
Bank loans	<u>2,042,815</u>	<u>1,393,990</u>	<u>1,792,815</u>	<u>1,393,990</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 net indebtedness to HSBC Bank plc at 30 June 2021 amounted to £737,498.

**20. PROVISIONS FOR LIABILITIES**

	<b>Group</b>	
	2021 £	2019 £
Deferred tax		
Revaluation of property	<u>232,505</u>	<u>172,732</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

**20. PROVISIONS FOR LIABILITIES - continued****Group**

	Deferred tax £
Balance at 1 January 2020	172,732
Provided during period	59,773
Balance at 30 June 2021	<u>232,505</u>

**21. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2021 £	2019 £
69,997 (2019 - 800 )	A Ordinary	0.01	700	800
10,000	B Ordinary	0.01	100	-
3	C, D and E Ordinary	0.01	-	-
			<u>800</u>	<u>800</u>

During the year, the existing 800 ordinary shares of £1 each were subdivided into 80,000 ordinary shares of £0.01 each. Following the sub division the share capital was altered and redesignated so that

- 69,997 ordinary shares of £0.01 in issue were redesignated as 69,997 A ordinary shares of £0.01 each
- 10,000 ordinary shares of £0.01 in issue were redesignated as 10,000 B ordinary shares of £0.01 each
- 1 ordinary share of £0.01 in issue was redesignated as 1 C ordinary share of £0.01 each
- 1 ordinary share of £0.01 in issue was redesignated as 1 D ordinary share of £0.01 each
- 1 ordinary share of £0.01 in issue was redesignated as 1 E ordinary share of £0.01 each.

Except as otherwise provided in the Articles of Association, the A shares, B shares, C shares, D shares and E shares shall rank pari passu in all respects but constitute separate classes of shares.

During the year the company established an Enterprise Management Incentives Scheme. The scheme allows EMI options to be granted to eligible employees

**22. RESERVES****Group**

	Retained earnings £	Share premium £	Revaluation reserve £	Capital redemption reserve £	Totals £
At 1 January 2020	2,266,458	249,000	1,695,781	200	4,211,439
Deficit for the period	(324,394)				(324,394)
Dividends	(161,581)				(161,581)
Deferred tax release	-	-	(3,972)	-	(3,972)
Deferred tax change of rate	-	-	(55,801)	-	(55,801)
At 30 June 2021	<u>1,780,483</u>	<u>249,000</u>	<u>1,636,008</u>	<u>200</u>	<u>3,665,691</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021

## 22. RESERVES - continued

## Company

	Retained earnings £	Share premium £	Capital redemption reserve £	Totals £
At 1 January 2020	1,321,384	249,000	200	1,570,584
Profit for the period	59,040			59,040
Dividends	(161,581)			(161,581)
At 30 June 2021	<u>1,218,843</u>	<u>249,000</u>	<u>200</u>	<u>1,468,043</u>

## 23. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the period ended 30 June 2021 and the year ended 31 December 2019:

	2021 £	2019 £
<b>R D V Broadbent</b>		
Balance outstanding at start of period	47,048	47,048
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of period	<u>47,048</u>	<u>47,048</u>

The advance is interest free and there is no fixed repayment term. The amount is included within other debtors.

## 24. RELATED PARTY DISCLOSURES

Invoiced management charges to Whitley Hall Hotel Limited amounted to £17,550 (2019:£46,200). The amount owed by Whitley Hall Hotel Limited at the year end of £4,620 (2019: £4,620) is disclosed within trade debtors.

During the period, a total of key management personnel compensation of £ 154,378 (2019 - £ 117,285 ) was paid.

## 25. ULTIMATE CONTROLLING PARTY

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

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.