

COMPANY REGISTRATION NUMBER 05709816

CHERITON PARC HOTEL LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED
31st MARCH 2012



BREBNERS
Chartered Accountants & Statutory Auditor
Tubs Hill House
London Road
Sevenoaks
Kent
TN13 1BL

CHERITON PARC HOTEL LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31st MARCH 2012

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CHERITON PARC HOTEL LIMITED
INDEPENDENT AUDITOR'S REPORT TO CHERITON PARC HOTEL
LIMITED

UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages 3 to 6, together with the financial statements of Cheriton Parc Hotel Limited for the year ended 31st March 2012 prepared under Section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditor's report 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 for our work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

The directors are responsible for preparing the abbreviated accounts in accordance with Section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

BASIS OF OPINION

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

OTHER INFORMATION

On ~~26/9/12~~ we reported as auditor to the members of the company on the financial statements prepared under Section 396 of the Companies Act 2006 and our report included the following paragraph:

CHERITON PARC HOTEL LIMITED

INDEPENDENT AUDITOR'S REPORT TO CHERITON PARC HOTEL LIMITED *(continued)*

UNDER SECTION 449 OF THE COMPANIES ACT 2006

EMPHASIS OF MATTER - GOING CONCERN

In forming our opinion on the financial statements, which is not qualified, we have considered the adequacy of the disclosure made in note 1 to the financial statements concerning the company's ability to continue as a going concern

The company incurred a net loss of £455,238 for the year ended 31st March 2012 and at that date the company's current liabilities exceeded its current assets by £5,061,698

These conditions along with the matters explained in note 1 to the financial statements indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern. The bank has continued to provide financial support enabling the company to settle its liabilities as they fall due, and the shareholders have agreed not to call for repayment until the company has sufficient working capital. The going concern basis used in the preparation of these financial statements is dependent upon this financial support continuing.



MARTIN WIDDOWSON (Senior
Statutory Auditor)
For and on behalf of
BREBNEERS
Chartered Accountants
& Statutory Auditor

Tubs Hill House
London Road
Sevenoaks
Kent
TN13 1BL

26/2/12

CHERITON PARC HOTEL LIMITED

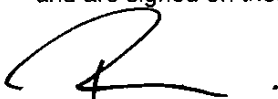
ABBREVIATED BALANCE SHEET


31st MARCH 2012

	Note	2012 £	2011 £
FIXED ASSETS	2		
Tangible assets		5,712,370	5,835,711
CURRENT ASSETS			
Stocks		5,819	5,180
Debtors		87,099	93,914
Cash at bank and in hand		8,048	3,782
		<u>100,966</u>	<u>102,876</u>
CREDITORS: Amounts falling due within one year	3	5,162,664	451,732
NET CURRENT LIABILITIES		(5,061,698)	(348,856)
TOTAL ASSETS LESS CURRENT LIABILITIES		650,672	5,486,855
CREDITORS: Amounts falling due after more than one year	4	4,190,754	8,581,699
		(3,540,082)	(3,094,844)
CAPITAL AND RESERVES			
Called-up equity share capital	5	990	990
Share premium account		396	396
Profit and loss account		(3,541,468)	(3,096,230)
DEFICIT		(3,540,082)	(3,094,844)

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

These abbreviated accounts were approved by the directors and authorised for issue on 24/09/12 and are signed on their behalf by


P W NEWBOROUGH
Director


R MAW
Director

Company Registration Number 05709816

The notes on pages 4 to 6 form part of these abbreviated accounts

CHERITON PARC HOTEL LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31st MARCH 2012

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Basis of preparation

The company made a loss of £445,238 for the year ended 31st March 2012 and the balance sheet at that date shows a deficiency of assets of £3,540,082 with a deficiency of current assets of £5,061,698

The company operates with a day to day bank overdraft facility of £300,000 and a long term bank loan of £4.8 million which was used to develop the company's freehold property. These facilities are due to expire in December 2012 although the directors have commenced negotiations with the Bank and are of the opinion that the facilities will be renewed and the directors are seeking a three year term, until 2016 similar to the existing facilities with other conditions remaining the same. Whilst the formal renewal of these facilities has not yet been completed the Bank has not given any indication that they will not be, and the directors are confident of a successful outcome. Due to the renewal date the amounts due at 31st March 2012 are disclosed as liabilities falling due within 12 months although if negotiations are successful these liabilities will be shown as greater than 12 months in the 2013 accounts.

The shareholders also have advanced loans totalling £4,190,754 to the company which were also originally used to develop the company's freehold property. Additionally the annual interest on these loans is currently not paid but is added to the amounts outstanding. The shareholders have confirmed that they will continue to support the company and will not call for repayment until such time as the company has sufficient working capital and until at least after September 2013 and to continue to allow any interest due to be added to the amount outstanding and not paid if the company's working capital does not provide for payment. The directors are also seeking an extension of these facilities and do not have any reason to believe that they will not be successful in this regard.

The directors have prepared profit and cashflow forecasts for a period of greater than 12 months from the date of approval of the accounts which indicate that the facilities and arrangements described above are adequate, whilst ensuring the company meets its agreed trade creditor payment terms and statutory taxation payment requirements.

After making enquiries, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the annual report and financial statements.

Turnover

Turnover comprises the value of services provided to guests of the hotel during the year exclusive of value added tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

CHERITON PARC HOTEL LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31st MARCH 2012

1. ACCOUNTING POLICIES *(continued)*

Freehold land	-	nil
Freehold buildings	-	over 50 years
Plant and machinery	-	over 10 years
Fixtures and fittings	-	over 10 years
Office equipment	-	over 4 years

The carrying values of all tangible fixed assets are reviewed by the directors for impairment if events or changes indicate their carrying values may not be recoverable. Any impairment in the value of fixed assets is charged to the profit and loss account.

Stocks

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

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.

2. FIXED ASSETS

	Tangible Assets £
COST	
At 1st April 2011	6,213,582
Additions	13,650
At 31st March 2012	<u>6,227,232</u>
DEPRECIATION	
At 1st April 2011	377,871
Charge for year	136,991
At 31st March 2012	<u>514,862</u>
NET BOOK VALUE	
At 31st March 2012	<u>5,712,370</u>
At 31st March 2011	<u>5,835,711</u>

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company.

	2012 £	2011 £
Bank loans and overdrafts	<u>4,883,662</u>	<u>147,188</u>

CHERITON PARC HOTEL LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31st MARCH 2012

4. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company

	2012	2011
	£	£
Bank loans and overdrafts	-	4,808,143
Shareholders' loans	<u>4,190,754</u>	<u>3,773,556</u>
	<u>4,190,754</u>	<u>8,581,699</u>

5. SHARE CAPITAL

Allotted, called up and fully paid:

	2012		2011	
	No	£	No	£
99,000 Ordinary A shares of £0.01 each	<u>99,000</u>	<u>990</u>	<u>99,000</u>	<u>990</u>