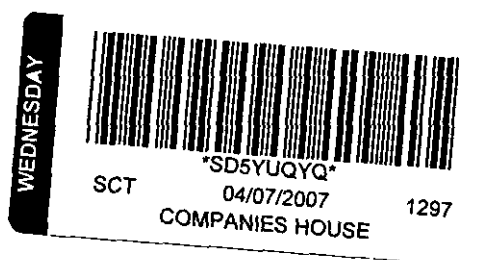


Abbreviated Audited Accounts  
for the Year Ended 4 April 2006  
for  
Glynhill Hotel Limited



**Glynhill Hotel Limited**

**Contents of the Abbreviated Accounts**  
**for the Year Ended 4 April 2006**

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Report of the Directors</b>	<b>2</b>
<b>Report of the Independent Auditors on the Abbreviated Accounts</b>	<b>4</b>
<b>Abbreviated Profit and Loss Account</b>	<b>5</b>
<b>Abbreviated Balance Sheet</b>	<b>6</b>
<b>Cash Flow Statement</b>	<b>7</b>
<b>Notes to the Cash Flow Statement</b>	<b>8</b>
<b>Notes to the Abbreviated Accounts</b>	<b>10</b>

**Glynhill Hotel Limited**

**Company Information**  
**for the Year Ended 4 April 2006**

**DIRECTORS:**

Miss M Nicholas BA  
Mrs J Stevenson  
A H Nicholas  
F Scholarios  
R Nicholas

**SECRETARY**

W W Evans CA

**REGISTERED OFFICE**

147 Bath Street  
Glasgow  
G2 4SN

**REGISTERED NUMBER:**

SCO 44852

**AUDITORS:**

Gillespie & Anderson  
Registered Auditors  
Chartered Accountants  
147 Bath Street  
Glasgow  
G2 4SN

**BANKERS:**

The Royal Bank of Scotland plc  
1 Moncrieff Street  
Paisley  
PA3 2AW

**Glynhill Hotel Limited**

**Report of the Directors**  
**for the Year Ended 4 April 2006**

The directors present their report with the accounts of the company for the year ended 4 April 2006.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of hotel proprietors.

**REVIEW OF BUSINESS**

The results for the year and financial position of the company are as shown in the annexed accounts

The directors are satisfied with the improved financial performance and position of the company as reflected in the annexed financial statements.

Both profits after tax and net assets have risen in comparison with the previous year whilst the company's ongoing programme of refurbishment with regards to the Hotel's bedrooms, restaurants, bars, conferencing & banqueting facilities has continued apace in the year under review.

The business objectives for the year ended 4 April 2006 i.e. increasing profitability by achieving higher occupancy levels and controlling margins, whilst continuing to offer guests an improved standard of facilities and service remain valid for future financial years

**DIVIDENDS**

An interim dividend of £3 per share was paid on 20 December 2005. The directors recommend that no final dividend be paid

The total distribution of dividends for the year ended 4 April 2006 will be £289,200

**FIXED ASSETS**

The movement in fixed assets during the year are summarised in the notes to the financial statements

No formal valuation has yet been made of the company's interests in land. However, the directors are of the opinion that the market value is substantially higher than the amount at which it is included in the balance sheet, and draw the attention of the members of the company to this fact in accordance with schedule 7, paragraph 1 (2) of the Companies Act 1985

**RESEARCH AND DEVELOPMENT**

In view of the nature of the company's trade, the company is not active in the field of research and development.

**FUTURE DEVELOPMENTS**

The company has no specific plans for future development.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 5 April 2005 to the date of this report

Miss M Nicholas BA  
Mrs J Stevenson  
A H Nicholas  
F Scholarios  
R Nicholas

**POLITICAL AND CHARITABLE CONTRIBUTIONS**

The company made no such donations in either the current or previous financial year

**Glynhill Hotel Limited**

**Report of the Directors**  
**for the Year Ended 4 April 2006**

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing 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). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

select suitable accounting policies and then apply them consistently  
make judgements and 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**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 234ZA of the Companies Act 1985) of which the company'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 company's auditors are aware of that information.

**AUDITORS**

The auditors, Gillespie & Anderson, will be proposed for re appointment in accordance with Section 385 of the Companies Act 1985.

**ON BEHALF OF THE BOARD.**

Miss M Nicholas BA Director 

29 June 2007

**Report of the Independent Auditors to**  
**Glynhill Hotel Limited**  
**Under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages five to eighteen, together with the financial statements of Glynhill Hotel Limited for the year ended 4 April 2006 prepared under Section 276 of the Companies Act 1985

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. 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 auditors' 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 auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

**Basis of opinion**

We conducted our work in accordance with Bulletin 2006/3 "The Special Auditor's Report on Abbreviated Accounts in the United Kingdom" 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 246A(3) of the Companies Act 1985 and the abbreviated accounts have been properly prepared in accordance with that provision.



Gillespie & Anderson  
Registered Auditors  
Chartered Accountants  
147 Bath Street  
Glasgow  
G2 4SN

29 June 2007

**Glynhill Hotel Limited**

**Abbreviated Profit and Loss Account**  
**for the Year Ended 4 April 2006**

	Notes	2006 £	2005 £
<b>GROSS PROFIT</b>		3,003,256	2,567,471
Administrative expenses		<u>2,287,767</u>	<u>2,059,815</u>
<b>OPERATING PROFIT</b>	3	715,489	507,656
Provision Carnegie's Leisure Group Limited	4	<u>243,055</u>	<u>100,000</u>
		472,434	407,656
Income from fixed asset investments	5	293	263
Interest receivable and similar income		<u>16,513</u>	<u>17,151</u>
		16,806	17,414
		489,240	425,070
Interest payable and similar charges	6	<u>79,403</u>	<u>21,619</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		409,837	403,451
Tax on profit on ordinary activities	7	<u>79,629</u>	<u>125,920</u>
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		<u><u>330,208</u></u>	<u><u>277,531</u></u>

**CONTINUING OPERATIONS**

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

**TOTAL RECOGNISED GAINS AND LOSSES**

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

**Glynhill Hotel Limited**

**Abbreviated Balance Sheet**  
**4 April 2006**

	Notes	2006 £	2005 £
<b>FIXED ASSETS</b>			
Tangible assets	9	5,097,512	4 661 382
Investments	10	700	700
		<u>5,098,212</u>	<u>4 662,082</u>
<b>CURRENT ASSETS</b>			
Stocks	11	68,900	64,370
Debtors	12	191,124	455,584
Cash at bank and in hand		453,190	646 888
		<u>713 214</u>	<u>1,166,842</u>
<b>CREDITORS</b>			
Amounts falling due within one year	13	692 699	750,433
<b>NET CURRENT ASSETS</b>		<u>20,515</u>	<u>416,409</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>5,118,727</u>	<u>5 078,491</u>
<b>CREDITORS</b>			
Amounts falling due after more than one year	14	(1,160,156)	(1 233 304)
<b>PROVISIONS FOR LIABILITIES</b>	18	(665,700)	(593 324)
<b>NET ASSETS</b>		<u><u>3,292,871</u></u>	<u><u>3 251 863</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	19	96,400	96,400
Capital redemption reserve	20	68,600	68,600
Profit and loss account	20	3,127,871	3,086,863
<b>SHAREHOLDERS' FUNDS</b>	25	<u><u>3,292,871</u></u>	<u><u>3,251,863</u></u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium sized companies

The financial statements were approved by the Board of Directors on 29 June 2007 and were signed on its behalf by

Miss M Nicholas BA Director



**Glynhill Hotel Limited**

**Cash Flow Statement**  
**for the Year Ended 4 April 2006**

	Notes	2006 £	2005 £
<b>Net cash inflow from operating activities</b>	1	1,264,140	833,038
<b>Returns on investments and servicing of finance</b>	2	(62,597)	(4,205)
<b>Taxation</b>		(97,029)	(40,572)
<b>Capital expenditure and financial investment</b>	2	(694,563)	(434,675)
<b>Equity dividends paid</b>		(289,200)	(120,500)
		<u>120,751</u>	<u>233,086</u>
<b>Financing</b>	2	(316,564)	(109,190)
<b>(Decrease)/Increase in cash in the period</b>		<u>(195,813)</u>	<u>123,896</u>
<b>Reconciliation of net cash flow to movement in net debt</b>	3		
(Decrease)/Increase in cash in the period		(195,813)	123,896
Cash outflow/(inflow) from decrease/(increase) in debt and lease financing		<u>73,510</u>	<u>(1,294,074)</u>
<b>Change in net debt resulting from cash flows</b>		<u>(122,303)</u>	<u>(1,170,178)</u>
<b>Movement in net debt in the period</b>		<u>(122,303)</u>	<u>(1,170,178)</u>
<b>Net (debt)/funds at 5 April</b>		<u>(647,186)</u>	<u>522,992</u>
<b>Net debt at 4 April</b>		<u>(769,489)</u>	<u>(647,186)</u>

The notes form part of these abbreviated accounts

**Glynhill Hotel Limited**

**Notes to the Cash Flow Statement**  
**for the Year Ended 4 April 2006**

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

	2006	2005
	£	£
Operating profit	715,489	507,656
Depreciation charges	258,432	241,010
Loss on disposal of fixed assets		1 421
Increase in stocks	(4,530)	(16,750)
Decrease in debtors	264,460	86,613
Increase in creditors	30,289	13 088
<b>Net cash inflow from operating activities</b>	<b>1,264,140</b>	<b>833 038</b>

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

	2006	2005
	£	£
<b>Returns on investments and servicing of finance</b>		
Interest received	16,513	17,151
Interest paid	(78 611)	(20,893)
Interest element of hire purchase payments	(792)	(726)
Dividends received	293	263
<b>Net cash outflow for returns on investments and servicing of finance</b>	<b>(62,597)</b>	<b>(4,205)</b>
 <b>Capital expenditure and financial investment</b>		
Purchase of tangible fixed assets	(694,563)	(441,825)
Sale of intangible fixed assets		44
Sale of tangible fixed assets		5,950
Sale of fixed asset investments		1 156
<b>Net cash outflow for capital expenditure and financial investment</b>	<b>(694,563)</b>	<b>(434 675)</b>
 <b>Financing</b>		
New loans in year		1,316,225
Loan repayments in year	(66,975)	(22 151)
Capital repayments in year	(6,534)	
Amount introduced by directors		1,059
Amount withdrawn by directors		(2,323)
Share buyback		(1,302,000)
Loan balance written back	(243,055)	(100,000)
<b>Net cash outflow from financing</b>	<b>(316,564)</b>	<b>(109,190)</b>

The notes form part of these abbreviated accounts

**Glynhill Hotel Limited**

**Notes to the Cash Flow Statement**  
**for the Year Ended 4 April 2006**

**3 ANALYSIS OF CHANGES IN NET DEBT**

	At 5 4 05 £	Cash flow £	At 4 4 06 £
Net cash			
Cash at bank and in hand	646,888	(193,698)	453,190
Bank overdraft		(2,115)	(2,115)
	<u>646,888</u>	<u>(195,813)</u>	<u>451,075</u>
 Debt			
Hire purchase	(7,078)	6,534	(544)
Debts falling due within one year	(54,236)	(5,628)	(59,864)
Debts falling due after one year	<u>(1,232,760)</u>	<u>72,604</u>	<u>(1,160,156)</u>
	<u>(1,294,074)</u>	<u>73,510</u>	<u>(1,220,564)</u>
 Total	<u>(647,186)</u>	<u>(122,303)</u>	<u>(769,489)</u>

The notes form part of these abbreviated accounts

**Glynhill Hotel Limited**

**Notes to the Abbreviated Accounts**  
**for the Year Ended 4 April 2006**

**1 ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax

**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

Land & buildings	2% on cost
Leisure complex plant	10% on reducing balance
Heating installation	10% on reducing balance
Electrical installation	10% on reducing balance
Plant & fittings	10% on reducing balance
Furnishings	10% on reducing balance
Motor vehicles	20% on reducing balance and 20% on cost

As permitted by the Companies Act, crockery, glassware and linen have been stated at a fixed quantity and value since their quantity, value and composition is not subject to material variation and their overall value is not material to assessing the company's state of affairs

**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

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result

**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

**Pensions**

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the year are charged in the profit and loss account

**Glynhill Hotel Limited**

**Notes to the Abbreviated Accounts continued**  
**for the Year Ended 4 April 2006**

**2 STAFF COSTS**

	2006	2005
	£	£
Wages and salaries	1,843,314	1 762 688
Social security costs	139,441	128,602
Other pension costs	42,726	43,448
	<u>2,025,481</u>	<u>1,934,738</u>

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

	2006	2005
Directors	5	5
Administration	20	20
Others	151	151
	<u>176</u>	<u>176</u>

**3 OPERATING PROFIT**

The operating profit is stated after charging/(crediting)

	2006	2005
	£	£
Depreciation owned assets	255,666	238,249
Depreciation assets on hire purchase contracts	2,766	2,761
Loss on disposal of fixed assets		1,421
Auditors' remuneration	4,500	4,500
Foreign exchange differences	(1,200)	
	<u>211,207</u>	<u>212 127</u>
Directors' emoluments	9,600	9 600
Directors' pension contributions to money purchase schemes		

The number of directors to whom retirement benefits were accruing was as follows

	2006	2005
Money purchase schemes	<u>2</u>	<u>2</u>

Information regarding the highest paid director is as follows

	2006	2005
	£	£
Emoluments etc	98,202	98,690
Pension contributions to money purchase schemes	<u>4,800</u>	<u>4,800</u>

**4 EXCEPTIONAL ITEMS**

A further provision of £243,055 (in addition to the provision of £100,000 in 2005) has been made to eliminate the loan made in a previous financial year to Carnegie's Leisure Group Limited, as recovery of the amounts advanced was considered to be unlikely. Both matters are considered by the directors as exceptional items under the provisions of F R S 3.

**Glynhill Hotel Limited**

**Notes to the Abbreviated Accounts continued**  
**for the Year Ended 4 April 2006**

**5 INCOME FROM FIXED ASSET INVESTMENTS**

	2006	2005
	£	£
Franked investment income	293	263
	<u>293</u>	<u>263</u>

**6 INTEREST PAYABLE AND SIMILAR CHARGES**

	2006	2005
	£	£
Bank loan interest	78,611	20,893
Hire purchase	792	726
	<u>79,403</u>	<u>21,619</u>

**7 TAXATION**

**Analysis of the tax charge**

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

	2006	2005
	£	£
Current tax		
UK corporation tax	40,121	97,287
Over provision in prior year	(32,897)	(2,419)
Tax on Franked Investment Income	29	16
	<u>7,253</u>	<u>94,884</u>
Total current tax	7,253	94,884
Deferred tax	72,376	31,036
	<u>79,629</u>	<u>125,920</u>
Tax on profit on ordinary activities	79,629	125,920

**Factors affecting the tax charge**

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

	2006	2005
	£	£
Profit on ordinary activities before tax	409,837	403,451
	<u>409,837</u>	<u>403,451</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 19% (2005 30%)	77,869	121,035
Effects of		
Expenses disallowed for tax purposes	5,360	45,533
Income disallowed for tax purposes	(56)	(79)
Tax on F I I	29	16
Capital allowances in excess of depreciation	(43,052)	(39,608)
Marginal relief		(29,594)
Under/(over)provision in prior year	(32,897)	(2,419)
	<u>7,253</u>	<u>94,884</u>
Current tax charge	7,253	94,884

**Glynhill Hotel Limited**

**Notes to the Abbreviated Accounts continued**  
**for the Year Ended 4 April 2006**

**8 DIVIDENDS**

	2006 £	2005 £
Ordinary Shares shares of £1 each		
Interim	<u>289 200</u>	<u>120 500</u>

**9 TANGIBLE FIXED ASSETS**

	Land & buildings £	Leisure complex plant £	Heating installation £	Electrical installation £
<b>COST</b>				
At 5 April 2005	4,487 066	451,006	354,020	317,917
Additions	<u>426 697</u>	<u>14,422</u>	<u>3,326</u>	<u>16,542</u>
At 4 April 2006	<u>4 913,763</u>	<u>465,428</u>	<u>357,346</u>	<u>334 459</u>
<b>DEPRECIATION</b>				
At 5 April 2005	1,101,725	357,669	251,713	234 278
Charge for year	<u>98,269</u>	<u>10,781</u>	<u>10,566</u>	<u>10,017</u>
At 4 April 2006	<u>1,199,994</u>	<u>368,450</u>	<u>262,279</u>	<u>244 295</u>
<b>NET BOOK VALUE</b>				
At 4 April 2006	<u>3,713,769</u>	<u>96,978</u>	<u>95,067</u>	<u>90,164</u>
At 4 April 2005	<u>3,385,341</u>	<u>93,337</u>	<u>102,307</u>	<u>83 639</u>

	Plant & fittings £	Furnishings £	Motor vehicles £	Crockery, glassware, linen £	Totals £
<b>COST</b>					
At 5 April 2005	1,406,684	953,094	91,315	19,699	8,080,801
Additions	<u>88,247</u>	<u>145,329</u>			<u>694,563</u>
At 4 April 2006	<u>1,494,931</u>	<u>1,098,423</u>	<u>91,315</u>	<u>19,699</u>	<u>8,775,364</u>
<b>DEPRECIATION</b>					
At 5 April 2005	855,384	557,119	61,532		3,419,420
Charge for year	<u>63,973</u>	<u>54,140</u>	<u>10,686</u>		<u>258,432</u>
At 4 April 2006	<u>919,357</u>	<u>611,259</u>	<u>72,218</u>		<u>3,677,852</u>
<b>NET BOOK VALUE</b>					
At 4 April 2006	<u>575,574</u>	<u>487,164</u>	<u>19,097</u>	<u>19,699</u>	<u>5,097,512</u>
At 4 April 2005	<u>551,300</u>	<u>395,975</u>	<u>29,783</u>	<u>19,699</u>	<u>4,661,381</u>

All buildings owned by the company are classed as freehold property

Glynhill Hotel Limited

Notes to the Abbreviated Accounts continued  
for the Year Ended 4 April 2006

9 **TANGIBLE FIXED ASSETS continued**

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

	Motor vehicles £
<b>COST</b>	
At 5 April 2005 and 4 April 2006	13,828
<b>DEPRECIATION</b>	
At 5 April 2005	2 761
Charge for year	2 766
At 4 April 2006	5,527
<b>NET BOOK VALUE</b>	
At 4 April 2006	8 301
At 4 April 2005	11 067

10 **FIXED ASSET INVESTMENTS**

	Listed investments £
<b>COST</b>	
At 5 April 2005 and 4 April 2006	700
<b>NET BOOK VALUE</b>	
At 4 April 2006	700
At 4 April 2005	700

Market value of listed investments at 4 April 2006 £4,200 (2005 £3,627)

11 **STOCKS**

	2006 £	2005 £
Goods for resale	68,900	64,370

12 **DEBTORS· AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2006 £	2005 £
Trade debtors	125,624	105,419
Loan Carnegie's Leisure Group Limited		243,055
Prepayments	65,500	107,110
	191,124	455,584

**Glynhill Hotel Limited**

**Notes to the Abbreviated Accounts continued**  
**for the Year Ended 4 April 2006**

**13 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2006	2005
	£	£
Bank loans and overdrafts (see note 15)	61,979	54,236
Hire purchase contracts (see note 16)	544	6,534
Trade creditors	185,924	200,513
Corporation tax	7,511	97,287
Social security and other taxes	45,391	36,264
VAT	109,207	133,811
Leisure complex subscriptions prepaid	23,500	15,517
Deposits	64,084	91,732
Directors' current accounts	1,059	1,059
Accrued expenses	193,500	113,480
	<u>692,699</u>	<u>750,433</u>

**14 CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2006	2005
	£	£
Bank loans (see note 15)	1,160,156	1,232,760
Hire purchase contracts (see note 16)		544
	<u>1,160,156</u>	<u>1,233,304</u>

**15 LOANS**

An analysis of the maturity of loans is given below

	2006	2005
	£	£
Amounts falling due within one year or on demand		
Bank overdrafts	2,115	
Bank loans	59,864	54,236
	<u>61,979</u>	<u>54,236</u>
Amounts falling due between one and two years		
Bank loans 1-2 years	80,136	57,975
	<u>80,136</u>	<u>57,975</u>
Amounts falling due between two and five years		
Bank loans 2-5 years	206,483	187,516
	<u>206,483</u>	<u>187,516</u>
Amounts falling due in more than five years		
Repayable by instalments		
Bank loans more than 5 years	873,537	987,269
	<u>873,537</u>	<u>987,269</u>

The company entered into a fifteen year term loan with the Royal Bank of Scotland plc in the prior year, interest being levied at base plus 1.75% per annum, although the company's exposure to interest rate rises has been mitigated by means of an "interest rate swap" contract with the bank.

The initial advance amounted to £1,300,000 with monthly repayments amounting to £11,299, the obligation being secured by all existing security held by the bank and disclosed elsewhere in the financial statements.

**Glynhill Hotel Limited**

**Notes to the Abbreviated Accounts continued**  
**for the Year Ended 4 April 2006**

**16 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES**

	Hire purchase contracts	
	2006 £	2005 £
Gross obligations repayable		
Within one year	610	7 326
Between one and five years		610
	<hr/> 610	<hr/> 7 936
Finance charges repayable		
Within one year	66	792
Between one and five years		66
	<hr/> 66	<hr/> 858
Net obligations repayable		
Within one year	544	6,534
Between one and five years		544
	<hr/> 544	<hr/> 7,078

The following operating lease payments are committed to be paid within one year

	Other operating leases	
	2006 £	2005 £
Expiring		
Within one year	15,306	
Between one and five years	54 182	67,114
	<hr/> 69,488	<hr/> 67 114

**17 SECURED DEBTS**

The following secured debts are included within creditors

	2006 £	2005 £
Bank loans	1,220,020	1,286,996
Hire purchase contracts	544	7,078
	<hr/> 1,220,564	<hr/> 1,294,074

The Royal Bank of Scotland plc holds a standard security over the hotel known as Glynhill Hotel, 169 Paisley Road, Renfrew, dated 26/7/79, together with a bond and floating charge over the company's whole assets and undertakings, dated 7/6/72

Hire purchase liabilities are secured over the assets to which they relate

**Glynhill Hotel Limited**

**Notes to the Abbreviated Accounts continued**  
**for the Year Ended 4 April 2006**

**18 PROVISIONS FOR LIABILITIES**

	2006 £	2005 £
Deferred tax		
Accelerated capital allowances	665 700	593 324
		Deferred tax
		£
Balance at 5 April 2005		593 324
Movement in year		72 376
		<hr/>
Balance at 4 April 2006		665,700
		<hr/>

**19 CALLED UP SHARE CAPITAL**

Authorised Number	Class	Nominal value £1	2006 £	2005 £
1,000,000	Ordinary Shares		1 000 000	1,000 000
			<hr/>	<hr/>
Allotted issued and fully paid Number	Class	Nominal value £1	2006 £	2005 £
96,400	Ordinary Shares		96,400	96 400
			<hr/>	<hr/>

**20 RESERVES**

	Profit and loss account £	Capital redemption reserve £	Totals £
At 5 April 2005	3,086,863	68,600	3,155 463
Profit for the year	330,208		330,208
Dividends	(289,200)		(289,200)
	<hr/>	<hr/>	<hr/>
At 4 April 2006	3,127,871	68,600	3,196,471
	<hr/>	<hr/>	<hr/>

**21 PENSION COMMITMENTS**

The company operates two pension schemes. The executive pension scheme is a defined contribution scheme containing four employees, while the staff pension scheme is a group personal pension scheme.

The assets of both schemes are held separately from those of the company in independently administered funds. The pension cost charge represents contributions payable by the company to both funds and amounted to £42,726 in the current year (2005: £43,448).

There were no accrued or prepaid pension contributions in either the current or previous financial year.

**22 CAPITAL COMMITMENTS**

The budgets considered by the directors anticipate capital expenditure in respect of the company's rolling programme of refurbishment of approximately £647,000.

**Glynhill Hotel Limited**

**Notes to the Abbreviated Accounts - continued**  
**for the Year Ended 4 April 2006**

**23 OTHER FINANCIAL COMMITMENTS**

Four interim dividends, each of £1 50 per share, in respect of the financial year ending 4th April 2007 were paid in July 2006, October 2006, January 2007 and May 2007, resulting in a total distribution of £578,400

**24 RELATED PARTY DISCLOSURES**

During the course of the year under review, the company made related party sales in the normal course of trade of £1,532 (2005 nil) to the Harry Nicholas Charitable Trust. Three of the trustees of this charitable body are also directors of the company

The loan advanced to Carnegie's Leisure Group Limited (a company with a director in common with the company, namely Mr A.H Nicholas) in a previous financial year amounting to £243,055 at the start of the financial year was written off in full in the year under review

**25 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	2006 £	2005 £
Profit for the financial year	330,208	277,531
Dividends	(289,200)	(120,500)
	<hr/> 41,008	<hr/> 157,031
Repurchase of ordinary shares		(1,302,000)
	<hr/> 41,008	<hr/> (1,144,969)
Net addition/(reduction) to shareholders' funds	3,251,863	4,396,832
Opening shareholders' funds	<hr/> 3,292,871	<hr/> 3,251,863
Closing shareholders' funds	<hr/> <hr/> 3,292,871	<hr/> <hr/> 3,251,863
Equity interests	<hr/> <hr/> 3,292,871	<hr/> <hr/> 3,251,863