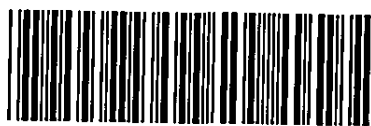


Abbreviated Audited Accounts
for the Year Ended 4 April 2012
for
Glynhill Hotel Limited

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for the Year Ended 4 April 2012

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Glynhill Hotel Limited

Company Information
for the Year Ended 4 April 2012

DIRECTORS:

Ms M Nicholas BA
A H Nicholas
F Scholarios
R Nicholas

SECRETARY:

W W Evans CA

REGISTERED OFFICE:

147 Bath Street
Glasgow
G2 4SN

REGISTERED NUMBER:

SC044852

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

Report of the Directors
for the Year Ended 4 April 2012

The directors present their report with the accounts of the company for the year ended 4 April 2012.

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 financial statements.

The directors remain satisfied with the financial performance and position of the company which should be considered in the light of the continuing general economic downturn in the UK and globally.

As a consequence, turnover and gross profit have decreased in comparison with the previous year although individual departments within the Hotel reflect the investment made and the plans put in place by the directors and senior management.

Furthermore, the controls exercised by the management over overheads are continually kept under review and as shown in note 24, significant legal & professional fees of £119,622 (2011 - £34,667) have been incurred to raise a claim against a firm of solicitors for professional negligence whilst this firm was defending a claim against the Hotel which was settled in year ended 4 April 2008.

The company's selective programme of refurbishment has continued in the year under review, with capital expenditure in the year totalling approximately £160,000, demonstrating the Board's commitment to and confidence in the long-term future of the business.

Principal risks and uncertainties facing the business relate mainly to the overall economic factors facing the industry as a whole, together with prevailing local economic conditions. Specific risks pertaining to the company's exposure to interest rate rises and the steps taken to mitigate these are disclosed in the notes to the financial statements.

The business objectives for the year ended 4 April 2012 (i.e. to maintain profitability by achieving higher occupancy levels and controlling costs, whilst continuing to offer guests an improved standard of facilities and service) remain valid for future financial years.

DIVIDENDS

No dividends will be distributed for the year ended 4 April 2012.

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's specific plans for future development centre on the continuing refurbishment programme, designed to improve existing facilities and services on offer to both existing and new customers. Specific capital commitments for the forthcoming financial year are disclosed in the notes to the financial statements.

Report of the Directors
for the Year Ended 4 April 2012

DIRECTORS

The directors shown below have held office during the whole of the period from 5 April 2011 to the date of this report.

Ms M Nicholas BA
A H Nicholas
F Scholarios
R Nicholas

Other changes in directors holding office are as follows:

Mrs J Stevenson retired from the Board after 4 April 2012 but prior to the date of this report.

The directors wish to express their appreciation to Mrs Stevenson for her many years of service to the company.

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 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 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 transactions and disclose with reasonable accuracy at any time the financial position of the company 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 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 418 of the Companies Act 2006) 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 at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



Ms M Nicholas BA - Director

12 December 2012

Report of the Independent Auditors to
Glynhill Hotel Limited
Under Section 449 of the Companies Act 2006

We have examined the abbreviated accounts set out on pages five to nineteen, together with the full financial statements of Glynhill Hotel Limited for the year ended 4 April 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 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 445 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 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.



Allan Stewart C.A. (Senior Statutory Auditor)
for and on behalf of Gillespie & Anderson
Registered Auditors
Chartered Accountants
147 Bath Street
Glasgow
G2 4SN

Date: 13th December 2012

Glynhill Hotel Limited (Registered number: SC044852)

Abbreviated Profit and Loss Account
for the Year Ended 4 April 2012

	Notes	2012 £	2011 £
TURNOVER		4,588,345	4,842,271
Cost of sales and other operating income		(2,194,010)	(2,230,033)
		<u>2,394,335</u>	<u>2,612,238</u>
Administrative expenses	24	<u>2,339,528</u>	<u>2,311,911</u>
OPERATING PROFIT	3	54,807	300,327
Interest receivable and similar income		<u>18</u>	<u>5</u>
		54,825	300,332
Interest payable and similar charges	4	<u>98,520</u>	<u>97,110</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(43,695)	203,222
Tax on (loss)/profit on ordinary activities	5	<u>5,603</u>	<u>(369,547)</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		(49,298)	572,769
Retained profit brought forward		<u>2,472,978</u>	<u>2,055,809</u>
		2,423,680	2,628,578
Dividends	6	<u>-</u>	<u>(155,600)</u>
RETAINED PROFIT CARRIED FORWARD		<u>2,423,680</u>	<u>2,472,978</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 loss for the current year and the profit for the previous year.

The notes form part of these abbreviated accounts

Glynhill Hotel Limited (Registered number: SC044852)

Abbreviated Balance Sheet
4 April 2012

	Notes	2012 £	2011 £
FIXED ASSETS			
Tangible assets	7	5,312,922	5,419,115
Investments	8	<u>414</u>	<u>414</u>
		5,313,336	5,419,529
CURRENT ASSETS			
Stocks	9	70,365	62,057
Debtors	10	189,091	212,335
Cash at bank and in hand		<u>137,943</u>	<u>47,449</u>
		397,399	321,841
CREDITORS			
Amounts falling due within one year	11	<u>1,212,594</u>	<u>1,129,056</u>
NET CURRENT LIABILITIES		<u>(815,195)</u>	<u>(807,215)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		4,498,141	4,612,314
CREDITORS			
Amounts falling due after more than one year	12	(1,514,645)	(1,577,982)
PROVISIONS FOR LIABILITIES	16	<u>(394,816)</u>	<u>(396,354)</u>
NET ASSETS		<u>2,588,680</u>	<u>2,637,978</u>
CAPITAL AND RESERVES			
Called up share capital	17	77,800	77,800
Capital redemption reserve	18	87,200	87,200
Profit and loss account		<u>2,423,680</u>	<u>2,472,978</u>
SHAREHOLDERS' FUNDS	23	<u>2,588,680</u>	<u>2,637,978</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to medium-sized companies.

The financial statements were approved by the Board of Directors on 12 December 2012 and were signed on its behalf by:



Ms M Nicholas BA - Director

The notes form part of these abbreviated accounts

Cash Flow Statement
for the Year Ended 4 April 2012

	Notes	2012 £	2011 £
Net cash inflow from operating activities	1	285,659	653,104
Returns on investments and servicing of finance	2	(98,502)	(97,105)
Taxation		(56,142)	(70,998)
Capital expenditure	2	(162,022)	(122,855)
Equity dividends paid		-	(155,600)
		(31,007)	206,546
Financing	2	(44,045)	(335,392)
Decrease in cash in the period		<u>(75,052)</u>	<u>(128,846)</u>
Reconciliation of net cash flow to movement in net debt	3		
Decrease in cash in the period		(75,052)	(128,846)
Cash outflow from decrease in debt and lease financing		<u>66,244</u>	<u>295,903</u>
Change in net debt resulting from cash flows		<u>(8,808)</u>	<u>167,057</u>
Movement in net debt in the period		(8,808)	167,057
Net debt at 5 April		<u>(1,902,829)</u>	<u>(2,069,886)</u>
Net debt at 4 April		<u>(1,911,637)</u>	<u>(1,902,829)</u>

The notes form part of these abbreviated accounts

Notes to the Cash Flow Statement
for the Year Ended 4 April 2012

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

	2012	2011
	£	£
Operating profit	54,807	300,327
Depreciation charges	268,216	267,003
Loss on disposal of fixed assets	-	17,132
Increase in stocks	(8,308)	(2,291)
Decrease/(increase) in debtors	23,244	(7,162)
(Decrease)/increase in creditors	<u>(52,300)</u>	<u>78,095</u>
Net cash inflow from operating activities	<u>285,659</u>	<u>653,104</u>

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

	2012	2011
	£	£
Returns on investments and servicing of finance		
Interest received	18	5
Interest paid	(94,271)	(92,928)
Interest element of finance lease payments	<u>(4,249)</u>	<u>(4,182)</u>
Net cash outflow for returns on investments and servicing of finance	<u>(98,502)</u>	<u>(97,105)</u>
 Capital expenditure		
Purchase of tangible fixed assets	(162,022)	(124,505)
Sale of tangible fixed assets	<u>-</u>	<u>1,650</u>
Net cash outflow for capital expenditure	<u>(162,022)</u>	<u>(122,855)</u>
 Financing		
New loans in year	275,149	-
Loan repayments in year	(336,713)	(305,892)
Capital repayments in year	(4,681)	9,989
Amount introduced by directors	100,000	-
Amount withdrawn by directors	<u>(77,800)</u>	<u>(39,489)</u>
Net cash outflow from financing	<u>(44,045)</u>	<u>(335,392)</u>

Notes to the Cash Flow Statement
for the Year Ended 4 April 2012

3. ANALYSIS OF CHANGES IN NET DEBT

	At 5.4.11 £	Cash flow £	At 4.4.12 £
Net cash:			
Cash at bank and in hand	47,449	90,494	137,943
Bank overdraft	<u>(189,246)</u>	<u>(165,546)</u>	<u>(354,792)</u>
	<u>(141,797)</u>	<u>(75,052)</u>	<u>(216,849)</u>
Debt:			
Finance leases	(13,589)	4,681	(8,908)
Debts falling due within one year	(171,403)	(39,619)	(211,022)
Debts falling due after one year	<u>(1,576,040)</u>	<u>101,182</u>	<u>(1,474,858)</u>
	<u>(1,761,032)</u>	<u>66,244</u>	<u>(1,694,788)</u>
Total	<u>(1,902,829)</u>	<u>(8,808)</u>	<u>(1,911,637)</u>

The notes form part of these abbreviated accounts

Notes to the Abbreviated Accounts
for the Year Ended 4 April 2012

I. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net sales of goods and services, excluding value added tax, and recognised when the company becomes entitled to the income.

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. Deferred tax is not recognised when assets are revalued unless, by the balance sheet date, the company has entered into a binding agreement to sell the assets and recognise the gains and losses expected to arise on sale or where assets have been sold and it is expected that the taxable gain will be rolled over into a replacement asset.

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.

Pension costs and other post-retirement benefits

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

**Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2012**

2. STAFF COSTS

	2012	2011
	£	£
Wages and salaries	1,854,486	1,915,525
Social security costs	135,297	152,225
Other pension costs	97,530	96,265
	<u>2,087,313</u>	<u>2,164,015</u>

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

	2012	2011
Directors	5	5
Administration	12	12
Others	<u>142</u>	<u>147</u>
	<u>159</u>	<u>164</u>

Wages & salaries includes costs relating to service agency staff employed, totalling £29,744 (2011 £16,847). These costs were included in the prior year as administrative expenses, rather than within cost of sales, and have been rectified this year. This correction has no effect on the comparative profit for the financial year.

3. OPERATING PROFIT

The operating profit is stated after charging:

	2012	2011
	£	£
Depreciation - owned assets	253,906	251,834
Depreciation - assets on finance leases	14,309	15,170
Loss on disposal of fixed assets	-	17,132
Auditors' remuneration	8,000	4,500
Auditors' remuneration for non audit work	15,500	20,500
Exchange rate gains/(losses)	<u>1,174</u>	<u>655</u>
Directors' remuneration	157,466	214,811
Directors' pension contributions to money purchase schemes	<u>9,600</u>	<u>9,600</u>

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

Money purchase schemes	<u>2</u>	<u>2</u>
------------------------	----------	----------

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2012	2011
	£	£
Bank interest	50,633	49,864
Bank loan interest	39,685	42,617
Other interest charges	3,953	447
Hire purchase	-	605
Leasing	<u>4,249</u>	<u>3,577</u>
	<u>98,520</u>	<u>97,110</u>

Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2012

5. TAXATION

Analysis of the tax charge/(credit)

The tax charge/(credit) on the loss on ordinary activities for the year was as follows:

	2012 £	2011 £
Current tax:		
UK corporation tax	7,141	56,142
Over provision in prior year	-	(732)
Total current tax	<u>7,141</u>	<u>55,410</u>
Deferred tax:		
Movement in timing differences	14,255	(48,887)
Change in tax rate	<u>(15,793)</u>	<u>(376,070)</u>
Total deferred tax	<u>(1,538)</u>	<u>(424,957)</u>
Tax on (loss)/profit on ordinary activities	<u>5,603</u>	<u>(369,547)</u>

Factors affecting the tax charge/(credit)

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

	2012 £	2011 £
(Loss)/profit on ordinary activities before tax	<u>(43,695)</u>	<u>203,222</u>
(Loss)/profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2011 - 21%)	(8,739)	42,677
Effects of:		
Expenses not deductible for tax purposes	4,634	5,576
Depreciation in excess of capital allowances	11,246	7,919
Adjustments to tax charge in respect of previous periods	-	(732)
Tax relieved at lower rates	-	(30)
Current tax charge/(credit)	<u>7,141</u>	<u>55,410</u>

6. DIVIDENDS

	2012 £	2011 £
Ordinary Shares shares of £1 each		
Interim	-	<u>155,600</u>

**Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2012**

7. TANGIBLE FIXED ASSETS

	Land & buildings £	Leisure complex plant £	Heating installation £	Electrical installation £
COST				
At 5 April 2011	5,957,337	441,222	382,464	379,613
Additions	<u>35,043</u>	<u>-</u>	<u>70,818</u>	<u>10,825</u>
At 4 April 2012	<u>5,992,380</u>	<u>441,222</u>	<u>453,282</u>	<u>390,438</u>
DEPRECIATION				
At 5 April 2011	1,768,095	385,322	302,481	295,536
Charge for year	<u>119,840</u>	<u>5,593</u>	<u>15,081</u>	<u>9,491</u>
At 4 April 2012	<u>1,887,935</u>	<u>390,915</u>	<u>317,562</u>	<u>305,027</u>
NET BOOK VALUE				
At 4 April 2012	<u>4,104,445</u>	<u>50,307</u>	<u>135,720</u>	<u>85,411</u>
At 4 April 2011	<u>4,189,242</u>	<u>55,900</u>	<u>79,983</u>	<u>84,077</u>

	Plant & fittings £	Furnishings £	Motor vehicles £	Crockery, glassware, linen £	Totals £
COST					
At 5 April 2011	1,658,471	1,441,651	25,988	19,699	10,306,445
Additions	<u>33,712</u>	<u>11,624</u>	<u>-</u>	<u>-</u>	<u>162,022</u>
At 4 April 2012	<u>1,692,183</u>	<u>1,453,275</u>	<u>25,988</u>	<u>19,699</u>	<u>10,468,467</u>
DEPRECIATION					
At 5 April 2011	1,187,548	929,689	18,659	-	4,887,330
Charge for year	<u>51,625</u>	<u>63,296</u>	<u>3,289</u>	<u>-</u>	<u>268,215</u>
At 4 April 2012	<u>1,239,173</u>	<u>992,985</u>	<u>21,948</u>	<u>-</u>	<u>5,155,545</u>
NET BOOK VALUE					
At 4 April 2012	<u>453,010</u>	<u>460,290</u>	<u>4,040</u>	<u>19,699</u>	<u>5,312,922</u>
At 4 April 2011	<u>470,923</u>	<u>511,962</u>	<u>7,329</u>	<u>19,699</u>	<u>5,419,115</u>

All buildings owned by the company are classed as freehold property.

Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2012

7. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under finance leases are as follows:

	Plant & fittings £	Furnishings £	Totals £
COST			
At 5 April 2011	-	24,265	24,265
Additions	<u>10,450</u>	<u>-</u>	<u>10,450</u>
At 4 April 2012	<u>10,450</u>	<u>24,265</u>	<u>34,715</u>
DEPRECIATION			
At 5 April 2011	-	12,132	12,132
Charge for year	<u>2,177</u>	<u>12,132</u>	<u>14,309</u>
At 4 April 2012	<u>2,177</u>	<u>24,264</u>	<u>26,441</u>
NET BOOK VALUE			
At 4 April 2012	<u>8,273</u>	<u>1</u>	<u>8,274</u>
At 4 April 2011	<u>-</u>	<u>12,133</u>	<u>12,133</u>

8. FIXED ASSET INVESTMENTS

	Listed investments £
COST	
At 5 April 2011 and 4 April 2012	<u>414</u>
NET BOOK VALUE	
At 4 April 2012	<u>414</u>
At 4 April 2011	<u>414</u>

Market value of listed investments at 4 April 2012 - £252 (2011 - £476).

9. STOCKS

	2012 £	2011 £
Goods for resale	<u>70,365</u>	<u>62,057</u>

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012 £	2011 £
Trade debtors	149,601	173,675
Prepayments	<u>39,490</u>	<u>38,660</u>
	<u>189,091</u>	<u>212,335</u>

**Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2012**

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012	2011
	£	£
Bank loans and overdrafts (see note 13)	550,784	360,649
Other loans (see note 13)	15,030	-
Finance leases (see note 14)	6,121	11,647
Trade creditors	142,037	177,449
Corporation tax	7,141	56,142
Social security and other taxes	31,344	64,436
VAT	153,909	193,882
Leisure complex subscriptions prepaid	9,337	7,562
Deposits	93,147	95,270
Directors' current accounts	62,411	77,211
Accrued expenses	141,333	84,808
	<u>1,212,594</u>	<u>1,129,056</u>

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

	2012	2011
	£	£
Bank loans (see note 13)	1,423,507	1,576,040
Other loans (see note 13)	51,351	-
Finance leases (see note 14)	2,787	1,942
Directors' loan accounts	37,000	-
	<u>1,514,645</u>	<u>1,577,982</u>

13. LOANS

An analysis of the maturity of loans is given below:

	2012	2011
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	354,792	189,246
Bank loans	195,992	171,403
Loan - Carbon Trust	15,030	-
	<u>565,814</u>	<u>360,649</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	220,004	189,551
Loan - Carbon Trust	15,030	-
	<u>235,034</u>	<u>189,551</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	799,664	883,694
Loan - Carbon Trust	36,321	-
	<u>835,985</u>	<u>883,694</u>

Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2012

13. LOANS - continued

	2012	2011
	£	£
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more than 5 years	<u>403,839</u>	<u>502,795</u>

The company entered into a fifteen year term loan with the Royal Bank of Scotland plc in 2005, 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.

In addition, the bank advanced a further loan of £1,500,000 in 2008, repayable over ten years, interest again being levied at base plus 1.75% p.a. Monthly repayments amount to £17,769.

In the year under review, the bank advanced £200,000 repayable over five years, with interest levied on the fixed rate basis at 5.27% p.a., and with monthly repayments amounting to £3,853.

All loans with the company's bankers are secured by the existing security held by the bank and disclosed elsewhere in the financial statements.

In addition, the company entered into an unsecured five year loan with the Carbon Trust in the year for £75,149, monthly repayments of £1,536 being made.

14. OBLIGATIONS UNDER LEASING AGREEMENTS

	2012	2011
	£	£
Gross obligations repayable:		
Within one year	7,440	15,549
Between one and five years	<u>3,232</u>	<u>2,592</u>
	<u>10,672</u>	<u>18,141</u>
Finance charges repayable:		
Within one year	1,319	3,902
Between one and five years	<u>445</u>	<u>650</u>
	<u>1,764</u>	<u>4,552</u>
Net obligations repayable:		
Within one year	6,121	11,647
Between one and five years	<u>2,787</u>	<u>1,942</u>
	<u>8,908</u>	<u>13,589</u>

Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2012

14. OBLIGATIONS UNDER LEASING AGREEMENTS - continued

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

	Other operating leases	
	2012	2011
	£	£
Expiring:		
Within one year	44,475	38,513
Between one and five years	<u>-</u>	<u>600</u>
	<u>44,475</u>	<u>39,113</u>

15. SECURED DEBTS

The following secured debts are included within creditors:

	2012	2011
	£	£
Bank loans	1,619,499	1,747,443
Finance leases	<u>8,908</u>	<u>13,589</u>
	<u>1,628,407</u>	<u>1,761,032</u>

The Royal Bank of Scotland plc holds a standard security over the 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.

Finance lease creditors are secured over the assets to which the finance relates.

16. PROVISIONS FOR LIABILITIES

	2012	2011
	£	£
Deferred tax		
Accelerated capital allowances	<u>394,816</u>	<u>396,354</u>
		Deferred tax
		£
Balance at 5 April 2011		396,354
Credit to profit and loss account during year		<u>(1,538)</u>
Balance at 4 April 2012		<u>394,816</u>

17. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2012	2011
			£	£
77,800	Ordinary Shares	£1	<u>77,800</u>	<u>77,800</u>

Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2012

18. RESERVES

	Capital redemption reserve £
At 5 April 2011	<u>87,200</u>
At 4 April 2012	<u>87,200</u>

19. PENSION COMMITMENTS

The company operates two pension schemes. The executive pension scheme is a defined contribution scheme containing two 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 £97,530 in the current year (2011 - £96,265).

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

20. CAPITAL COMMITMENTS

The directors anticipate capital expenditure in respect of the new main entrance and decking area at Harry's Bar estimated at approximately £150,000 during 2013.

21. RELATED PARTY DISCLOSURES

During the course of the year under review, the company made related party sales in the normal course of trade of £4,465 (2011 - £3,462) to the Harry Nicholas Charitable Trust. This charitable body is regarded as a related party since three of its trustees are also directors of the company. No related party balance existed in this regard at the year end (2011 - nil).

The directors' current account balance at 4 April 2012 (disclosed elsewhere in the notes to the financial statements) include an advance made in the year of £100,000 by Miss M Nicholas which remains outstanding at the financial year end.

The company met no travel expenses necessarily incurred by related parties in the year under review (2011 - £3,111).

22. ULTIMATE CONTROLLING PARTY

The company is privately owned, with Miss M Nicholas & Mr A H Nicholas each owning 29,600 shares and the remaining 18,600 shares being owned by Mr R Nicholas - all shareholders are also directors of the company.

23. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2012 £	2011 £
(Loss)/profit for the financial year	(49,298)	572,769
Dividends	-	(155,600)
Net (reduction)/addition to shareholders' funds	(49,298)	417,169
Opening shareholders' funds	<u>2,637,978</u>	<u>2,220,809</u>
Closing shareholders' funds	<u>2,588,680</u>	<u>2,637,978</u>

Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2012

24. CONTINGENT ASSETS

Legal & professional fees incurred in this and prior financial years included a significant amount of expenditure in relation to raising a claim against a firm of solicitors for professional negligence whilst that firm was defending a claim against the Hotel, the latter claim being settled in the year ended 4 April 2008. Costs incurred in the year under review amounted to £119,622 (2011 - £34,667).

The directors remain confident that a proportion of the costs incurred in defending this claim can be recovered; however, as in the prior year, it remains impractical at this point in time to quantify the likely recovery, or to incorporate this within the financial statements.