

Abbreviated Audited Accounts
for the Year Ended 4 April 2015
for
Glynhill Hotel Limited

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for the Year Ended 4 April 2015

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Glynhill Hotel Limited
Company Information
for the Year Ended 4 April 2015

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
Statutory Auditors
Chartered Accountants
147 Bath Street
Glasgow
G2 4SN

BANKERS:

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

Strategic Report
for the Year Ended 4 April 2015

The directors present their strategic report for the year ended 4 April 2015.

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 ongoing challenging economic climate in the UK and globally.

Turnover has increased again for the third consecutive year whilst gross profit (both in real and in percentage terms) has continued the upwards trend - this growth reflects the investment made and the plans put in place by the directors and senior management. Furthermore, the controls exercised by the management over necessary overhead expenditure have restricted such costs to produce an increased operating profit of £397,169.

The results for the year also include other income of £13,651 (2014 - £120,578) to reflect the final settlement of the agreed redress and interest received from the company's bankers in the year, which the directors consider to be an exceptional item under the definitions in FRS 3:

Going forward, the directors are confident that the strong financial position at the year end as reflected in the Balance Sheet stands the company in good stead for the future. The company's selective programme of refurbishment has continued in the year under review, with capital expenditure in the year being in excess of £250,000, demonstrating the Board's commitment to and confidence in the long-term future of the business.

The business objectives for the year ended 4 April 2015 (i.e. to improve profitability by achieving higher occupancy levels, with improved room rates and controlling costs, whilst continuing to offer guests an improved standard of facilities and service) remain valid for future financial years.

Strategic Report
for the Year Ended 4 April 2015

PRINCIPAL RISKS AND UNCERTAINTIES

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, including increased competition. The sales plans in place and the targets set are indicative of the pro-active approach adopted by management in attaining the company's stated objectives.

Seasonality in the company's trade is also mitigated by the investments made in this and prior years, which seek to expand the range of activities on offer at the Hotel, whilst finance repayments are structured accordingly in line with anticipated cash flows.

Financial and cash flow risk is considered with the assistance of cash flow projections which are regularly reviewed and revisited in the light of subsequent events. The management team look to retain a level of reserves consistent with ongoing liabilities plus sufficient headroom to cover eventualities.

The directors recognise the risks associated with interest rate fluctuations on the loan finance in place and previously minimised this with the use of base rate swap agreements with the company's bankers. The arrangements in place were the subject of a review by the bank which resulted in significant redress payments, as disclosed elsewhere in the financial statements. Following this, no replacement agreements were put in place which the directors consider to be acceptable in view of the low rates of interest currently in force and anticipated for the foreseeable future.

These are the most significant risks that may adversely affect business strategy, financial position or future performance. Senior management meet regularly to identify risk factors which may affect the business, evaluating the risk of these materialising and the financial or strategic impact of such events, in order to apply relevant and effective mitigating factors.

ON BEHALF OF THE BOARD:



Ms M Nicholas BA - Director

26 November 2015

Report of the Directors
for the Year Ended 4 April 2015

The directors present their report with the accounts of the company for the year ended 4 April 2015.

PRINCIPAL ACTIVITY

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

DIVIDENDS

An interim dividend of £1 per share was paid on 27 August 2014. The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 4 April 2015 will be £77,800.

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.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the accounts.

DIRECTORS

The directors shown below have held office during the whole of the period from 5 April 2014 to the date of this report.

Ms M Nicholas BA
A H Nicholas
F Scholarios
R Nicholas

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.

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.

Report of the Directors
for the Year Ended 4 April 2015

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

26 November 2015

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 seven to twenty one, together with the full financial statements of Glynhill Hotel Limited for the year ended 4 April 2015 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

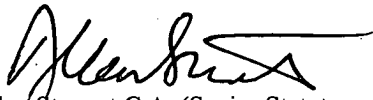
The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated 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
Statutory Auditors
Chartered Accountants
147 Bath Street
Glasgow
G2 4SN

26 November 2015

Glynhill Hotel Limited (Registered number: SC044852)

Abbreviated Profit and Loss Account
for the Year Ended 4 April 2015

	Notes	2015 £	2014 £
TURNOVER		5,141,740	4,785,580
Cost of sales and other operating income		(2,291,271)	(2,158,894)
		<hr/> 2,850,469	<hr/> 2,626,686
Administrative expenses		2,453,300	2,256,621
OPERATING PROFIT	3	397,169	370,065
Interest receivable and similar income		13,699	120,618
		<hr/> 410,868	<hr/> 490,683
Interest payable and similar charges	5	48,498	80,858
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<hr/> 362,370	<hr/> 409,825
Tax on profit on ordinary activities	6	68,465	86,034
PROFIT FOR THE FINANCIAL YEAR		<hr/> 293,905	<hr/> 323,791
Retained profit brought forward		2,940,483	2,616,692
		<hr/> 3,234,388	<hr/> 2,940,483
Dividends	7	(77,800)	-
RETAINED PROFIT CARRIED FORWARD		<hr/> <hr/> 3,156,588	<hr/> <hr/> 2,940,483

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.

The notes form part of these abbreviated accounts

Abbreviated Balance Sheet
4 April 2015

	Notes	2015 £	2014 £
FIXED ASSETS			
Tangible assets	8	5,138,519	5,186,897
Investments	9	414	414
		<u>5,138,933</u>	<u>5,187,311</u>
CURRENT ASSETS			
Stocks	10	55,521	60,788
Debtors	11	198,561	318,086
Cash at bank and in hand		427,865	69,223
		<u>681,947</u>	<u>448,097</u>
CREDITORS			
Amounts falling due within one year	12	1,125,561	1,444,502
NET CURRENT LIABILITIES		<u>(443,614)</u>	<u>(996,405)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,695,319</u>	<u>4,190,906</u>
CREDITORS			
Amounts falling due after more than one year	13	(1,078,348)	(760,043)
PROVISIONS FOR LIABILITIES	17	<u>(295,383)</u>	<u>(325,380)</u>
NET ASSETS		<u><u>3,321,588</u></u>	<u><u>3,105,483</u></u>
CAPITAL AND RESERVES			
Called up share capital	18	77,800	77,800
Capital redemption reserve	19	87,200	87,200
Profit and loss account		3,156,588	2,940,483
SHAREHOLDERS' FUNDS	25	<u><u>3,321,588</u></u>	<u><u>3,105,483</u></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 26 November 2015 and were signed on its behalf by:



Ms M Nicholas BA - Director

Glynhill Hotel Limited (Registered number: SC044852)

**Cash Flow Statement
for the Year Ended 4 April 2015**

	Notes	2015	2014
		£	£
Net cash inflow from operating activities	1	915,545	502,982
Returns on investments and servicing of finance	2	(34,799)	39,760
Taxation		(124,960)	(88,843)
Capital expenditure	2	(255,246)	(153,123)
Equity dividends paid		(77,800)	-
		<u>422,740</u>	<u>300,776</u>
Financing	2	362,622	(385,492)
Increase/(decrease) in cash in the period		<u><u>785,362</u></u>	<u><u>(84,716)</u></u>
Reconciliation of net cash flow to movement in net debt	3		
Increase/(decrease) in cash in the period		785,362	(84,716)
Cash (inflow)/outflow from (increase)/decrease in debt and lease financing		<u>(362,620)</u>	<u>341,492</u>
Change in net debt resulting from cash flows		<u>422,742</u>	<u>256,776</u>
Movement in net debt in the period		422,742	256,776
Net debt at 5 April		<u>(1,389,841)</u>	<u>(1,646,617)</u>
Net debt at 4 April		<u><u>(967,099)</u></u>	<u><u>(1,389,841)</u></u>

The notes form part of these abbreviated accounts

Notes to the Cash Flow Statement
for the Year Ended 4 April 2015

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

	2015	2014
	£	£
Operating profit	397,169	370,065
Depreciation charges	277,695	267,243
Loss on disposal of fixed assets	25,930	-
Decrease/(increase) in stocks	5,267	(1,662)
Decrease/(increase) in debtors	119,525	(122,471)
Increase/(decrease) in creditors	89,959	(10,193)
Net cash inflow from operating activities	915,545	502,982

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

	2015	2014
	£	£
Returns on investments and servicing of finance		
Interest received	13,699	120,618
Interest paid	(40,208)	(74,186)
Interest element of finance lease payments	(8,290)	(6,672)
Net cash (outflow)/inflow for returns on investments and servicing of finance	(34,799)	39,760
Capital expenditure		
Purchase of tangible fixed assets	(255,246)	(153,123)
Net cash outflow for capital expenditure	(255,246)	(153,123)
Financing		
New loans in year	650,000	-
Loan repayments in year	(254,161)	(385,524)
Capital repayments in year	(33,217)	44,032
Amount withdrawn by directors	-	(44,000)
Net cash inflow/(outflow) from financing	362,622	(385,492)

Notes to the Cash Flow Statement
for the Year Ended 4 April 2015

3. ANALYSIS OF CHANGES IN NET DEBT

	At 5.4.14 £	Cash flow £	At 4.4.15 £
Net cash:			
Cash at bank and in hand	69,223	358,642	427,865
Bank overdraft	(426,720)	426,720	-
	<u>(357,497)</u>	<u>785,362</u>	<u>427,865</u>
Debt:			
Finance leases	(85,877)	33,217	(52,660)
Debts falling due within one year	(231,000)	(49,915)	(280,915)
Debts falling due after one year	(715,467)	(345,922)	(1,061,389)
	<u>(1,032,344)</u>	<u>(362,620)</u>	<u>(1,394,964)</u>
Total	<u>(1,389,841)</u>	<u>422,742</u>	<u>(967,099)</u>

Notes to the Abbreviated Accounts
for the Year Ended 4 April 2015

1. 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 2015

2. STAFF COSTS

	2015	2014
	£	£
Wages and salaries	1,954,733	1,832,971
Social security costs	131,738	124,777
Other pension costs	133,257	98,639
	<u>2,219,728</u>	<u>2,056,387</u>

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

	2015	2014
Directors	4	4
Administration	16	16
Others	132	127
	<u>152</u>	<u>147</u>

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2015	2014
	£	£
Depreciation - owned assets	234,099	236,806
Depreciation - assets on finance leases	43,595	30,437
Loss on disposal of fixed assets	25,930	-
Auditors' remuneration	12,000	12,000
Auditors' remuneration for non audit work	18,630	14,594
Exchange rate gains/(losses)	(2,316)	485
Rentals under operating leases - plant & machinery	51,680	51,303
	<u>196,828</u>	<u>207,381</u>
Directors' remuneration	196,828	207,381
Directors' pension contributions to money purchase schemes	36,933	9,600
	<u>36,933</u>	<u>9,600</u>

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

	3	2
Money purchase schemes	<u>3</u>	<u>2</u>

4. EXCEPTIONAL ITEMS

Interest receivable and similar income includes redress payments made by the company's bankers (together with interest thereon) totalling £13,651 (2014 - £120,608), following the company's successful claim for review of the interest rate hedging products previously sold. The directors consider this transaction to be an exceptional item, disclosed accordingly under FRS3.

Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2015

5. INTEREST PAYABLE AND SIMILAR CHARGES

	2015	2014
	£	£
Bank interest	7,822	39,621
Bank loan interest	25,583	28,798
Other interest charges	6,803	5,767
Leasing	8,290	6,672
	<u>48,498</u>	<u>80,858</u>

6. TAXATION

Analysis of the tax charge

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

	2015	2014
	£	£
Current tax:		
UK corporation tax	<u>98,462</u>	<u>124,957</u>
Deferred tax:		
Movement in timing differences	(14,503)	(7,244)
Change in tax rate	<u>(15,494)</u>	<u>(31,679)</u>
Total deferred tax	<u>(29,997)</u>	<u>(38,923)</u>
Tax on profit on ordinary activities	<u>68,465</u>	<u>86,034</u>

Factors affecting the tax charge

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

	2015	2014
	£	£
Profit on ordinary activities before tax	<u>362,370</u>	<u>409,825</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21% (2014 - 23%)	76,098	94,260
Effects of:		
Expenses not deductible for tax purposes	2,781	4,869
Depreciation in excess of capital allowances	22,155	32,850
Marginal relief	<u>(2,572)</u>	<u>(7,022)</u>
Current tax charge	<u>98,462</u>	<u>124,957</u>

7. DIVIDENDS

	2015	2014
	£	£
Ordinary Shares shares of £1 each		
Interim	<u>77,800</u>	<u>-</u>

Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2015

8. TANGIBLE FIXED ASSETS

	Land & buildings £	Leisure complex plant £	Heating installation £	Electrical installation £
COST				
At 5 April 2014	6,167,649	441,222	468,472	394,803
Additions	182,680	3,833	-	6,450
At 4 April 2015	6,350,329	445,055	468,472	401,253
DEPRECIATION				
At 5 April 2014	2,133,752	400,478	345,250	322,092
Charge for year	126,367	4,461	12,325	7,916
Eliminated on disposal	-	-	-	-
At 4 April 2015	2,260,119	404,939	357,575	330,008
NET BOOK VALUE				
At 4 April 2015	4,090,210	40,116	110,897	71,245
At 4 April 2014	4,033,897	40,744	123,222	72,711

	Plant & fittings £	Furnishings £	Motor vehicles £	Crockery, glassware, linen £	Totals £
COST					
At 5 April 2014	1,844,234	1,460,980	25,988	19,699	10,823,047
Additions	58,075	4,208	-	-	255,246
Disposals	(102,560)	-	(10,800)	-	(113,360)
At 4 April 2015	1,799,749	1,465,188	15,188	19,699	10,964,933
DEPRECIATION					
At 5 April 2014	1,327,989	1,081,244	25,345	-	5,636,150
Charge for year	88,204	38,421	-	-	277,694
Eliminated on disposal	(77,272)	-	(10,158)	-	(87,430)
At 4 April 2015	1,338,921	1,119,665	15,187	-	5,826,414
NET BOOK VALUE					
At 4 April 2015	460,828	345,523	1	19,699	5,138,519
At 4 April 2014	516,245	379,736	643	19,699	5,186,897

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

Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2015

8. TANGIBLE FIXED ASSETS - continued

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

	Plant & fittings £
COST	
At 5 April 2014	134,708
Additions	10,444
	<hr/>
At 4 April 2015	145,152
	<hr/>
DEPRECIATION	
At 5 April 2014	41,872
Charge for year	43,595
	<hr/>
At 4 April 2015	85,467
	<hr/>
NET BOOK VALUE	
At 4 April 2015	59,685
	<hr/>
At 4 April 2014	92,836
	<hr/>

9. FIXED ASSET INVESTMENTS

	Listed investments £
COST	
At 5 April 2014 and 4 April 2015	414
	<hr/>
NET BOOK VALUE	
At 4 April 2015	414
	<hr/>
At 4 April 2014	414
	<hr/>

Market value of listed investments at 4 April 2015 - £624 (2014 - £611).

10. STOCKS

	2015 £	2014 £
Goods for resale	55,521	60,788
	<hr/>	<hr/>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2015 £	2014 £
Trade debtors	144,194	159,151
Other debtors	2,100	120,608
Prepayments	52,267	38,327
	<hr/>	<hr/>
	198,561	318,086
	<hr/>	<hr/>

Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2015

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2015	2014
	£	£
Bank loans and overdrafts (see note 14)	261,885	638,690
Other loans (see note 14)	19,030	19,030
Finance leases (see note 15)	35,701	41,301
Trade creditors	229,686	161,733
Corporation tax	98,462	124,957
Social security and other taxes	31,551	37,484
VAT	192,967	176,690
Leisure complex subscriptions prepaid	11,895	9,879
Deposits	171,429	153,061
Accrued expenses	72,955	81,677
	<u>1,125,561</u>	<u>1,444,502</u>

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

	2015	2014
	£	£
Bank loans (see note 14)	1,048,460	683,508
Other loans (see note 14)	12,929	31,959
Finance leases (see note 15)	16,959	44,576
	<u>1,078,348</u>	<u>760,043</u>

14. LOANS

An analysis of the maturity of loans is given below:

	2015	2014
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	-	426,720
Bank loans	261,885	211,970
Loan - Carbon Trust	15,030	15,030
Heineken loan	4,000	4,000
	<u>280,915</u>	<u>657,720</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	245,725	215,494
Loan - Carbon Trust	6,262	15,030
Heineken loan	4,000	4,000
	<u>255,987</u>	<u>234,524</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	378,325	412,633
Loan - Carbon Trust	-	6,262
Heineken loan	2,667	6,667
	<u>380,992</u>	<u>425,562</u>

Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2015

14. LOANS - continued

	2015 £	2014 £
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more than 5 years	<u>424,410</u>	<u>55,381</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 on an initial advance to £1,300,000. Restructuring of the loan payments in the year resulted in monthly repayments reducing from £11,299 to £6,362.

In 2008, the bank advanced a further loan of £1,500,000, repayable over ten years, with interest again being levied at base plus 1.75% p.a. Restructuring of the loan payments in the year resulted in monthly repayments reducing from £17,769 to £8,402.

In 2012, the bank advanced £200,000 repayable over five years, with interest levied on the fixed rate basis at 5.27% p.a. (monthly repayments of £3,853).

In the year under review, the bank advanced two further loans to the company. The first of these was a loan of £250,000 repayable over twelve years, with interest being levied at base plus 2.25% and monthly repayments of £2,040. The second loan advanced in the year amounted to £400,000 repayable over twelve years, with interest being levied at base plus 2.04% and monthly repayments of £3,224.

The company's exposure to interest rate rises was previously mitigated by means of an "interest rate swap" contract with the bank, with hedging interest paid in the year of £7,822 (2014 - £39,621). These agreements ceased following the interest rate hedging product review and were not replaced.

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 2012 for £75,149 (monthly repayments of £1,536) whilst another unsecured five year loan of £20,000 was received in 2013 from Heineken UK (monthly repayments of £333), with conditions attached in relation to the minimum purchase of products from the provider.

Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2015

15. OBLIGATIONS UNDER LEASING AGREEMENTS

	Finance leases	
	2015	2014
	£	£
Gross obligations repayable:		
Within one year	42,678	48,635
Between one and five years	20,335	53,050
	<u>63,013</u>	<u>101,685</u>
Finance charges repayable:		
Within one year	6,977	7,334
Between one and five years	3,376	8,474
	<u>10,353</u>	<u>15,808</u>
Net obligations repayable:		
Within one year	35,701	41,301
Between one and five years	16,959	44,576
	<u>52,660</u>	<u>85,877</u>

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

	Other operating leases	
	2015	2014
	£	£
Expiring:		
Within one year	<u>50,574</u>	<u>51,680</u>

16. SECURED DEBTS

The following secured debts are included within creditors:

	2015	2014
	£	£
Bank overdraft	-	426,720
Bank loans	1,310,345	895,478
Finance leases	52,660	85,877
	<u>1,363,005</u>	<u>1,408,075</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.

Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2015

17. PROVISIONS FOR LIABILITIES

	2015 £	2014 £
Deferred tax		
Accelerated capital allowances	<u>295,383</u>	<u>325,380</u>
		Deferred tax £
Balance at 5 April 2014		325,380
Movement in timing differences		(14,503)
Change in tax rate		<u>(15,494)</u>
Balance at 4 April 2015		<u>295,383</u>

18. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2015 £	2014 £
77,800	Ordinary Shares	£1	<u>77,800</u>	<u>77,800</u>

19. RESERVES

	Capital redemption reserve £
At 5 April 2014	<u>87,200</u>
At 4 April 2015	<u>87,200</u>

20. PENSION COMMITMENTS

The company operates three pension schemes. The executive pension scheme is a defined contribution scheme containing two employees, while the other two schemes are group personal pensions for other staff - the most recent scheme was set up in the year in response to the requirements of auto enrolment.

The assets of the schemes are held separately from those of the company in independently administered funds. The pension cost charge represents contributions payable by the company to all funds and amounted to £133,257 in the current year (2014 - £98,639).

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

21. CAPITAL COMMITMENTS

The directors anticipate that the rolling programme of selective capital expenditure will continue in 2015/16. Specifically, work on the the Red & Blue Wings, Carvery and Leisure Club along with general refurbishment throughout the Hotel is expected to commence in the current year at an anticipated total cost of approximately £800,000.

Notes to the Abbreviated Accounts - continued
for the Year Ended 4 April 2015

22. RELATED PARTY DISCLOSURES

During the course of the year under review, the company made related party sales of £2,500 (2014 - nil) 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 (2014 - nil).

23. POST BALANCE SHEET EVENTS

In August 2015, the company paid an interim dividend of £1 per share for the year ended 4 April 2016, resulting in a distribution of £77,800.

24. ULTIMATE CONTROLLING PARTY

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

25. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2015	2014
	£	£
Profit for the financial year	293,905	323,791
Dividends	(77,800)	-
Net addition to shareholders' funds	216,105	323,791
Opening shareholders' funds	3,105,483	2,781,692
Closing shareholders' funds	3,321,588	3,105,483