

REGISTERED NUMBER: SC247966 (Scotland)

Unaudited Financial Statements
for the Period 1 November 2017 to 30 October 2018
for
A & D Leisure Limited

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for the Period 1 November 2017 to 30 October 2018

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A & D Leisure Limited

Company Information

for the Period 1 November 2017 to 30 October 2018

DIRECTORS:

D De Gaetano
A De Gaetano

SECRETARY:

A De Gaetano

REGISTERED OFFICE:

The Victoria Park Hotel
221 Ferry Road
Edinburgh
EH6 4NN

REGISTERED NUMBER:

SC247966 (Scotland)

ACCOUNTANTS:

Sutherland Black
Chartered Accountants
8 Deer Park Avenue
Fairways Business Park
Livingston
West Lothian
EH54 8GA

Balance Sheet
30 October 2018

	Notes	2018 £	£	2017 £	£
FIXED ASSETS					
Intangible assets	4		88,200		102,900
Tangible assets	5		1,243,556		1,245,772
Investment property	6		<u>180,000</u>		<u>180,000</u>
			1,511,756		1,528,672
CURRENT ASSETS					
Stocks			-		9,600
Debtors	7		10,451		387,140
Cash at bank and in hand			<u>9,721</u>		<u>4,037</u>
			20,172		400,777
CREDITORS					
Amounts falling due within one year	8		<u>177,999</u>		<u>268,513</u>
NET CURRENT (LIABILITIES)/ASSETS			<u>(157,827)</u>		<u>132,264</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,353,929		1,660,936
CREDITORS					
Amounts falling due after more than one year	9		(658,600)		(916,528)
PROVISIONS FOR LIABILITIES	12		<u>(48,139)</u>		<u>(48,451)</u>
NET ASSETS			<u>647,190</u>		<u>695,957</u>

Balance Sheet - continued
30 October 2018

	Notes	2018 £	£	2017 £	£
CAPITAL AND RESERVES					
Called up share capital	13		2		2
Revaluation reserve	14		186,191		186,191
Fair value reserve	14		10,197		10,197
Retained earnings	14		450,800		499,567
SHAREHOLDERS' FUNDS			<u>647,190</u>		<u>695,957</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the period ended 30 October 2018.

The members have not required the company to obtain an audit of its financial statements for the period ended 30 October 2018 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in
- (b) accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 9 September 2019 and were signed on its behalf by:

A De Gaetano - Director

Notes to the Financial Statements
for the Period 1 November 2017 to 30 October 2018

1. STATUTORY INFORMATION

A & D Leisure Limited is a private company, limited by shares, registered in Scotland. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2004, is being amortised evenly over its estimated useful life of twenty years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.

Stocks

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

Taxation

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

Current or deferred taxation assets and liabilities are not discounted.

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

Notes to the Financial Statements - continued
for the Period 1 November 2017 to 30 October 2018

2. **ACCOUNTING POLICIES - continued**

Deferred tax

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

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

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

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

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 profit or loss in the period to which they relate.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the period was 20 (2017 - 20) .

4. **INTANGIBLE FIXED ASSETS**

COST

At 1 November 2017
 and 30 October 2018

Goodwill
 £

294,000

AMORTISATION

At 1 November 2017
 Amortisation for period

191,100

14,700

At 30 October 2018

205,800

NET BOOK VALUE

At 30 October 2018

88,200

At 31 October 2017

102,900

Notes to the Financial Statements - continued
for the Period 1 November 2017 to 30 October 2018

5. **TANGIBLE FIXED ASSETS**

	Freehold property £	Fixtures and fittings £	Computer equipment £	Totals £
COST OR VALUATION				
At 1 November 2017	1,230,000	86,239	3,808	1,320,047
Additions	-	1,175	-	1,175
At 30 October 2018	<u>1,230,000</u>	<u>87,414</u>	<u>3,808</u>	<u>1,321,222</u>
DEPRECIATION				
At 1 November 2017	-	70,467	3,808	74,275
Charge for period	-	3,391	-	3,391
At 30 October 2018	<u>-</u>	<u>73,858</u>	<u>3,808</u>	<u>77,666</u>
NET BOOK VALUE				
At 30 October 2018	<u>1,230,000</u>	<u>13,556</u>	<u>-</u>	<u>1,243,556</u>
At 31 October 2017	<u>1,230,000</u>	<u>15,772</u>	<u>-</u>	<u>1,245,772</u>

Cost or valuation at 30 October 2018 is represented by:

	Freehold property £	Fixtures and fittings £	Computer equipment £	Totals £
Valuation in 2008	299,865	-	-	299,865
Valuation in 2012	(225,000)	-	-	(225,000)
Valuation in 2017	155,000	-	-	155,000
Cost	<u>1,000,135</u>	<u>87,414</u>	<u>3,808</u>	<u>1,091,357</u>
	<u>1,230,000</u>	<u>87,414</u>	<u>3,808</u>	<u>1,321,222</u>

If the hotel had not been revalued it would have been included at the following historical cost:

	2018 £	2017 £
Cost	<u>1,000,135</u>	<u>1,000,135</u>

The hotel was valued on an open market basis on 5 April 2017 by Christie + Co .

Notes to the Financial Statements - continued
for the Period 1 November 2017 to 30 October 2018

6. INVESTMENT PROPERTY

	Total £
FAIR VALUE	
At 1 November 2017 and 30 October 2018	<u>180,000</u>
NET BOOK VALUE	
At 30 October 2018	<u>180,000</u>
At 31 October 2017	<u>180,000</u>

Fair value at 30 October 2018 is represented by:

	£
Valuation in 2006	12,589
Cost	<u>167,411</u>
	<u>180,000</u>

If Investment property had not been revalued it would have been included at the following historical cost:

	2018 £	2017 £
Cost	<u>167,411</u>	<u>167,411</u>

Investment property was valued on an open market basis on 31 March 2007 by Graham & Sibbald, Chartered Surveyors

.

The directors consider that there has been no material changes in the valuation at 31 October 2018.

If sold at valuation, no potential capital gains tax liability will arise.

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade debtors	7,981	14,444
Other debtors	-	370,000
VAT	2,470	-
Prepayments	-	2,696
	<u>10,451</u>	<u>387,140</u>

Notes to the Financial Statements - continued
for the Period 1 November 2017 to 30 October 2018

8. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018 £	2017 £
Bank loans and overdrafts (see note 10)	109,876	136,313
Other loans (see note 10)	18,835	18,835
Trade creditors	-	5,458
Tax	2,847	35,061
VAT	-	42,510
Other creditors	43,316	27,490
Pension	413	134
Accrued expenses	2,712	2,712
	<u>177,999</u>	<u>268,513</u>

9. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2018 £	2017 £
Bank loans (see note 10)	291,065	622,622
Other loans (see note 10)	31,136	51,841
Directors loan accounts	336,399	242,065
	<u>658,600</u>	<u>916,528</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>-</u>	<u>210,754</u>

10. **LOANS**

An analysis of the maturity of loans is given below:

	2018 £	2017 £
Amounts falling due within one year or on demand:		
Bank overdrafts	2,784	29,221
Bank loans	107,092	107,092
Other Loans < 1 year	18,835	18,835
	<u>128,711</u>	<u>155,148</u>

Notes to the Financial Statements - continued
for the Period 1 November 2017 to 30 October 2018

10. **LOANS - continued**

	2018 £	2017 £
Amounts falling due between two and five years:		
Bank loans - 2-5 years	291,065	411,868
Other loans - 2-5 years	<u>31,136</u>	<u>51,841</u>
	<u>322,201</u>	<u>463,709</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>-</u>	<u>210,754</u>

11. **SECURED DEBTS**

The following secured debts are included within creditors:

	2018 £	2017 £
Bank loans	<u>398,157</u>	<u>729,714</u>

The company has granted a standard security to the Allied Irish Bank constituting a first charge over the under-noted heritable properties:

Victoria Park Hotel, 221 Ferry Road, Edinburgh
16 Dalkeith Road, Edinburgh

In addition, the company has granted a bond and floating charge to the Allied Irish Bank over all its assets.

12. **PROVISIONS FOR LIABILITIES**

	2018 £	2017 £
Deferred tax	<u>48,139</u>	<u>48,451</u>
		Deferred tax
		£
Balance at 1 November 2017		48,451
Provided during period		(312)
Fixed asset revaluation		
Investment property reval'n		
Balance at 30 October 2018		<u>48,139</u>

Notes to the Financial Statements - continued
for the Period 1 November 2017 to 30 October 2018

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid: Number:	Class:	Nominal value:	2018 £	2017 £
2	Ordinary	1	<u>2</u>	<u>2</u>

14. RESERVES

	Retained earnings £	Revaluation reserve £	Fair value reserve £	Totals £
At 1 November 2017	499,567	186,191	10,197	695,955
Deficit for the period	(8,767)			(8,767)
Dividends	<u>(40,000)</u>			<u>(40,000)</u>
At 30 October 2018	<u>450,800</u>	<u>186,191</u>	<u>10,197</u>	<u>647,188</u>

15. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

As at 31 October 2018, the directors had advanced a total sum of £336,399 (2017 - £242,065) to the company. There are no fixed terms for repayment and no interest is payable. However, the directors consider the funds to be of a long term nature.

16. ULTIMATE CONTROLLING PARTY

The two directors hold equal shares in the company.

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