

**Dolphin Hotel (Hampshire) Limited**  
**Filleted Financial Statements**  
**31 March 2019**



**HEBBLETHWAITES**

Chartered Accountants & Statutory Auditors  
2 Westbrook Court  
Sharrow Vale Road  
Sheffield  
S11 8YZ

# **Dolphin Hotel (Hampshire) Limited**

## **Financial Statements**

**Year ended 31 March 2019**

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<b>Contents</b>	<b>Pages</b>
Officers and professional advisers	<b>1</b>
Statement of financial position	<b>2</b>
Notes to the financial statements	<b>3 to 7</b>

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# **Dolphin Hotel (Hampshire) Limited**

## **Officers and Professional Advisers**

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### **The board of directors**

Mr G Dyke  
Mrs S Howes  
Mr A Rouse  
Mr G Davies

### **Registered office**

C/O Director of Finance  
Kenwood Hall Hotel  
Kenwood Road  
Sheffield  
S7 1NQ

### **Auditor**

Hebblethwaites  
Chartered Accountants & Statutory Auditors  
2 Westbrook Court  
Sharrow Vale Road  
Sheffield  
S11 8YZ

# Dolphin Hotel (Hampshire) Limited

## Statement of Financial Position

31 March 2019

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	5	161,175	113,892
<b>Current assets</b>			
Stocks		48,163	50,198
Debtors	6	79,138	71,441
Cash at bank and in hand		22,173	234,237
		<u>149,474</u>	<u>355,876</u>
<b>Creditors: amounts falling due within one year</b>	7	<u>863,091</u>	<u>1,042,360</u>
<b>Net current liabilities</b>		<u>713,617</u>	<u>686,484</u>
<b>Total assets less current liabilities</b>		<u>(552,442)</u>	<u>(572,592)</u>
<b>Net liabilities</b>		<u>(552,442)</u>	<u>(572,592)</u>
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss account		<u>(552,542)</u>	<u>(572,692)</u>
<b>Shareholders deficit</b>		<u>(552,442)</u>	<u>(572,592)</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the board of directors and authorised for issue on ~~24 September 2019~~, and are signed on behalf of the board by:



Mr G Davies  
Director

Company registration number: 06993733

The notes on pages 3 to 7 form part of these financial statements.

# **Dolphin Hotel (Hampshire) Limited**

## **Notes to the Financial Statements**

**Year ended 31 March 2019**

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### **1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is C/O Director of Finance, Kenwood Hall Hotel, Kenwood Road, Sheffield, S7 1NQ.

### **2. Statement of compliance**

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

### **3. Accounting policies**

#### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

#### **Going concern**

At the year end date, financial statement reflects net current and net total, liabilities.

The accounts have been prepared on the going concern basis, on the understanding that the immediate shareholder of the company, Dolphin Hotel Property Limited, and ultimate parent company Vine Hotels Limited, will continue to financially support the company, where needed, to enable it to meet its liabilities as they fall due.

#### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

In the opinion of management, there are no areas of judgement or key sources of estimation uncertainty that have a significant effect on the financial statements, other than those highlighted below.

#### **Revenue recognition**

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for the supply of accommodation, food, drinks and related goods at the company's hotel site, stated net of discounts and of Value Added Tax.

Revenue from the sale of the above items is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer, usually on despatch of the goods, the amount of revenue can be measured reliably, it is probable that the associated economic benefits will flow to the entity, and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

# Dolphin Hotel (Hampshire) Limited

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

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### 3. Accounting policies *(continued)*

#### Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

#### Depreciation

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

Long leasehold property	-	over the lease term
Plant and machinery	-	5 years straight line
Equipment	-	5 years straight line

#### Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

#### Stocks

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

#### Financial instruments

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Where investments in non-convertible preference shares and non-puttable ordinary shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in profit or loss. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

# Dolphin Hotel (Hampshire) Limited

## Notes to the Financial Statements (continued)

Year ended 31 March 2019

### 3. Accounting policies (continued)

#### Financial instruments (continued)

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

#### Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

### 4. Employee numbers

The average number of persons employed by the company during the year amounted to 44 (2018: 47).

### 5. Tangible assets

	Land and buildings £	Plant and machinery £	Equipment £	Total £
<b>Cost</b>				
At 1 April 2018	14,454	793,640	112,678	920,772
Additions	–	94,609	–	94,609
<b>At 31 March 2019</b>	<b>14,454</b>	<b>888,249</b>	<b>112,678</b>	<b>1,015,381</b>
<b>Depreciation</b>				
At 1 April 2018	14,454	699,025	93,401	806,880
Charge for the year	–	38,047	9,279	47,326
<b>At 31 March 2019</b>	<b>14,454</b>	<b>737,072</b>	<b>102,680</b>	<b>854,206</b>
<b>Carrying amount</b>				
<b>At 31 March 2019</b>	<b>–</b>	<b>151,177</b>	<b>9,998</b>	<b>161,175</b>
At 31 March 2018	–	94,615	19,277	113,892

# Dolphin Hotel (Hampshire) Limited

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

### 6. Debtors

	2019 £	2018 £
Trade debtors	30,698	30,213
Other debtors	48,440	41,228
	<u>79,138</u>	<u>71,441</u>

### 7. Creditors: amounts falling due within one year

	2019 £	2018 £
Bank overdraft	46,346	–
Trade creditors	134,639	145,881
Amounts owed to group undertakings and undertakings in which the company has a participating interest	478,549	594,647
Social security and other taxes	25,798	25,998
Other creditors	177,759	275,834
	<u>863,091</u>	<u>1,042,360</u>

### 8. Financial risk management objectives and policies

The exposure of the company to price risk, credit risk, liquidity risk and cash flow risk is not considered material for the assessment of the assets, liabilities, financial position and income or expenditure of the company.

### 9. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2019 £	2018 £
Not later than 1 year	296,577	296,577
Later than 1 year and not later than 5 years	889,731	1,186,308
	<u>1,186,308</u>	<u>1,482,885</u>

The operating lease relates to a property rented from Dolphin Hotel Property Limited, the immediate parent company of Dolphin Hotel (Hampshire) Limited. A formal lease for a period of seven years, in respect of the property, was entered into in March 2016.

### 10. Summary audit opinion

The auditor's report for the year dated 25 September 2019 was unqualified.

The senior statutory auditor was Andrew Throssell FCA, for and on behalf of Hebblethwaites.



# **Dolphin Hotel (Hampshire) Limited**

## **Notes to the Financial Statements *(continued)***

**Year ended 31 March 2019**

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### **11. Directors' advances, credits and guarantees**

The company has entered into a deed of guarantee and indemnity made between two of its directors and the following members of the Vine Hotels Group:

Vine Hotels Limited  
Dolphin Hotel Property Limited  
Sheffield Park Hotel Property Limited  
Sheffield Park Hotel Limited

The guarantee covers loans totalling £1.4 million (2018 £2.9 million), advanced to the holding company, Vine Hotels Limited, by Mr G Dyke and Mrs S Howes.

The loans attract interest of 10% per annum and are secured by a fixed and floating charge over all assets of the group companies.

### **12. Related party transactions**

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102, not to disclose related party transactions with fellow 100% group companies.

### **13. Controlling party**

Dolphin Hotel (Hampshire) Limited is a private limited company incorporated in England and Wales. The immediate parent company of Dolphin Hotel (Hampshire) Limited is Dolphin Hotel Property Limited. The parent company of Dolphin Hotel Property Limited is Vine Hotels Limited, which is ultimately controlled by Mrs S Howes.

The registered office of all three companies is shown on page 1 of these accounts.

Vine Hotels Limited will be preparing consolidated group accounts, which include the accounts of Dolphin Hotel Property Limited and its subsidiary, Dolphin Hotel (Hampshire) Limited.