

# Hotel Riviera Limited

Filleted Unaudited Financial Statements  
for the Year Ended 30 April 2020

**Hotel Riviera Limited**  
**(Registration number: 01870025)**

**Contents**

Company Information	<u>1</u>
Balance Sheet	<u>2</u> to <u>3</u>
Notes to the Unaudited Financial Statements	<u>4</u> to <u>10</u>

**Hotel Riviera Limited**  
**(Registration number: 01870025)**

**Company Information**

<b>Directors</b>	Mr P S N Wharton Mrs MA Wharton
<b>Company secretary</b>	Mrs M A Wharton
<b>Registered office</b>	Hotel Riviera The Esplanade Sidmouth Devon EX10 8AY
<b>Bankers</b>	National Westminster Bank PLC Sidmouth
<b>Accountants</b>	Thompson Jenner LLP Chartered Accountants 28 Alexandra Terrace Exmouth Devon EX8 1BD

**Hotel Riviera Limited**  
**(Registration number: 01870025)**

**Balance Sheet as at 30 April 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	191,091	206,075
<b>Current assets</b>			
Stocks	<u>5</u>	29,030	34,288
Debtors	<u>6</u>	90,441	155,434
Cash at bank and in hand		750	750
		120,221	190,472
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	(380,130)	(390,343)
<b>Net current liabilities</b>		(259,909)	(199,871)
<b>Total assets less current liabilities</b>		(68,818)	6,204
<b>Provisions for liabilities</b>		(12,979)	(26,236)
<b>Net liabilities</b>		(81,797)	(20,032)
<b>Capital and reserves</b>			
Called up share capital		5,000	5,000
Share premium reserve		24,985	24,985
Profit and loss account		(111,782)	(50,017)
<b>Total equity</b>		(81,797)	(20,032)

For the financial year ending 30 April 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

**Hotel Riviera Limited**  
**(Registration number: 01870025)**

**Balance Sheet as at 30 April 2020**

Approved and authorised by the Board on 28 October 2020 and signed on its behalf by:

.....

Mr P S N Wharton  
Director

**Hotel Riviera Limited**  
**(Registration number: 01870025)**

**Notes to the Unaudited Financial Statements for the Year Ended 30 April 2020**

**1 General information**

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Hotel Riviera  
The Esplanade  
Sidmouth  
Devon  
EX10 8AY

**2 Accounting policies**

**Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

**Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

**Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The directors have considered the impact of COVID-19 and do not consider it to have a material impact on the balances included within the financial statements.

In addition, the Directors do not consider it to cast any significant doubt upon the company's ability to continue to trade as a going concern.

The directors have taken both reactive and proactive measures in order to mitigate any risks associated with COVID-19 including managing cash flow to ensure that debts can be paid when they fall due, managing staffing levels and monitoring key customer and supplier activity.

The directors have implemented a robust system of procedures and controls in order to deal with any associated risks.

**Going concern**

The accounts are prepared under the going concern basis. The directors acknowledge the net liability position at the balance sheet date, and have agreed to continue to support the company.

**Hotel Riviera Limited**  
**(Registration number: 01870025)**

**Notes to the Unaudited Financial Statements for the Year Ended 30 April 2020**

**Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

**Tax**

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

**Tangible assets**

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

**Depreciation**

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Plant and machinery	15% reducing balance
Motor vehicles	25% reducing balance
Land and buildings	2% straight line basis
Fixtures and fittings	20% straight line basis
Leasehold improvements	straight line over the life of the lease

**Hotel Riviera Limited**  
**(Registration number: 01870025)**

**Notes to the Unaudited Financial Statements for the Year Ended 30 April 2020**

**Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

**Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

**Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

**Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

**Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.



**Hotel Riviera Limited**  
**(Registration number: 01870025)**

**Notes to the Unaudited Financial Statements for the Year Ended 30 April 2020**

**Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

**Dividends**

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

**Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

**Hotel Riviera Limited**  
**(Registration number: 01870025)**

**Notes to the Unaudited Financial Statements for the Year Ended 30 April 2020**

**3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 29 (2019 - 29).

**4 Tangible assets**

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £	Total £
<b>Cost or valuation</b>					
At 1 May 2019	100,234	47,600	60,784	665,907	874,525
Additions	-	3,977	-	11,212	15,189
At 30 April 2020	100,234	51,577	60,784	677,119	889,714
<b>Depreciation</b>					
At 1 May 2019	24,401	38,017	59,936	546,096	668,450
Charge for the year	4,118	7,117	212	18,726	30,173
At 30 April 2020	28,519	45,134	60,148	564,822	698,623
<b>Carrying amount</b>					
At 30 April 2020	71,715	6,443	636	112,297	191,091
At 30 April 2019	75,833	9,583	848	119,811	206,075

Included within the net book value of land and buildings above is £16,019 (2019 - £16,553) in respect of freehold land and buildings and £55,696 (2019 - £59,280) in respect of short leasehold land and buildings.

**5 Stocks**

	2020 £	2019 £
Other stocks	29,030	34,288

**Hotel Riviera Limited**  
**(Registration number: 01870025)**

**Notes to the Unaudited Financial Statements for the Year Ended 30 April 2020**

**6 Debtors**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Trade debtors	338	5,550
Other debtors	72,694	90,783
Prepayments and accrued income	17,409	59,101
	<hr/>	<hr/>
Total current trade and other debtors	<u>90,441</u>	<u>155,434</u>

**7 Creditors**

	<b>Note</b>	<b>2020</b>	<b>2019</b>
		<b>£</b>	<b>£</b>
<b>Due within one year</b>			
Loans and borrowings	<u>8</u>	290,409	224,484
Trade creditors		20,531	75,681
Taxation and social security		7,881	19,796
Other creditors		47,191	61,522
Accrued expenses		14,118	8,860
		<hr/>	<hr/>
		<u>380,130</u>	<u>390,343</u>

**8 Loans and borrowings**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Current loans and borrowings</b>		
Bank borrowings and overdrafts	<u>290,409</u>	<u>224,484</u>

**Hotel Riviera Limited**  
**(Registration number: 01870025)**

**Notes to the Unaudited Financial Statements for the Year Ended 30 April 2020**

**9 Related party transactions**

**Transactions with directors**

	<b>At 1 May 2019 £</b>	<b>Advances to directors £</b>	<b>Repayments by director £</b>	<b>At 30 April 2020 £</b>
<b>2020</b>				
Directors loan: interest free, repayable on demand	90,784	77,726	(96,964)	71,546
	<u>90,784</u>	<u>77,726</u>	<u>(96,964)</u>	<u>71,546</u>

	<b>At 1 May 2018 £</b>	<b>Advances to directors £</b>	<b>Repayments by director £</b>	<b>At 30 April 2019 £</b>
<b>2019</b>				
Directors loan: interest free, repayable on demand	28,157	62,906	(279)	90,784
	<u>28,157</u>	<u>62,906</u>	<u>(279)</u>	<u>90,784</u>

Exmouth

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