

**The Hollies Hotel Limited
Filleter Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2016**

THE HOLLIES HOTEL LIMITED

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THE HOLLIES HOTEL LIMITED

(Registration number: 04624185)

Balance Sheet as at 31 December 2016

	Note	2016 £	2015 £
Fixed assets			
Intangible assets	<u>4</u>	47,042	33,750
Tangible assets	<u>5</u>	67,897	77,991
		<u>114,939</u>	<u>111,741</u>
Current assets			
Stocks	<u>6</u>	8,890	8,269
Debtors	<u>7</u>	1,326,105	475,551
Cash at bank and in hand		<u>388,208</u>	<u>1,099,021</u>
		1,723,203	1,582,841
Creditors: Amounts falling due within one year	<u>8</u>	<u>(551,591)</u>	<u>(472,829)</u>
Net current assets		<u>1,171,612</u>	<u>1,110,012</u>
Net assets		<u>1,286,551</u>	<u>1,221,753</u>
Capital and reserves			
Called up share capital		5,000	5,000
Profit and loss reserve		<u>1,281,551</u>	<u>1,216,753</u>
Total equity		<u>1,286,551</u>	<u>1,221,753</u>

For the financial year ending 31 December 2016 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 and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006. The option not to file the profit and loss account and directors' report has been taken.

Approved and authorised by the Board on 11 July 2017 and signed on its behalf by:

R J Walsh
Director

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Statement of Changes in Equity for the Year Ended 31 December 2016

	Share capital £	Profit and loss reserve £	Total £
At 1 January 2016	5,000	1,216,753	1,221,753
Movement in year :			
Profit for the year	-	198,798	198,798
Total comprehensive income	-	198,798	198,798
Dividends	-	(134,000)	(134,000)
Total movement for the year	-	64,798	64,798
At 31 December 2016	5,000	1,281,551	1,286,551

	Share capital £	Profit and loss reserve £	Total £
At 1 January 2015	5,000	997,961	1,002,961
Movement in year :			
Profit for the year	-	330,292	330,292
Total comprehensive income	-	330,292	330,292
Dividends	-	(111,500)	(111,500)
Total movement for the year	-	218,792	218,792
At 31 December 2015	5,000	1,216,753	1,221,753

THE HOLLIES HOTEL LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2016

1 General information

The company is a private company limited by share capital incorporated in the United Kingdom.

The address of its registered office is:

Bower Hinton

Martock

Somerset

TA12 6LG

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 were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. This is the first year in which the financial statements have been prepared under FRS 102. There were no restatements required to the prior year as a result of transition to FRS 102.

Basis of preparation

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

Turnover recognition

Turnover comprises the fair value of the consideration received or receivable in respect of accommodation and related activities in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, 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.

Tangible assets

Tangible assets are stated at cost, less accumulated depreciation and 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:

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Notes to the Financial Statements for the Year Ended 31 December 2016

Asset class	Depreciation method and rate
Fixtures and fittings	20% and 33% straight line
Motor vehicles	25% reducing balance

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Intangible assets

Intangible assets are stated at cost, less accumulated amortisation and accumulated impairment losses. The cost of intangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Computer software	20% straight line
Goodwill	20% straight line (previously 5%)

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.

Debtors

Trade debtors are amounts due from customers for accommodation and related activities 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

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

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.

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Notes to the Financial Statements for the Year Ended 31 December 2016

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.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 27 (2015 - 29).

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Notes to the Financial Statements for the Year Ended 31 December 2016

4 Intangible assets

	Goodwill £	Computer software £	Total £
Cost or valuation			
At 1 January 2016	90,000	-	90,000
Additions acquired separately	-	25,055	25,055
At 31 December 2016	90,000	25,055	115,055
Amortisation			
At 1 January 2016	56,250	-	56,250
Amortisation charge	6,750	5,013	11,763
At 31 December 2016	63,000	5,013	68,013
Carrying amount			
At 31 December 2016	27,000	20,042	47,042
At 31 December 2015	33,750	-	33,750

5 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation			
At 1 January 2016	584,095	7,600	591,695
Additions	31,807	-	31,807
At 31 December 2016	615,902	7,600	623,502
Depreciation			
At 1 January 2016	506,864	6,840	513,704
Charge for the year	41,711	190	41,901
At 31 December 2016	548,575	7,030	555,605
Carrying amount			
At 31 December 2016	67,327	570	67,897
At 31 December 2015	77,231	760	77,991

6 Stocks

	2016	2015
	£	£
Finished goods and goods for resale	8,890	8,269

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Notes to the Financial Statements for the Year Ended 31 December 2016

7 Debtors

	2016 £	2015 £
Trade debtors	69,327	70,568
Other debtors	1,256,778	404,983
	<hr/>	<hr/>
Total current trade and other debtors	1,326,105	475,551
	<hr/>	<hr/>

Other debtors

Other debtors comprises a loan with Beaumont Premier Properties Limited (a company owned by the directors).

8 Creditors

	Note	2016 £	2015 £
Due within one year			
Trade creditors		38,144	43,647
Taxation and social security		38,014	51,514
Corporation tax		50,610	83,956
Other creditors		424,823	293,712
		<hr/>	<hr/>
		551,591	472,829
		<hr/>	<hr/>

Other creditors

Other creditors comprises the directors' loan accounts, wages creditor and accruals.

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Notes to the Financial Statements for the Year Ended 31 December 2016

9 Related party transactions

Transactions with directors

Directors' remuneration

The directors' remuneration for the year was as follows:

	2016	2015
	£	£
Remuneration	17,505	19,244

Other transactions with directors

The directors provided loans to the company during the year. The loans are provided interest free and are repayable on demand. At the balance sheet date the amount due to A R Walsh, T M Walsh, R J Walsh and T D Walsh was £397,747 (2015 - £269,087).

The directors received dividends in the year totalling £134,000 (2015: £111,500).

Summary of transactions with entities with joint control or significant interest

Beaumont Premier Properties Limited
(A company owned by the directors)

During the year the company paid rental charges to Beaumont Premier Properties Limited of £119,264 (2015 - £101,675).

Included in other debtors is a loan with Beaumont Premier Properties Limited. There are no fixed terms for repayment and no interest has been charged. At the balance sheet date the amount due from Beaumont Premier Properties Limited was £1,253,114 (2015 - £402,758).

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.