

Company Registration No. 03319521 (England and Wales)

EVEREST HOTELS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017
PAGES FOR FILING WITH REGISTRAR

EVEREST HOTELS LIMITED

COMPANY INFORMATION

Directors	G N Bridgeman S J Gerrard J Bridgeman
Secretary	S J Gerrard
Company number	03319521
Registered office	Linden House Monk Street Abergavenny Monmouthshire NP7 5NF
Accountants	Dorrell Oliver Ltd Linden House Monk Street Abergavenny Monmouthshire NP7 5NF
Bankers	Barclays Bank plc Leicester Leicestershire LE87 2BB

EVEREST HOTELS LIMITED

CONTENTS

	Page
Balance sheet	1 - 2
Notes to the financial statements	3 - 8

EVEREST HOTELS LIMITED

BALANCE SHEET

AS AT 28 FEBRUARY 2017

	Notes	2017 £	£	2016 £	£
Fixed assets					
Tangible assets	3	1,989,440		2,014,001	
Investments	4	15,163		15,163	
		<u>2,004,603</u>		<u>2,029,164</u>	
Current assets					
Stocks		7,729		13,159	
Debtors	5	116,258		118,851	
Cash at bank and in hand		9,144		41,742	
		<u>133,131</u>		<u>173,752</u>	
Creditors: amounts falling due within one year	6	<u>(912,534)</u>		<u>(992,830)</u>	
Net current liabilities			(779,403)		(819,078)
Total assets less current liabilities			<u>1,225,200</u>		<u>1,210,086</u>
Provisions for liabilities			<u>(21,218)</u>		<u>(21,784)</u>
Net assets			<u><u>1,203,982</u></u>		<u><u>1,188,302</u></u>
Capital and reserves					
Called up share capital	7		999		999
Revaluation reserve	8		1,205,250		1,205,250
Profit and loss reserves			<u>(2,267)</u>		<u>(17,947)</u>
Total equity			<u><u>1,203,982</u></u>		<u><u>1,188,302</u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 28 February 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006.

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

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

EVEREST HOTELS LIMITED

BALANCE SHEET (CONTINUED)

AS AT 28 FEBRUARY 2017

The financial statements were approved by the board of directors and authorised for issue on 21 September 2017 and are signed on its behalf by:

S J Gerrard

Director

Company Registration No. 03319521

EVEREST HOTELS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 FEBRUARY 2017

1 Accounting policies

Company information

Everest Hotels Limited is a private company limited by shares incorporated in England and Wales. The registered office is Linden House, Monk Street, Abergavenny, Monmouthshire, NP7 5NF and the business address is The Manor Hotel, Brecon Road, Crickhowell, Powys NP8 1SE.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

These financial statements for the year ended 28 February 2017 are the first financial statements of Everest Hotels Limited prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 March 2015. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes.

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	2% straight line on buildings only
Fixtures, fittings & equipment	10% straight line
Motor vehicles	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.4 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

EVEREST HOTELS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2017

1 Accounting policies

(Continued)

1.5 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct costs that have been incurred in bringing the stocks to their present location.

Stocks held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.6 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.7 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

EVEREST HOTELS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2017

1 Accounting policies

(Continued)

1.8 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.9 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.10 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.11 Leases

Rental income from operating leases is recognised on a straight line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight line basis over the lease term.

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 63 (2016 - 64).

EVEREST HOTELS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2017

3 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost or valuation			
At 1 March 2016	2,001,722	869,544	2,871,266
Additions	-	50,162	50,162
At 28 February 2017	2,001,722	919,706	2,921,428
Depreciation and impairment			
At 1 March 2016	174,502	682,763	857,265
Depreciation charged in the year	16,964	57,759	74,723
At 28 February 2017	191,466	740,522	931,988
Carrying amount			
At 28 February 2017	1,810,256	179,184	1,989,440
At 29 February 2016	1,827,220	186,781	2,014,001

If revalued assets were stated on an historical cost basis rather than a fair value basis, the total amounts included would have been as follows:

	2017 £	2016 £
Cost	796,472	796,472
Accumulated depreciation	(191,466)	(174,502)
Carrying value	605,006	621,970

The revaluation surplus is disclosed in note 8.

4 Fixed asset investments

	2017 £	2016 £
Investments	15,163	15,163

EVEREST HOTELS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2017

4 Fixed asset investments (Continued)

Movements in fixed asset investments

Investments other than loans

£

Cost or valuation

At 1 March 2016 & 28 February 2017

15,163

Carrying amount

At 28 February 2017

15,163

At 29 February 2016

15,163

5 Debtors

Amounts falling due within one year:

2017

£

2016

£

Trade debtors

8,012

8,322

Other debtors

108,246

110,529

116,258

118,851

6 Creditors: amounts falling due within one year

2017

£

2016

£

Bank loans and overdrafts

71,003

62,520

Trade creditors

170,802

236,578

Amounts due to group undertakings

572,967

612,366

Corporation tax

30,055

15,718

Other taxation and social security

47,810

43,263

Other creditors

19,897

22,385

912,534

992,830

Creditors due within one year include £71,003 which are secured (2016: £62,520).

7 Called up share capital

2017

£

2016

£

Ordinary share capital

Issued and fully paid

999 Ordinary shares of £1 each

999

999

8 Revaluation reserve

EVEREST HOTELS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2017

8	Revaluation reserve	(Continued)	
		2017	2016
		£	£
	At beginning and end of year	1,205,250	1,205,250
		<u> </u>	<u> </u>

9 Financial commitments, guarantees and contingent liabilities

A cross guarantee exists with Barclays Bank covering the amounts owed by Peterstone Court Limited, Castle Hotel Llandovery Limited and Taste Inn Wales Limited at the year end. This indebtedness totalled £2,561,315.

10 Related party transactions

Creditors due within one year include £572,967 owed to the holding company Taste Inn Wales Limited (2016: £612,366).

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.