

**REGISTERED NUMBER: 04205821 (England and Wales)**

**UNAUDITED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**30TH JUNE 2017**

**FOR**

**ROYAL HOTEL (WSM) LIMITED**

Chris Duckett Limited  
Thorn Office Centre  
Rotherwas  
Hereford  
HR2 6JT

**CONTENTS OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE 2017**

---

|                                          | <b>Page</b> |
|------------------------------------------|-------------|
| <b>Company information</b>               | <b>1</b>    |
| <b>Balance sheet</b>                     | <b>2</b>    |
| <b>Notes to the financial statements</b> | <b>4</b>    |

**ROYAL HOTEL (WSM) LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 30TH JUNE 2017**

---

**Directors:** C H Eggington  
J K Cooke  
Ms J Yianni

**Secretary:** Ms J Yianni

**Registered office:** Network House  
Thorn Office Centre  
Straight Mile Road  
Hereford  
Herefordshire  
HR2 6JT

**Registered number:** 04205821 (England and Wales)

**ROYAL HOTEL (WSM) LIMITED (REGISTERED NUMBER: 04205821)**

**BALANCE SHEET**  
**30TH JUNE 2017**

|                                              |              |                | <b>30.6.17</b>          |                | <b>30.6.16</b>          |
|----------------------------------------------|--------------|----------------|-------------------------|----------------|-------------------------|
|                                              | <b>Notes</b> | <b>£</b>       | <b>£</b>                | <b>£</b>       | <b>£</b>                |
| <b>Fixed assets</b>                          |              |                |                         |                |                         |
| Tangible assets                              | 4            |                | 2,248,518               |                | 2,301,033               |
| <b>Current assets</b>                        |              |                |                         |                |                         |
| Stocks                                       | 5            | 16,522         |                         | 12,138         |                         |
| Debtors                                      | 6            | 92,713         |                         | 37,262         |                         |
| Cash at bank and in hand                     |              | <u>274,590</u> |                         | <u>506,419</u> |                         |
|                                              |              | 383,825        |                         | 555,819        |                         |
| <b>Creditors</b>                             |              |                |                         |                |                         |
| Amounts falling due within one year          | 7            | <u>373,442</u> |                         | <u>548,371</u> |                         |
| <b>Net current assets</b>                    |              |                | <u>10,383</u>           |                | <u>7,448</u>            |
| <b>Total assets less current liabilities</b> |              |                | <u>2,258,901</u>        |                | <u>2,308,481</u>        |
| <b>Creditors</b>                             |              |                |                         |                |                         |
| Amounts falling due after more than one year | 8            |                | (409,310)               |                | (485,094)               |
| <b>Provisions for liabilities</b>            | 11           |                | <u>(36,900)</u>         |                | <u>(38,100)</u>         |
| <b>Net assets</b>                            |              |                | <u><u>1,812,691</u></u> |                | <u><u>1,785,287</u></u> |
| <b>Capital and reserves</b>                  |              |                |                         |                |                         |
| Called up share capital                      | 12           |                | 1,500,300               |                | 1,500,300               |
| Retained earnings                            | 13           |                | <u>312,391</u>          |                | <u>284,987</u>          |
| <b>Shareholders' funds</b>                   |              |                | <u><u>1,812,691</u></u> |                | <u><u>1,785,287</u></u> |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30th June 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 30th June 2017 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 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.
- (b)

The notes form part of these financial statements

**ROYAL HOTEL (WSM) LIMITED (REGISTERED NUMBER: 04205821)**

**BALANCE SHEET - continued**  
**30TH JUNE 2017**

---

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 22nd March 2018 and were signed on its behalf by:

Ms J Yianni - Director

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE 2017**

---

**1. Statutory information**

Royal Hotel (WSM) Limited is a private company, limited by shares, registered in England and Wales. 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 the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Turnover**

The turnover, all of which arises in the U.K., represents net invoiced sales of goods, excluding value added tax.

**Tangible fixed assets**

Tangible fixed assets are stated in the Balance Sheet at cost less depreciation.

Depreciation is provided at the following rates in order to write off each asset over its estimated useful life:

|                     |                   |
|---------------------|-------------------|
| Plant & equipment   | 15% straight line |
| Fixtures & fittings | 15% straight line |
| Office equipment    | 25% straight line |
| Buildings           | 2% straight line  |
| Improvements        | 5% straight line  |
| Motor vehicles      | 25% straight line |

**Stocks**

Stock has been valued by the directors at the lower of cost and net realisable value.

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30TH JUNE 2017

---

2. Accounting policies - continued

**Financial instruments**

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and 'Other Financial Instruments Issues' of FRS102 to all of its financial instruments.

Financial instruments are recognised in the company's statement of financial position when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset and 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 trade and other receivables and cash and bank balances, are measured at transaction price less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

**Other financial assets**

Other financial assets, including investments in equity instruments which are not subsidiaries, associates or joint ventures, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in profit or loss, except that investments in equity instruments that are not publicly traded and whose fair values cannot be measured reliably are measured at the cost less impairment.

**Impairment of financial assets**

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the assets original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

**Derecognition of financial assets**

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

**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 deducing all of its liabilities.

Basic financial liabilities, including trade and other payables are measured at the transaction price.

Other financial liabilities, including bank loans and preference shares that are classified as debt,

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30TH JUNE 2017**

---

**2. Accounting policies - continued**

are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

**Other financial liabilities**

Derivatives, including interest rate swaps and forward foreign exchange contracts, are not basic financial instruments. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in profit or loss in finance costs or finance income as appropriate, unless hedge accounting is applied and the hedge is a cash flow hedge.

**Derecognition of financial liabilities**

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

**Taxation**

Taxation for the year 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.

**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 year 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.

**Operating leases**

The cost of operating leases is charged to the profit and loss account on a straight line basis over the lease term.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30TH JUNE 2017

2. Accounting policies - continued

**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 year was 84 (2016 - 85 ) .

4. Tangible fixed assets

|                       | Freehold<br>property<br>£ | Fixtures<br>and<br>fittings<br>£ | Motor<br>vehicles<br>£ | Computer<br>equipment<br>£ | Totals<br>£ |
|-----------------------|---------------------------|----------------------------------|------------------------|----------------------------|-------------|
| <b>Cost</b>           |                           |                                  |                        |                            |             |
| At 1st July 2016      | 2,834,118                 | 617,526                          | 11,995                 | 71,005                     | 3,534,644   |
| Additions             | 3,087                     | 24,931                           | -                      | -                          | 28,018      |
| At 30th June 2017     | 2,837,205                 | 642,457                          | 11,995                 | 71,005                     | 3,562,662   |
| <b>Depreciation</b>   |                           |                                  |                        |                            |             |
| At 1st July 2016      | 645,707                   | 515,017                          | 5,998                  | 66,889                     | 1,233,611   |
| Charge for year       | 46,607                    | 29,466                           | 2,999                  | 1,461                      | 80,533      |
| At 30th June 2017     | 692,314                   | 544,483                          | 8,997                  | 68,350                     | 1,314,144   |
| <b>Net book value</b> |                           |                                  |                        |                            |             |
| At 30th June 2017     | 2,144,891                 | 97,974                           | 2,998                  | 2,655                      | 2,248,518   |
| At 30th June 2016     | 2,188,411                 | 102,509                          | 5,997                  | 4,116                      | 2,301,033   |

Included in cost of land and buildings is freehold land of £ 876,133 (2016 - £ 872,508 ) which is not depreciated.

The net book value of tangible fixed assets includes £ 4,195 in respect of assets held under hire purchase contracts.

5. Stocks

|                                |              |              |
|--------------------------------|--------------|--------------|
|                                | 30.6.17<br>£ | 30.6.16<br>£ |
| Food, drink & consumable stock | 16,522       | 12,138       |

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30TH JUNE 2017

6. Debtors: amounts falling due within one year

|                          | 30.6.17       | 30.6.16       |
|--------------------------|---------------|---------------|
|                          | £             | £             |
| Trade debtors            | 15,236        | 18,711        |
| Other debtors            | -             | 3,321         |
| Directors' loan accounts | 12,538        | -             |
| Corporation tax          | 5,270         | -             |
| Prepayments              | 59,669        | 15,230        |
|                          | <u>92,713</u> | <u>37,262</u> |

7. Creditors: amounts falling due within one year

|                                      | 30.6.17        | 30.6.16        |
|--------------------------------------|----------------|----------------|
|                                      | £              | £              |
| Bank loans & overdrafts              | 95,760         | 94,020         |
| Hire purchase contracts (see note 9) | 987            | -              |
| Trade creditors                      | 94,453         | 88,107         |
| Corporation tax                      | -              | 182,300        |
| Social security & other tax          | 53,650         | 56,478         |
| Other creditors                      | 109,106        | 87,385         |
| Directors' loan accounts             | -              | 20,928         |
| Accruals                             | 19,486         | 19,153         |
|                                      | <u>373,442</u> | <u>548,371</u> |

8. Creditors: amounts falling due after more than one year

|                                 | 30.6.17        | 30.6.16        |
|---------------------------------|----------------|----------------|
|                                 | £              | £              |
| Bank loans one to two years     | 97,713         | 95,971         |
| Bank loans two to five years    | 278,289        | 299,616        |
| Bank loans more than five years | -              | 76,455         |
| Other loans one to two years    | 26,308         | 6,052          |
| Other loans more 5yrs non-inst  | 7,000          | 7,000          |
|                                 | <u>409,310</u> | <u>485,094</u> |

Amounts falling due in more than five years:

|                                         |              |               |
|-----------------------------------------|--------------|---------------|
| Repayable otherwise than by instalments |              |               |
| Other loans more 5yrs non-inst          | <u>7,000</u> | <u>7,000</u>  |
| Repayable by instalments                |              |               |
| Bank loans more than five years         | <u>-</u>     | <u>76,455</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30TH JUNE 2017

9. Leasing agreements

Minimum lease payments fall due as follows:

|                            | <b>Hire purchase contracts</b>          |                |
|----------------------------|-----------------------------------------|----------------|
|                            | <b>30.6.17</b>                          | <b>30.6.16</b> |
|                            | <b>£</b>                                | <b>£</b>       |
| Net obligations repayable: |                                         |                |
| Within one year            | <u>987</u>                              | <u>-</u>       |
|                            |                                         |                |
|                            | <b>Non-cancellable operating leases</b> |                |
|                            | <b>30.6.17</b>                          | <b>30.6.16</b> |
|                            | <b>£</b>                                | <b>£</b>       |
| Within one year            | 18,628                                  | -              |
| Between one and five years | <u>12,196</u>                           | <u>-</u>       |
|                            | <u>30,824</u>                           | <u>-</u>       |

10. Secured debts

The following secured debts are included within creditors:

|            | <b>30.6.17</b> | <b>30.6.16</b> |
|------------|----------------|----------------|
|            | <b>£</b>       | <b>£</b>       |
| Bank loans | <u>471,762</u> | <u>566,062</u> |

Bank loans are secured by a charge over the company's freehold property.

11. Provisions for liabilities

|                           | <b>30.6.17</b> | <b>30.6.16</b>      |
|---------------------------|----------------|---------------------|
|                           | <b>£</b>       | <b>£</b>            |
| Deferred tax              | <u>36,900</u>  | <u>38,100</u>       |
|                           |                |                     |
|                           |                | <b>Deferred tax</b> |
|                           |                | <b>£</b>            |
| Balance at 1st July 2016  |                | 38,100              |
| Provided during year      |                | <u>(1,200)</u>      |
| Balance at 30th June 2017 |                | <u>36,900</u>       |

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30TH JUNE 2017

12. Called up share capital

Allotted, issued and fully paid:

| Number:   | Class:   | Nominal value: | 30.6.17<br>£     | 30.6.16<br>£     |
|-----------|----------|----------------|------------------|------------------|
| 1,500,300 | Ordinary | £1             | <u>1,500,300</u> | <u>1,500,300</u> |

13. Reserves

|                     | Retained earnings<br>£ |
|---------------------|------------------------|
| At 1st July 2016    | 284,987                |
| Profit for the year | <u>27,404</u>          |
| At 30th June 2017   | <u>312,391</u>         |

14. Contingent liabilities

In 2013, the company received £7,000 for the use of their footpath and this is repayable after 15 years, should the lease not be renewed.

15. Related party disclosures

During the year, the directors used a current account with the company to record amounts due to them and amounts drawn by them.

**C Eggington**

The balance at the year end was £8,511 owed by the company (2016: £21,621 owed by the company).

**J Yianni**

Advances totalling £29,743 and repayments totalling £10,694 were made. The maximum amount outstanding during the year was £29,652 and the balance at the year end was £19,049, owed to the company (2016: £1,307, owed by the company).

**J Cooke**

Advances totalling £nil and repayments totalling £nil were made. The maximum amount outstanding during the year was £2,000 and the balance at the year end was £2,000, owed to the company (2016: £2,000, owed to the company).

The loans and advances were made interest free and were repayable on demand.

16. Ultimate controlling party

The ultimate controlling party is Ms J Yianni.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30TH JUNE 2017**

---

**17. First year adoption**

The company prepared its first financial statements that comply with FRS102 Section 1A for the year ended 30th June 2017. The company's date of transition to FRS102 section 1A is 1st July 2015. The transition has resulted in no changes to accounting policies.

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.