

Registered number: NI030708

Armagh City Hotel Limited

Annual report

For the year ended 27 July 2014

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Armagh City Hotel Limited

Company Information

Directors	Kieran McAnallen Brian McCormack Ernest Fisher Felix Mooney
Company secretary	Gareth Robinson
Registered number	NI030708
Registered office	Friary Road Armagh Co Armagh BT60 4FR
Independent auditors	PricewaterhouseCoopers LLP Chartered Accountants and Statutory Auditors 32 Linen Green Dungannon Co Tyrone BT71 7HB
Bankers	First Trust Bank 18 Scotch Street Dungannon Co Tyrone BT70 1AR
Solicitors	McGrigors Belfast LLP Arnott House 12 - 16 Bridge Street Belfast Co Antrim BT1 1LS Carson McDowell LLP Murray House Murray Street Belfast BT1 6DN J G O'Hare & Co 37-41 High Street Belfast Co Antrim BT1 2AB

Armagh City Hotel Limited

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Armagh City Hotel Limited

Strategic report

For the year ended 27 July 2014

Business review and future developments

The directors consider the results for the year and the position of the company at the year end to be satisfactory. The directors are committed to long term creation of shareholder value by increasing the company's market share through organic growth. While the incoming year is likely to be challenging both because of increased competition and the general economic climate, early results are satisfactory and the directors will closely monitor current performance.

Principal risks and uncertainties

The management of the business and the execution of the company's strategy are subject to a number of risks. The key business risks and uncertainties affecting the company are considered to relate to competitor activity, market trends and forecasts and customer behaviour. These risks are addressed by the board carrying out regular strategic reviews including assessments of competitor activity and the board's active review of competitor prices both provides protection and maximises opportunities. These risks are also addressed through strong customer service as well as investment in its people and facilities.

Key performance indicators

The company's key performance indicators are as follows:

	2014	2013	2012
Increase/(decrease) in sales	3.2%	(6.9%)	(2.4%)
Gross profit margin	18.2%	18.2%	18.2%

Environment

The company recognises its corporate responsibility to carry out its operations whilst minimising environmental impacts. The directors' continued aim is to comply with all applicable environmental legislation, prevent pollution and reduce waste wherever possible.

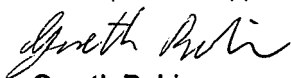
Health and safety

The company is committed to achieving the highest practicable standards in health and safety management and strives to make all areas of the hotel safe environments for employees and customers alike.

Human resources

Management of the company recognise that its most important resource is its people; their knowledge and experience is crucial to meeting customer requirements. Retention of key staff is critical and the company has invested increasingly in employment training and development and has introduced appropriate incentive and career progression arrangements.

This report was approved by the board on 19 March 2015 and signed on its behalf.



Gareth Robinson
Company secretary

Armagh City Hotel Limited

Directors' report For the year ended 27 July 2014

The directors present their report and the audited financial statements of the company for the year ended 27 July 2014.

Results and dividends

The profit for the year, after taxation, amounted to £275,104 (2013 - £252,944).

The directors do not recommend the payment of a final dividend (2013: £nil).

Future developments

The section on future developments which is detailed in the strategic report is included in this report by cross reference.

Principal activities

The company's principal activity during the year was that of the operation of a hotel complex.

Directors

The directors of the company who were in office during the year and up to the date of signing the financial statements were:

Kieran McAnallen
Brian McCormack
Ernest Fisher
Felix Mooney

Directors' responsibilities statement

The directors are responsible for preparing the Strategic report, the Directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Armagh City Hotel Limited

Directors' report For the year ended 27 July 2014

Political and charitable contributions

The company made charitable donations amounting to £225 (2013: £125) during the year for the benefit of local communities in which the company operates. No donations for political purposes were made during the year (2013: £nil).

Financial risk management

The company's operations expose it to a variety of financial risks that include, interest rate, cash flow risk and liquidity risk. The company has in place a risk management programme that seeks to limit the adverse effects on the financial performance of the company by monitoring levels of debt finance and the related finance costs. Given the size of the company, the directors have not delegated the responsibility of monitoring financial risk management to a sub-committee of the board. The policies set by the board of directors are implemented by the company's finance department.

Liquidity risk

The company actively maintains a mixture of long-term and short-term debt finance that is designed to ensure the company has sufficient available funds for operations and planned expansions.

Interest rate risk

The company has interest bearing liabilities. The company has a policy of maintaining debt at a competitive rate to ensure a reasonable degree of certainty over future interest cash flows. The directors will revisit the appropriateness of this policy should the company's operations change in size or nature.

Statement of disclosure of information to auditors

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Independent auditors

The auditors, PricewaterhouseCoopers LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board and signed on its behalf.



Gareth Robinson
Company secretary

Date: 19 March 2015

Armagh City Hotel Limited

Independent auditors' report to the members of Armagh City Hotel Limited

Report on the financial statements

Our opinion

In our opinion, Armagh City Hotel Limited's financial statements (the "financial statements"):

- give a true and fair view of the state of the company's affairs as at 27 July 2014 and of its profit and cash flows for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

What we have audited

Armagh City Hotel Limited's financial statements comprise:

- the balance sheet as at 27 July 2014;
- the profit and loss account for the year then ended;
- the cash flow statement and reconciliation of net cashflow to movement in net debt for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Other matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.

Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

Armagh City Hotel Limited

Independent auditors' report to the members of Armagh City Hotel Limited

Responsibilities for the financial statements and the audit

Our responsibilities and those of the directors

As explained more fully in the Directors' Responsibilities Statement set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

What an audit of financial statements involves

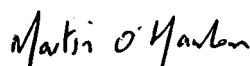
We conducted our audit in accordance with ISAs (UK & Ireland). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the directors; and
- the overall presentation of the financial statements.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.



Martin O'Hanlon (Senior statutory auditor)
for and on behalf of PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors

32 Linen Green
Dungannon
Co Tyrone
BT71 7HB

19 March 2015

Armagh City Hotel Limited

**Profit and loss account
For the year ended 27 July 2014**

	Note	2014 £	2013 £
Turnover	1,2	4,424,544	4,285,786
Cost of sales		(3,620,387)	(3,504,484)
Gross profit		804,157	781,302
Administrative expenses		(492,954)	(508,320)
Operating profit	3	311,203	272,982
Interest payable and similar charges	5	(36,099)	(20,038)
Profit on ordinary activities before taxation		275,104	252,944
Tax on profit on ordinary activities	6	-	-
Profit for the financial year	15	275,104	252,944

All amounts relate to continuing operations.

There were no recognised gains and losses for 2014 or 2013 other than those included in the profit and loss account.

There are no material differences between the profit on ordinary activities before taxation and the retained profit for the financial year stated above and their historical cost equivalents.

The notes on pages 9 to 17 form part of these financial statements.

Armagh City Hotel Limited
Registered number: NI030708

Balance sheet
As at 27 July 2014

	Note	£	27 July 2014 £	£	28 July 2013 £
Fixed assets					
Tangible assets	7		5,703,713		5,818,955
Current assets					
Stocks	8	103,300		103,990	
Debtors	9	217,855		274,328	
Cash at bank and in hand		90,147		118,506	
		<u>411,302</u>		<u>496,824</u>	
Creditors: amounts falling due within one year	10	<u>(964,745)</u>		<u>(965,264)</u>	
Net current liabilities			<u>(553,443)</u>		<u>(468,440)</u>
Total assets less current liabilities			<u>5,150,270</u>		<u>5,350,515</u>
Creditors: amounts falling due after more than one year	11		<u>(835,139)</u>		<u>(1,264,194)</u>
Accruals and deferred income	13		<u>(1,702,814)</u>		<u>(1,749,108)</u>
Net assets			<u><u>2,612,317</u></u>		<u><u>2,337,213</u></u>
Capital and reserves					
Called up share capital	14		1,539,700		1,539,700
Share premium account	15		1,013,302		1,013,302
Profit and loss account	15		59,315		(215,789)
Total shareholders' funds	16		<u><u>2,612,317</u></u>		<u><u>2,337,213</u></u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 19 March 2015.



Kieran McAnallen
Director

The notes on pages 9 to 17 form part of these financial statements.

Armagh City Hotel Limited

Cash flow statement For the year ended 27 July 2014

	Note	2014 £	2013 £
Net cash flow from operating activities	17	379,089	365,858
Returns on investments and servicing of finance	18	(34,965)	(20,038)
Capital expenditure and financial investment	18	(80,146)	(92,261)
Net cash inflow before financing		263,978	253,559
Financing	18	(292,337)	(198,447)
(Decrease)/increase in net cash in the year		(28,359)	55,112

Reconciliation of net cash flow to movement in net debt For the year ended 27 July 2014

		2014 £	2013 £
(Decrease)/increase in net cash in the year		(28,359)	55,112
Cash outflow from movement in debt		292,337	198,447
Movement in net debt in the year		263,978	253,559
Net debt at 28 July 2013		(958,047)	(1,211,606)
Net debt at 27 July 2014	19	(694,069)	(958,047)

The notes on pages 9 to 17 form part of these financial statements.

**Notes to the financial statements
For the year ended 27 July 2014**

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared on a going concern basis under the historical cost convention and in accordance with Companies Act 2006 and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently throughout the year, are set out below.

1.2 Turnover

Turnover represents net sales to customers and excludes value added tax. Turnover is recognised when, and to the extent that, the company obtains the right to consideration in exchange for its service.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is not charged on freehold land. Depreciation on other tangible fixed assets is provided at rates calculated to write off the cost of those assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold buildings	-	2% straight line
Plant and equipment	-	12.5% straight line
Motor vehicles	-	25% straight line
Hotel equipment and furniture	-	25% straight line
Administration and IT equipment	-	25% straight line
Soft furnishings and original art	-	20-25% straight line

1.4 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost is determined on a first in first out basis.

1.5 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.6 Government grants

Government grants relating to tangible fixed assets are treated as deferred income and released to the profit and loss account over the expected useful lives of the assets concerned. Other grants are credited to the profit and loss account as the related expenditure is incurred.

Armagh City Hotel Limited

Notes to the financial statements For the year ended 27 July 2014

1. Accounting policies (continued)

1.7 Debtors

Debtors are stated after all known bad debts have been written off and specific provision has been made against all debts considered doubtful of collection.

2. Turnover

The whole of the turnover is attributable to the company's principal activity.

All turnover arose within the United Kingdom.

3. Operating profit

The operating profit is stated after charging/(crediting):

	2014 £	2013 £
Depreciation of tangible fixed assets:		
- owned by the company	211,888	202,695
Auditors' remuneration	8,840	8,840
Difference on foreign exchange	(5)	(760)
Profit on disposal of tangible fixed assets	(16,500)	-
Deferred capital grant released	(46,292)	(46,292)
	<u> </u>	<u> </u>

During the year, no director received any emoluments (2013 - £NIL).

4. Staff costs

Staff costs were as follows:

	2014 £	2013 £
Wages and salaries	1,524,848	1,473,944
Social security costs	64,972	68,949
Other pension costs	529	-
	<u> </u>	<u> </u>
	<u>1,590,349</u>	<u>1,542,893</u>

The average monthly number of employees, including the directors, during the year was as follows:

	2014 Number	Restated 2013 Number
Administration	7	5
Others	170	173
	<u> </u>	<u> </u>
	<u>177</u>	<u>178</u>

**Notes to the financial statements
For the year ended 27 July 2014**

5. Interest payable and similar charges

	2014 £	2013 £
On bank loans and overdrafts	34,759	18,936
Other interest payable	1,340	1,102
	<u>36,099</u>	<u>20,038</u>

6. Tax on profit on ordinary activities

	2014 £	2013 £
UK corporation tax charge on profit for the year	-	-

Factors affecting tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK of 20% (2013:20%).The differences are explained below:

	2014 £	2013 £
Profit on ordinary activities before taxation	<u>275,104</u>	<u>252,944</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2013 - 20%)	55,021	50,589
Effects of:		
Expenses not deductible for tax purposes	28,492	28,445
Income not taxable	(9,259)	(9,259)
Movement in deferred tax asset not provided for	(74,254)	(69,775)
Total current tax (see note above)	<u>-</u>	<u>-</u>

Factors that may affect future tax charges

The company has carried forward tax losses totalling £182,831 (2013: £458,683). These losses have not been recognised in the deferred tax calculation as they may not be utilised in the foreseeable future. However, if taxable profits do arise, these losses will be offset against future trading profits to reduce tax payable in the future by potentially £36,566 (2013: £91,737).

Deferred tax assets have not been discounted.

Armagh City Hotel Limited

Notes to the financial statements For the year ended 27 July 2014

7. Tangible fixed assets

	Freehold land and buildings £	Plant, equipment and motor vehicles £	Hotel equipment and furniture £	Administra- tion and IT equipment £	Soft furnishings and original art £	Total £
Cost						
At 29 July 2013	7,258,607	3,220,831	1,451,258	507,772	313,139	12,751,607
Additions	-	-	76,288	16,675	4,423	97,386
Disposals	-	-	(27,080)	(8,400)	-	(35,480)
At 27 July 2014	<u>7,258,607</u>	<u>3,220,831</u>	<u>1,500,466</u>	<u>516,047</u>	<u>317,562</u>	<u>12,813,513</u>
Accumulated depreciation						
At 29 July 2013	1,572,845	3,171,866	1,387,717	489,154	311,070	6,932,652
Charge for the year	136,787	14,900	42,534	15,747	1,920	211,888
On disposals	-	-	(27,080)	(7,660)	-	(34,740)
At 27 July 2014	<u>1,709,632</u>	<u>3,186,766</u>	<u>1,403,171</u>	<u>497,241</u>	<u>312,990</u>	<u>7,109,800</u>
Net book value						
At 27 July 2014	<u>5,548,975</u>	<u>34,065</u>	<u>97,295</u>	<u>18,806</u>	<u>4,572</u>	<u>5,703,713</u>
At 28 July 2013	<u>5,685,762</u>	<u>48,965</u>	<u>63,541</u>	<u>18,618</u>	<u>2,069</u>	<u>5,818,955</u>

Included in land and buildings is freehold land at cost of £410,843 (2013: £410,843) which is not depreciated.

8. Stocks

	2014 £	2013 £
Consumables	<u>103,300</u>	<u>103,990</u>

9. Debtors

	2014 £	2013 £
Trade debtors	86,159	89,520
Amounts owed by group undertakings	-	2,848
Other debtors	7,077	26,677
Prepayments and accrued income	124,619	155,283
	<u>217,855</u>	<u>274,328</u>

Armagh City Hotel Limited

**Notes to the financial statements
For the year ended 27 July 2014**

**10. Creditors:
Amounts falling due within one year**

	2014 £	2013 £
Bank loans and overdrafts	343,560	325,000
Other loans	29,244	34,541
Trade creditors	219,469	238,299
Amounts owed to related undertaking	13,037	-
Taxation and social security	159,984	165,843
Other creditors	23,614	31,581
Accruals and deferred income	175,837	170,000
	<u>964,745</u>	<u>965,264</u>

**11. Creditors:
Amounts falling due after more than one year**

	2014 £	2013 £
Bank loans	398,644	675,000
Other loans	12,768	42,012
Amounts owed to related undertaking	423,727	547,182
	<u>835,139</u>	<u>1,264,194</u>

Included within the above are amounts falling due as follows:

	2014 £	2013 £
Between one and two years		
Bank loans	343,560	325,000
Other loans	12,768	42,012
	<u></u>	<u></u>
Between two and five years		
Bank loans	55,084	350,000
	<u></u>	<u></u>
Over five years		
Amounts owed to group undertakings	423,727	547,182
	<u></u>	<u></u>

Creditors include amounts not wholly repayable within 5 years as follows:

	2014 £	2013 £
Repayable other than by instalments	<u>423,727</u>	<u>547,182</u>

Armagh City Hotel Limited

Notes to the financial statements For the year ended 27 July 2014

12. Deferred taxation

	2014 £	2013 £
At beginning and end of year	-	-
Deferred tax comprises:		
	2014 £	2013 £
Accelerated capital allowances	-	-
Potential deferred taxation asset:		
	2014 £	2013 £
Accelerated capital allowances and other timing differences	30,893	16,397
Losses	(31,978)	(91,736)
Total	(1,085)	(75,339)

The above asset has not been accounted for as in the opinion of the directors the timing of its recovery in the foreseeable future is not certain. (See note 6).

13. Accruals and deferred income

	Grants £
At 28 July 2013	1,749,108
Released to the profit and loss account	(46,294)
At 27 July 2014	1,702,814

14. Called up share capital

	2014 £	2013 £
Allotted, called up and fully paid		
1,154,775 (2013 1,154,775) ordinary A shares of £1 each	1,154,775	1,154,775
384,925 (2013 384,925) ordinary B shares of £1 each	384,925	384,925
	1,539,700	1,539,700

Armagh City Hotel Limited

Notes to the financial statements For the year ended 27 July 2014

15. Reserves

	Share premium account £	Profit and loss account £
Opening balance	1,013,302	(215,789)
Profit for the financial year		275,104
Closing balance	<u>1,013,302</u>	<u>59,315</u>

16. Reconciliation of movements in shareholders' funds

	2014 £	2013 £
Opening shareholders' funds	2,337,213	2,084,269
Profit for the financial year	275,104	252,944
Closing shareholders' funds	<u>2,612,317</u>	<u>2,337,213</u>

17. Net cash flow from operating activities

	2014 £	2013 £
Operating profit	311,203	272,982
Depreciation of tangible fixed assets	211,888	202,695
Profit on disposal of tangible fixed assets	(16,500)	-
Decrease in stocks	690	8,960
Decrease/(increase) in debtors	56,473	(3,958)
Decrease in creditors	(138,371)	(68,529)
Deferred capital grant release	(46,294)	(46,292)
Net cash inflow from operating activities	<u>379,089</u>	<u>365,858</u>

18. Analysis of cash flows for headings netted in cash flow statement

	2014 £	2013 £
Returns on investments and servicing of finance		
Interest paid	(34,965)	(20,038)
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(97,386)	(92,261)
Sale of tangible fixed assets	17,240	-
Net cash outflow from capital expenditure	<u>(80,146)</u>	<u>(92,261)</u>

Armagh City Hotel Limited

Notes to the financial statements For the year ended 27 July 2014

18. Analysis of cash flows for headings netted in cash flow statement (continued)

	2014 £	2013 £
Financing		
Repayment of loans	(257,796)	(275,000)
Other new loans	-	76,553
Repayment of other loans	(34,541)	-
Net cash outflow from financing	(292,337)	(198,447)

19. Analysis of changes in net debt

	29 July 2013 £	Cash flow £	Other non-cash changes £	27 July 2014 £
Cash at bank and in hand	118,506	(28,359)	-	90,147
Debt:				
Debts due within one year	(359,541)	292,337	(305,600)	(372,804)
Debts falling due after more than one year	(717,012)	-	305,600	(411,412)
Net debt	(958,047)	263,978	-	(694,069)

20. Contingent liabilities

There is a contingent liability to repay government grants under the terms of the letter of offer if the company fails to achieve and maintain specified conditions. In the opinion of the directors the terms of the letter of offer have been complied with and no loss is expected.

Armagh City Hotel Limited

Notes to the financial statements For the year ended 27 July 2014

21. Ultimate controlling party and related party transactions

Each of the shareholders of the company holds an equal number of shares in the company, and therefore there is deemed to be no ultimate controlling party.

The company has identified the following transactions, which must be disclosed under the terms of Financial Reporting Standard 8 "Related Party Disclosures".

(a) Dunadry Development Company Limited, a shareholder in Armagh City Hotel Limited, traded with the company during the year under the same terms as those available to other customers in the ordinary course of business. During the year Dunadry Development Company Limited raised a management charge of £120,000 (2013: £120,000) to Armagh City Hotel Limited.

The amount due to Dunadry Development Company Limited at 27 July 2014 was £ 9,943 (2013: £Nil)

b) Friary Road Enterprises Limited, of which Kieran McAnallen, Ernest Fisher, Brian McCormack and Felix Mooney are directors, traded with Armagh City Hotel Limited under the same terms as those available to other customers in the ordinary course of business.

The amount due to Friary Road Enterprises Limited at 27 July 2014 was £613 (2013: due from £2,848).

Armagh City Hotel Limited received loans of £575,000 from Friary Road Enterprises Limited during 2005 and 2006, which are unsecured and there are no agreed repayment terms. At 27 July 2014, the amount owed by Armagh City Hotel Limited was £423,727 (2013: £547,182).

(c) Directors of the company, Kieran McAnallen, Brian McCormack and Ernest Fisher and shareholder, Dunadry Development Company Limited, have provided letters of undertaking to First Trust Bank.

(d) Wellington Park Hotel Limited and Dunadry Inn Limited, subsidiaries of Dunadry Development Company Limited, traded with Armagh City Hotel Limited under the same terms as those available to other customers in the ordinary course of business.

The amount owed to Wellington Park Hotel Limited at 27 July 2014 was £864 (2013 £Nil)

The amount owed to Dunadry Inn Limited at 27 July 2014 was £1,617 (2013 £Nil)