Company Registration No. SC205657 (Scotland)

DORNOCH CASTLE HOTEL LIMITED

UNAUDITED ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

DORNOCH CASTLE HOTEL LIMITED

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DORNOCH CASTLE HOTEL LIMITED

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF DORNOCH CASTLE HOTEL LIMITED FOR THE YEAR ENDED 30 JUNE 2015

The following reproduces the text of the Accountants' Report prepared in respect of the company's annual unaudited financial statements, from which the unaudited abbreviated financial statements set out on pages 2 to 5 have been prepared.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Dornoch Castle Hotel Limited for the year ended 30 June 2015 set out on pages 3 to 10 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the the Institute of Chartered Accountants of Scotland, we are subject to its ethical and other professional requirements which are detailed at www.icas.org.uk/accountspreparationguidance.

This report is made solely to the Board of Directors of Dornoch Castle Hotel Limited, as a body, in accordance with the terms of our engagement letter dated 4 April 2002. Our work has been undertaken solely to prepare for your approval the financial statements of Dornoch Castle Hotel Limited and state those matters that we have agreed to state to the Board of Directors of Dornoch Castle Hotel Limited, as a body, in this report in accordance with AAF 2/10 as detailed at www.icas.org.uk/accountspreparationguidance. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Dornoch Castle Hotel Limited and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Dornoch Castle Hotel Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Dornoch Castle Hotel Limited. You consider that Dornoch Castle Hotel Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Dornoch Castle Hotel Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Hogg & Thorburn

Chartered Accountants

12 December 2015

Moat House
14 Gala Park
GALASHIELS
Scottish Borders
TD1 1EX

DORNOCH CASTLE HOTEL LIMITED

ABBREVIATED BALANCE SHEET

AS AT 30 JUNE 2015

	Notes	£	2015 £	£	2014 £
Fixed assets					
Tangible assets	**2**		1,938,243		1,993,225
Current assets					
Stocks		29,431		38,806	
Debtors		52,385		50,796	
Cash at bank and in hand		8,014		16,629	
		89,830		106,231	
Creditors: amounts falling due within one year	**3**	(806,764)		(769,315)	
Net current liabilities			(716,934)		(663,084)
Total assets less current liabilities			1,221,309		1,330,141
Creditors: amounts falling due after more than one year	**4**		(1,049,339)		(1,086,003)
			171,970		244,138
Capital and reserves					
Called up share capital	**5**		30,000		30,000
Revaluation reserve			910,542		931,514
Profit and loss account			(768,572)		(717,376)
Shareholders' funds			171,970		244,138

For the financial year ended 30 June 2015 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 financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

Approved by the Board for issue on 10 December 2015

Colin Thompson
Director

Company Registration No. SC205657

DORNOCH CASTLE HOTEL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2015

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The company meets its day to day working capital requirements through an overdraft facility which is secured over the assets of the company. The directors have no reason to believe that this support will be withdrawn. On this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis. The financial statements do not include any adjustments that would result from a withdrawal of the support by the bank.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents amounts receivable from accommodation, food and bar sales net of VAT and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land 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
Plant and machinery	25% straight line
Fixtures, fittings and equipment	15% reducing balance

1.5 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.6 Stock

Stock is valued at the lower of cost and net realisable value.

2 **Fixed assets**

	Tangible assets
	£
Cost or valuation	
At 1 July 2014	2,642,811
Additions	5,053
At 30 June 2015	2,647,864
Depreciation	
At 1 July 2014	649,586
Charge for the year	60,035
At 30 June 2015	709,621
Net book value	
At 30 June 2015	1,938,243
At 30 June 2014	1,993,225

3 **Creditors: amounts falling due within one year**

The aggregate amount of creditors for which security has been given amounted to £489,345 (2014 - £461,824).

The bank loans and overdraft are secured over Dornoch Castle Hotel Limited by a fixed and floating charge over the assets of the company.

4 **Creditors: amounts falling due after more than one year**

The aggregate amount of creditors for which security has been given amounted to £1,027,653 (2014 - £1,052,153).

The bank loans are secured over Dornoch Castle Hotel Limited by a fixed and floating charge over the assets of the company.

5 **Share capital**

	2015	2014
	£	£
Allotted, called up and fully paid		
30,000 Ordinary shares of £1 each	30,000	30,000

6 **Related party relationships and transactions**

Loans to directors

The following directors had loans during the year. The movement on these loans are as follows:

Description	% Rate	Opening Balance £	Amounts Advanced £	Interest Charged £	Amounts Repaid £	Closing Balance £
Colin Thompson - Loan	4.00	44,178	36,740	1,822	34,016	48,724
		44,178	36,740	1,822	34,016	48,724

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.