

Company Registration No. 02238303 (England and Wales)

RUSSELL LODGE HOTEL LIMITED
DIRECTORS' REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

RUSSELL LODGE HOTEL LIMITED

COMPANY INFORMATION

Directors	Mr P J Russell Mrs M Russell Miss C Russell Miss K Russell
Secretary	Mrs M Russell
Company number	02238303
Registered office	4th Floor, Park Gate 161-163 Preston Road Brighton East Sussex BN1 6AF
Accountants	Friend-James Limited 4th Floor, Park Gate 161-163 Preston Road Brighton East Sussex BN1 6AF

RUSSELL LODGE HOTEL LIMITED

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RUSSELL LODGE HOTEL LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2015

The directors present their report and financial statements for the year ended 31 December 2015.

Principal activities

The principal activity of the company was that of letting property and property development.

Directors

The following directors have held office since 1 January 2015:

Mr P J Russell

Mrs M Russell

Miss C Russell

Miss K Russell

Statement of directors' responsibilities

The directors are responsible for preparing 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 elected to prepare 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 judgements 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. This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board

Mrs M Russell

Director

30 September 2016

RUSSELL LODGE HOTEL LIMITED

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF RUSSELL LODGE HOTEL LIMITED FOR THE YEAR ENDED 31 DECEMBER 2015

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Russell Lodge Hotel Limited for the year ended 31 December 2015 set out on pages 3 to 9 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Russell Lodge Hotel Limited, as a body, in accordance with the terms of our engagement letter dated 22 September 2014. Our work has been undertaken solely to prepare for your approval the financial statements of Russell Lodge Hotel Limited and state those matters that we have agreed to state to the Board of Directors of Russell Lodge Hotel Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Russell Lodge Hotel Limited and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Russell Lodge 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 profit of Russell Lodge Hotel Limited. You consider that Russell Lodge 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 Russell Lodge 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.

Friend-James Limited

30 September 2016

Chartered Accountants

4th Floor, Park Gate
161-163 Preston Road
Brighton
East Sussex
BN1 6AF

RUSSELL LODGE HOTEL LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2015

		2015	2014
	Notes	£	£
Turnover		199,679	200,930
Administrative expenses		(79,601)	(67,005)
		<hr/>	<hr/>
Operating profit	2	120,078	133,925
Interest payable and similar charges		(7,376)	(10,360)
		<hr/>	<hr/>
Profit on ordinary activities before taxation		112,702	123,565
Tax on profit on ordinary activities	3	(22,547)	(24,873)
		<hr/>	<hr/>
Profit for the year	11	<u>90,155</u>	<u>98,692</u>

RUSSELL LODGE HOTEL LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2015

	Notes	2015 £	2014 £
Fixed assets			
Intangible assets	5	1	1
Tangible assets	6	3,006,599	3,006,985
		<u>3,006,600</u>	<u>3,006,986</u>
Current assets			
Debtors	7	11,783	-
Cash at bank and in hand		60,881	78,005
		<u>72,664</u>	<u>78,005</u>
Creditors: amounts falling due within one year	8	(263,608)	(300,427)
Net current liabilities		<u>(190,944)</u>	<u>(222,422)</u>
Total assets less current liabilities		<u>2,815,656</u>	<u>2,784,564</u>
Creditors: amounts falling due after more than one year	9	(374,211)	(433,275)
		<u>2,441,445</u>	<u>2,351,289</u>
Capital and reserves			
Called up share capital	10	1,000	1,000
Share premium account	11	328,000	328,000
Revaluation reserve	11	1,803,188	1,803,188
Profit and loss account	11	309,257	219,101
Shareholders' funds		<u>2,441,445</u>	<u>2,351,289</u>

RUSSELL LODGE HOTEL LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2015

For the financial year ended 31 December 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 financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and the Financial Reporting Standard for Smaller Entities (effective January 2015).

Approved by the Board for issue on 30 September 2016

Mrs M Russell

Director

Company Registration No. 02238303

RUSSELL LODGE HOTEL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 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 January 2015).

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 rents receivable.

1.4 Goodwill

Goodwill represents the original acquisition cost to the company as transferred by way of a Vending agreement from a former partnership now carried on by the directors. In view of the minimal amount involved the directors have decided to retain its value in the accounts.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost or valuation less depreciation. Although this accounting policy is in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), it is a departure from the general requirement of the Companies Act 2006 for all tangible assets to be depreciated. In the opinion of the directors compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified.

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:

Freehold land and buildings	Not depreciated
Fixtures, fittings & equipment	15% on written down value

1.6 Deferred taxation

Deferred taxation, if material, 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 is not discounted.

2 Operating profit

	2015	2014
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	1,164	1,233
Directors' remuneration	15,300	22,850
	<u> </u>	<u> </u>

RUSSELL LODGE HOTEL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2015

3	Taxation	2015 £	2014 £
	Domestic current year tax		
	U.K. corporation tax	22,547	24,873
	Total current tax	22,547	24,873

The company has estimated losses of £ 217,423 (2014 - £ 217,423) available for carry forward against future trading profits.

4	Dividends	2015 £	2014 £
	Ordinary final paid	-	12,000

5	Intangible fixed assets	Goodwill £
	Cost	
	At 1 January 2015 & at 31 December 2015	1
	Net book value	
	At 31 December 2015	1
	At 31 December 2014	1

RUSSELL LODGE HOTEL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2015

6 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost or valuation			
At 1 January 2015	3,000,000	64,946	3,064,946
Additions	-	778	778
At 31 December 2015	3,000,000	65,724	3,065,724
Depreciation			
At 1 January 2015	-	57,961	57,961
Charge for the year	-	1,164	1,164
At 31 December 2015	-	59,125	59,125
Net book value			
At 31 December 2015	3,000,000	6,599	3,006,599
At 31 December 2014	3,000,000	6,985	3,006,985

Freehold investment properties are stated at director's valuation at the balance sheet date and not depreciated during the year. The comparable historical cost of the investment properties is £1,395,054 (2013: £1,395,054).

7 Debtors

	2015 £	2014 £
Trade debtors	11,783	-

8 Creditors: amounts falling due within one year

	2015 £	2014 £
Bank loans and overdrafts	56,496	54,696
Trade creditors	10,731	5,470
Taxation and social security	23,956	24,873
Other creditors	172,425	215,388
	263,608	300,427

The bank loan and overdraft are secured by a fixed and floating charge over the assets of the company.

RUSSELL LODGE HOTEL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2015

9	Creditors: amounts falling due after more than one year	2015 £	2014 £
	Bank loans	374,211	433,275
	Analysis of loans		
	Wholly repayable within five years	430,707	487,971
	Included in current liabilities	(56,496)	(54,696)
		374,211	433,275

The bank loan is secured by a fixed and floating charge over the assets of the company.

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

11	Statement of movements on reserves	Share premium account £	Revaluation reserve £	Profit and loss account £
	Balance at 1 January 2015	328,000	1,803,188	219,102
	Profit for the year	-	-	90,155
	Balance at 31 December 2015	328,000	1,803,188	309,257

No provision has been made for deferred taxation in respect of the revaluation of freehold properties.

12 Control

The ultimate controlling party is Mrs M Russell, director and shareholder.

13 Related party relationships and transactions

Other transactions

At the balance sheet date Mrs M Russell's director's loan account was £151387 (2014: £194796) in credit.

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.