

REGISTERED NUMBER
10525068

STOCKTON HOTELS COMPANY LIMITED

ACCOUNTS

FOR YEAR ENDED 31ST MARCH 2019

STOCKTON HOTELS COMPANY LTD
 REGISTERED NUMBER: 10525068
 STATEMENT OF FINANCIAL POSITION AS AT 31.03.19

	£	Note
Non-Current Assets		
Total Non-Current Assets	<u> </u>	
Current Assets		
Stock	10,525	4
Debtors	48,902	5
Cash at Bank and In Hand	683,293	6
Total Current Assets	<u>742,721</u>	
Total Assets	<u>742,721</u>	
Current Liabilities		
Creditors - amounts falling due within 1 year	(272,319)	7
Total Current Liabilities	<u>272,319</u>	
Long Term Liabilities		
Loans	(800,000)	6
Total Long Term Liabilities	<u>800,000</u>	
Total Liabilities	<u>1,072,319</u>	
Net Assets	<u>329,598</u>	
Owner Equity		
2018-19 Trading Loss	(329,599)	
Share Capital 1 ordinary share of £1 each	1	10
Total Owner Equity	<u>329,598</u>	

The financial statements have been prepared in accordance with the provisions applicable to companies who are subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

For the year ending 31/03/2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The members have agreed to the preparation of abridged accounts for this accounting period in accordance with Section 444(2A).

The directors have opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the Board and were signed on its behalf by:

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.....
G.Cummings
 Director

Date: 10th December 2019

The notes on pages 2 to 4 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR YEAR ENDING 31st MARCH 2019

1. GENERAL INFORMATION

Stockton Hotels Company is a private limited company limited by shares and incorporated in England. The address of the registered office and principal place of business is Municipal Buildings, Church Road, Stockton-On-Tees, England, TS18 1LD. The Company's registered number is 10525068

2. ACCOUNTING POLICIES

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2016.

The following principal accounting policies have been applied:

2.2 Revenue

Revenue recognised at the point of sale is the fair value of bar, food and hotel room sales, after deducting discounts and sales-based taxes.

Revenue from hotel rooms is recognised when rooms are occupied and as services are provided after deducting of discounts and sales-based taxes.

2.3 Foreign Currency Translation

The Company's functional and presentational currency is GBP.

Foreign currency transactions are converted into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are converted using the closing rate.

2.4 Operating Leases: the company as a lessee

Rentals paid under operating leases are charged to the statement of income and retained earnings on a pro-rata basis given the hotel was only operational for a proportion of the year.

2.5 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the statement of income and retained earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the statement of financial position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and

- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

2.6 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in first out basis.

2.7 Debtors

Short term debtors are measured at transaction price.

2.8 Cash at Bank and Petty Cash

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash .with insignificant risk of change in value.

2.9 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including loans, are measured initially at fair value, net of transaction costs.

2.10 Financial Instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans to related parties and investments in non-puttable ordinary shares.

2.11 Dividends

No dividends were considered for the year ended 31st March 2019.

3. EMPLOYEES

The average number of monthly employees including directors was 3.

4. STOCKS

	2019	2018
	£	£
Cash at bank and in hand	10,525	

5. DEBTORS

	2019	2018
	£	£
Trade Debtors	1,377	
Other Debtors	19,119	
Prepayments and Accrued Income	28,407	
	<u>48,902</u>	

6. CASH AT BANK AND IN HAND

	2019	2018
	£	£
Cash at bank and in hand	683,293	

7. CREDITORS

	2019	2018
	£	£
Trade Creditors	(91,994)	
Customer Deposits	(13,031)	
Accruals and Deferred Income	<u>(167,293)</u>	
	<u>(272,319)</u>	

8. LOANS

A loan of £800k was made from Stockton On Tees Borough Council to fund start up costs and provide working capital.

9. COMMITMENT UNDER OPERATING LEASES

At 31st March 2019 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2019	2018
	£	£
Not later than 1 year	450,000	
Later than 1 year and not later than 5 years	2,376,240	
Later than 5 years	15,470,378	

10. CONTROLLING PARTY

The company is a subsidiary undertaking of Stockton Borough Holding Company. The company is ultimately controlled by Stockton on Tees Borough Council. Stockton on Tees Borough Council's registered office and principal place of business is Municipal Buildings, Church Road, Stockton-On-Tees, England, TS18 1LD.

11. AUDITORS INFORMATION

An unqualified audit opinion was issued in respect of the ultimate controlling party's (Stockton On Tees Borough Council) annual consolidated group accounts by Gavin Barker, Engagement Lead for and on behalf of Mazars LLP. These featured Stockton Borough Holding Company and Stockton Hotels Company. The company were given an audit exemption under Section 477 of the Companies Act 2006 relating to small companies.

.. This document was classified as: OFFICIAL

STOCKTON HOTELS COMPANY LTD
INCOME AND EXPENDITURE ACCOUNT FOR 01.04.18 • 31.03.19

£

Turnover	189,687
Cost Of Sales	(172,343)
Gross Profit	<u>17,344</u>
Pre-Opening Costs	(251,084)
Rent	(59,768)
Business Rates	(19,370)
Insurance	(3,180)
Management Fees	(3,793)
Support Services	(9,747)
Operating Profit/ (Loss)	<u>(329,599)</u>
Interest Receivable	
Interest Payable	
Profit/ (Loss) on Ordinary activities	<u>(329,599)</u>
Tax on Profit of Ordinary Activities	
Profit/ (Loss) for the financial year	<u>(329,599)</u>