The Gateway to Wales Hotel Limited

ABBREVIATED ACCOUNTS

for the year ended

31 March 2013
INDEPENDENT AUDITOR'S REPORT TO THE GATEWAY TO WALES HOTEL LIMITED UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of The Gateway to Wales Hotel Limited for the year ended 31 March 2013 prepared under section 396 of the Companies Act 2006

Respective responsibilities of directors and auditor
The directors are responsible for preparing the abbreviated accounts in accordance with section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

This report, including the opinion, has been prepared for and only for the company for the purpose of section 449 of the Companies Act 2006 and for no other purpose. To the fullest extent permitted by law, we do not, in giving this opinion, 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.

Basis of opinion
We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

Opinion
In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

Baker Tilly UK Audit LLP

MICHAEL FAIRHURST FCA (Senior Statutory Auditor)
For and on behalf of BAKER TILLY UK AUDIT LLP, Statutory Auditor
Chartered Accountants
Steer Mill
Steer Mill Street
Chester CH3 5AN
Date 24 December 2013
THE GATEWAY TO WALES HOTEL LIMITED
ABBREVIATED BALANCE SHEET
31 March 2013

<table>
<thead>
<tr>
<th>Notes</th>
<th>2013</th>
<th>2012</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>FIXED ASSETS</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Tangible assets</td>
<td>1,582,176</td>
<td>1,593,658</td>
</tr>
<tr>
<td>CURRENT ASSETS</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Stocks</td>
<td>6,638</td>
<td>11,584</td>
</tr>
<tr>
<td>Debtors</td>
<td>105,987</td>
<td>119,025</td>
</tr>
<tr>
<td>Cash at bank and in hand</td>
<td>40,184</td>
<td>222,863</td>
</tr>
<tr>
<td></td>
<td>152,809</td>
<td>353,472</td>
</tr>
<tr>
<td>CREDITORS amounts falling due within one year</td>
<td>(298,404)</td>
<td>(175,441)</td>
</tr>
<tr>
<td>NET CURRENT (LIABILITIES)/ASSETS</td>
<td>(145,595)</td>
<td>178,031</td>
</tr>
<tr>
<td>TOTAL ASSETS LESS CURRENT LIABILITIES</td>
<td>1,436,581</td>
<td>1,771,689</td>
</tr>
<tr>
<td>CREDITORS amounts falling due after more than one year</td>
<td>(1,669,292)</td>
<td>(1,906,802)</td>
</tr>
<tr>
<td></td>
<td>(232,711)</td>
<td>(135,113)</td>
</tr>
<tr>
<td>CAPITAL AND RESERVES</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Called up equity share capital</td>
<td>2</td>
<td>4,200</td>
</tr>
<tr>
<td>Revaluation reserve</td>
<td>389,597</td>
<td>398,254</td>
</tr>
<tr>
<td>Profit and loss account</td>
<td>(626,508)</td>
<td>(537,567)</td>
</tr>
<tr>
<td>DEFICIT</td>
<td>(232,711)</td>
<td>(135,113)</td>
</tr>
</tbody>
</table>

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

The abbreviated accounts on pages 2 to 5 were approved by the Board of Directors and authorised for issue on 25th December 2013 and are signed on their behalf by

C Wilcox
Director
THE GATEWAY TO WALES HOTEL LIMITED
ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The company meets its working capital requirements through support from its parent company. The company's ability to continue trading is dependant upon the continued support of its parent company. The parent company has formally confirmed it will support the company for at least the next 12 months and the directors consider that support reliable. Whilst the directors acknowledge that the company's Balance Sheet at 31 March 2013 showed net liabilities of £145,595 (2012 £178,031 net assets) the directors consider it appropriate to prepare the financial statements on a going concern basis given this continued support and given the financial projections and plans for the next 12 months. The financial statements do not include any adjustments that would result from the withdrawal of support from the parent company.

TURNOVER

Turnover is stated net of value added tax and represents the total amount receivable by the company in respect of accommodation and leisure services provided during the year.

FIXED ASSETS

All fixtures and fittings have initially been recorded at cost. The freehold property was initially recorded at cost but has subsequently been revalued upwards and then partially down. The revaluation reserve is being released to the profit and loss account in line with the depreciation policy for freehold property.

DEPRECIATION

Depreciation is calculated so as to write off the cost of a tangible fixed asset, less its estimated residual value, over the useful economic life of that asset as follows:

- Freehold Property: 2% straight line
- Fixtures & Fittings: 25% reducing balance

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

STOCKS

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

OPERATING LEASE AGREEMENTS

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.
THE GATEWAY TO WALES HOTEL LIMITED
ACCOUNTING POLICIES

DEFERRED TAXATION

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

FINANCIAL INSTRUMENTS

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.
THE GATEWAY TO WALES HOTEL LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
for the year ended 31 March 2013

1  FIXED ASSETS
   Tangible
   Assets
   £
   Cost or valuation
   At 1 April 2012  2,295,802
   Additions  48,581
   At 31 March 2013  2,344,383
   Depreciation
   At 1 April 2012  702,144
   Charge for year  60,063
   At 31 March 2013  762,207
   Net book value
   At 31 March 2013  1,582,176
   At 31 March 2012  1,593,658

2  SHARE CAPITAL
   2013  2012
   £  £
   Allotted, called up and fully paid  
   4,200 Ordinary shares of £1 each  4,200  4,200

3  ULTIMATE PARENT COMPANY

The ultimate parent company and ultimate controlling party is The Gateway to Wales (Holdings) Limited, a company incorporated in England and Wales.