

**DONNINGTON VALLEY GROUP LIMITED**

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2014**

TUESDAY



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**DONNINGTON VALLEY GROUP LIMITED**

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**COMPANY INFORMATION**

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<b>DIRECTORS</b>	Malcolm Morris Margaret Morris Andrew McKenzie Bradley Wilkinson (appointed 1 October 2014)
<b>COMPANY SECRETARY</b>	Margaret Morris
<b>REGISTERED NUMBER</b>	02460827
<b>REGISTERED OFFICE</b>	1st Floor George V Place Thames Avenue Windsor Berkshire SL4 1QP
<b>INDEPENDENT AUDITORS</b>	Feltons Chartered Accountants and Statutory Auditors 1st Floor George V Place Thames Avenue Windsor Berkshire SL4 1QP
<b>BANKERS</b>	HSBC Bank Plc 28 High Street Uxbridge Middlesex UB8 1BY
<b>SOLICITORS</b>	Thomas Eggar Mercantile House 18 London Road Newbury Berkshire RG14 1JX

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**DONNINGTON VALLEY GROUP LIMITED**

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## **DONNINGTON VALLEY GROUP LIMITED**

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### **STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2014**

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#### **BUSINESS REVIEW**

The Company is a four star luxury hotel, spa and golf club targeting both the business and leisure traveller.

During the year to 31st December 2014, trading conditions improved with revenue increasing by 3.5%, reflecting increased occupancy.

The subsequent impact on operating profit has increased trading profit before interest and taxation of £974,712 ( £852,116 in 2013).

Prospects of the future underlying trend remains positive.

#### **PRINCIPAL RISKS AND UNCERTAINTIES**

The company uses various financial instruments including cash, loans and items such as trade debtors and trade creditors that arise directly from its operations. The purpose of these financial instruments is to raise finance for the company's operations.

The risks arising from the company's financial instruments are currency risk, liquidity risk, interest rate risk and credit risk. The directors review and agree policies for managing each of these risks and these policies have remained unchanged from previous years.

##### **Liquidity risk**

The company manages financial risk by ensuring sufficient liquidity is available to meet foreseeable needs and to invest cash assets safely and profitably.

##### **Interest rate risk**

The company uses loans to finance the expansion and improvement of the facilities which in the long term improve profitability. Any interest rate risk is hedged through interest rate swaps. No interest is payable on inter company balances. The company's cash assets are all held in floating rate deposit accounts. Trade debtors and creditors do not attract interest.

##### **Credit risk**

The company's principal financial assets are cash and trade debtors. To manage trade debtor credit risk the directors set limits for customers based on a combination of payment history and third party credit references. Credit limits are reviewed on a regular basis in conjunction with debt ageing and collection history. The company manages financial risk by ensuring sufficient liquidity is available to meet foreseeable needs and to invest cash assets safely and profitably.

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

  
.....  
**Malcolm Morris**  
**Director**

Date: 21/09/15

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## **DONNINGTON VALLEY GROUP LIMITED**

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### **DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2014**

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The Directors present their report and the financial statements for the year ended 31 December 2014.

#### **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 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 judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

#### **PRINCIPAL ACTIVITIES**

The principal activity of the Company during the year continued to be that of running a hotel, spa and golf club.

#### **DIRECTORS**

The Directors who served during the year were:

Malcolm Morris  
Margaret Morris  
Andrew McKenzie  
Bradley Wilkinson (appointed 1 October 2014)

#### **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.

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**DONNINGTON VALLEY GROUP LIMITED**

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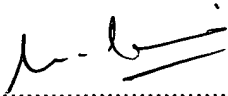
**DIRECTORS' REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2014**

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**AUDITORS**

The auditors, Feltons, 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.



.....  
**Malcolm Morris**  
Director

Date: 21 / 09 / 15

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## **DONNINGTON VALLEY GROUP LIMITED**

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### **INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF DONNINGTON VALLEY GROUP LIMITED**

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We have audited the financial statements of Donnington Valley Group Limited for the year ended 31 December 2014, set out on pages 6 to 15. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

As explained more fully in the Directors' responsibilities statement, 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). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

#### **SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS**

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. In addition, we read all the financial and non-financial information in the Strategic report and the Directors' 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.

#### **OPINION ON FINANCIAL STATEMENTS**

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2014 and of its profit 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.

#### **OPINION ON OTHER MATTER 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.

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**DONNINGTON VALLEY GROUP LIMITED**

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**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF DONNINGTON VALLEY GROUP LIMITED**

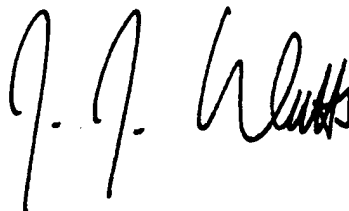
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**MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- 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; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

James Watts (Senior Statutory Auditor)  
for and on behalf of  
**Feltons**  
Chartered Accountants and Statutory Auditors  
1st Floor  
George V Place  
Thames Avenue  
Windsor  
Berkshire  
SL4 1QP



Date: *29th September 2015*



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**DONNINGTON VALLEY GROUP LIMITED**

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**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 2014**

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	Note	2014 £	2013 £
<b>TURNOVER</b>	1,2	<b>6,840,898</b>	<b>6,609,643</b>
Cost of sales		<b>(1,040,241)</b>	<b>(989,888)</b>
<b>GROSS PROFIT</b>		<b>5,800,657</b>	<b>5,619,755</b>
Administrative expenses		<b>(4,692,332)</b>	<b>(4,640,632)</b>
Other operating charges		<b>(133,613)</b>	<b>(127,007)</b>
<b>OPERATING PROFIT</b>	3	<b>974,712</b>	<b>852,116</b>
Interest payable and similar charges	7	<b>(366,418)</b>	<b>(700,500)</b>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>608,294</b>	<b>151,616</b>
Tax on profit on ordinary activities	8	-	-
<b>PROFIT FOR THE FINANCIAL YEAR</b>	16	<b>608,294</b>	<b>151,616</b>

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.


The notes on pages 8 to 15 form part of these financial statements.

**DONNINGTON VALLEY GROUP LIMITED**  
**REGISTERED NUMBER: 02460827**

**BALANCE SHEET**  
**AS AT 31 DECEMBER 2014**

	Note	£	2014 £	£	2013 £
<b>FIXED ASSETS</b>					
Tangible assets	9		13,228,886		13,240,511
Investments	10		102		102
			<u>13,228,988</u>		<u>13,240,613</u>
<b>CURRENT ASSETS</b>					
Stocks	11	115,757		105,777	
Debtors	12	2,752,771		1,968,703	
Cash at bank		58,116		69,006	
		<u>2,926,644</u>		<u>2,143,486</u>	
<b>CREDITORS:</b> amounts falling due within one year	13	(1,152,672)		(1,730,435)	
<b>NET CURRENT ASSETS</b>			<u>1,773,972</u>		<u>413,051</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>15,002,960</u>		<u>13,653,664</u>
<b>CREDITORS:</b> amounts falling due after more than one year					
	14		27,040,836		26,299,834
<b>CAPITAL AND RESERVES</b>					
Called up share capital	15	1,000,000		1,000,000	
Profit and loss account	16	(13,037,876)		(13,646,170)	
	17		<u>(12,037,876)</u>		<u>(12,646,170)</u>
			<u>15,002,960</u>		<u>13,653,664</u>

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

  
.....  
**Malcolm Morris**  
Director

Date: 21/09/15

The notes on pages 8 to 15 form part of these financial statements.

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## **DONNINGTON VALLEY GROUP LIMITED**

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### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014**

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#### **1. ACCOUNTING POLICIES**

##### **1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

##### **1.2 CASH FLOW**

The Company, being a subsidiary undertaking where 90% or more of the voting rights are controlled within the group whose consolidated financial statements are publicly available, is exempt from the requirement to draw up a cash flow statement in accordance with FRS 1.

##### **1.3 TURNOVER**

Turnover comprises revenue recognised by the Company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

##### **1.4 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 property	-	0% straight line
Plant & machinery	-	20% - 33% straight line
Motor vehicles	-	25% straight line
Fixtures & fittings	-	20% straight line

The condition and upkeep of freehold property is carried out on a continuous basis by the Company with any permanent diminution in value being charged to the profit and loss account as it arises.

This depreciation policy reflects the expected benefits of such assets and provides consistency with the depreciation methods used by other entities within the same industry.

In accordance with GAAP (Generally Accepted Accounting Practice), the assets under construction do not begin to be depreciated until they come into use. Once the assets under construction come into use they are transferred to the relevant categories and commence being depreciated if applicable.

##### **1.5 INVESTMENTS**

Investments held as fixed assets are shown at cost less provision for impairment.

##### **1.6 STOCKS**

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

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## DONNINGTON VALLEY GROUP LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

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#### 1. ACCOUNTING POLICIES (continued)

##### 1.7 FOREIGN CURRENCIES

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

##### 1.8 PENSIONS

The Company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Company to the fund in respect of the year.

##### 1.9 FINANCE COSTS

Finance costs that are directly attributable to the construction of tangible fixed assets are capitalised as part of the cost of those assets. Capitalisation begins when the finance costs are being incurred, expenditures for the asset are being incurred, and activities that are necessary to get the asset ready for use are in progress. Capitalisation of finance costs ceases when substantially all the activities that are necessary to get the tangible fixed asset ready for use are complete.

##### 1.10 GOING CONCERN

Fellow group undertakings provide sufficient financial support to the company to enable it to meet its liabilities as they fall due have been given.

After the year end the current external bank term loan ended and the Company has renewed the loan on a similar basis. The Company provided detailed financial projections along with financial support of group undertakings has renewed bank loan arrangements.

Based upon the Directors expectations they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

#### 2. TURNOVER

The whole of the turnover is attributable to the one principal activity of the Company.

All turnover arose within the United Kingdom.

#### 3. OPERATING PROFIT

The operating profit is stated after charging:

	2014 £	2013 £
Depreciation of tangible fixed assets:		
- owned by the company	49,873	139,302

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**DONNINGTON VALLEY GROUP LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

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**4. AUDITORS' REMUNERATION**

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Fees payable to the Company's auditor and its associates for the audit of the Company's annual accounts	<b>13,500</b>	<b>13,000</b>
Fees payable to the Company's auditor and its associates in respect of:		
Taxation compliance services	<b>4,780</b>	<b>3,500</b>

**5. STAFF COSTS**

Staff costs, including Directors' remuneration, were as follows:

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Wages and salaries	<b>2,327,800</b>	<b>2,304,000</b>
Social security costs	<b>146,152</b>	<b>143,503</b>
Other pension costs	<b>38,357</b>	<b>25,606</b>
	<b>2,512,309</b>	<b>2,473,109</b>

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

	<b>2014</b>	<b>2013</b>
	<b>No.</b>	<b>No.</b>
Golf Staff	<b>16</b>	<b>16</b>
Hotel and Bar Staff	<b>142</b>	<b>143</b>
Property Services Staff	<b>9</b>	<b>8</b>
	<b>167</b>	<b>167</b>

**6. DIRECTORS' REMUNERATION**

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Remuneration	<b>134,185</b>	<b>106,967</b>
Company pension contributions to defined contribution pension schemes	<b>7,715</b>	<b>6,654</b>

During the year retirement benefits were accruing to 7,715 Directors (2013 - 6,654) in respect of defined contribution pension schemes.

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**DONNINGTON VALLEY GROUP LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

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**7. INTEREST PAYABLE**

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
On bank loans and overdrafts	<b>366,418</b>	<b>700,500</b>

**8. TAXATION**

**FACTORS AFFECTING TAX CHARGE FOR THE YEAR**

The tax assessed for the year is lower than (*2013 - lower than*) the standard rate of corporation tax in the UK of 23.25% (*2013 - 23.25%*). The differences are explained below:

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Profit on ordinary activities before tax	<b>608,294</b>	<b>151,616</b>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 23.25% ( <i>2013 - 23.25%</i> )	<b>130,742</b>	<b>35,251</b>
<b>EFFECTS OF:</b>		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	-	25
Capital allowances for year in excess of depreciation	<b>(94,931)</b>	<b>(99,819)</b>
Unrelieved tax losses and other deductions arising in the period	<b>(35,944)</b>	<b>63,925</b>
Other short term timing differences	<b>133</b>	<b>618</b>
<b>CURRENT TAX CHARGE FOR THE YEAR</b> (see note above)	<b>-</b>	<b>-</b>

**FACTORS THAT MAY AFFECT FUTURE TAX CHARGES**

There were no factors that may affect future tax charges.

**DONNINGTON VALLEY GROUP LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

**9. TANGIBLE FIXED ASSETS**

	Freehold property £	Plant & machinery £	Motor vehicles £	Fixtures & fittings £	Total £
<b>COST</b>					
At 1 January 2014	15,206,491	3,740,950	51,891	2,222,448	21,221,780
Additions	-	30,144	-	8,104	38,248
At 31 December 2014	15,206,491	3,771,094	51,891	2,230,552	21,260,028
<b>DEPRECIATION</b>					
At 1 January 2014	2,096,183	3,656,269	49,828	2,178,989	7,981,269
Charge for the year	-	15,475	1,952	32,446	49,873
At 31 December 2014	2,096,183	3,671,744	51,780	2,211,435	8,031,142
<b>NET BOOK VALUE</b>					
At 31 December 2014	13,110,308	99,350	111	19,117	13,228,886
At 31 December 2013	13,110,308	84,681	2,063	43,459	13,240,511

The net book value of freehold land and buildings comprises freehold land of £1,178,822 and hotel construction and fittings of £11,931,485. Freehold land is not depreciated.

**10. FIXED ASSET INVESTMENTS**

	Investments in subsidiary companies £
<b>COST OR VALUATION</b>	
At 1 January 2014 and 31 December 2014	102
<b>NET BOOK VALUE</b>	
At 31 December 2014	102
At 31 December 2013	102

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**DONNINGTON VALLEY GROUP LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

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**11. STOCKS**

	2014 £	2013 £
Raw materials	21,577	19,887
Finished goods and goods for resale	94,180	85,890
	<u>115,757</u>	<u>105,777</u>

**12. DEBTORS**

	2014 £	2013 £
Trade debtors	364,067	388,993
Amounts owed by group undertakings	2,263,480	1,439,291
Other debtors	21,075	22,621
Prepayments and accrued income	104,149	117,798
	<u>2,752,771</u>	<u>1,968,703</u>

**13. CREDITORS:  
AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2014 £	2013 £
Bank loans and overdrafts	-	513,002
Trade creditors	427,545	452,788
Other taxation and social security	273,290	281,514
Other creditors	22,816	35,398
Accruals and deferred income	429,021	447,733
	<u>1,152,672</u>	<u>1,730,435</u>

The bank facilities are secured by a mortgage over the freehold property and by fixed and floating charges over all of the company's assets.

**14. CREDITORS:  
AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2014 £	2013 £
Bank loans	10,771,925	10,258,923
Other loans	6,520,786	8,520,786
Amounts owed to group undertakings	9,748,125	7,520,125
	<u>27,040,836</u>	<u>26,299,834</u>



# DONNINGTON VALLEY GROUP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

### 14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR (continued)

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

	2014 £	2013 £
Repayable by instalments	10,071,925	7,826,910
Repayable other than by instalments	16,268,911	16,040,911
	<u>26,340,836</u>	<u>23,867,821</u>

The bank facilities are secured by a mortgage over the freehold property and by fixed and floating charges over all of the company's assets.

The bank loans are repayable quarterly at an interest rate of LIBOR plus 1.25%, with LIBOR hedged to 5.525%.

### 15. SHARE CAPITAL

	2014 £	2013 £
<b>ALLOTTED, CALLED UP AND FULLY PAID</b>		
1,000,000 Ordinary shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>

### 16. RESERVES

	Profit and loss account £
At 1 January 2014	(13,646,170)
Profit for the year	608,294
At 31 December 2014	<u>(13,037,876)</u>

### 17. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' DEFICIT

	2014 £	2013 £
Opening shareholders' deficit	(12,646,170)	(12,797,786)
Profit for the financial year	608,294	151,616
Closing shareholders' deficit	<u>(12,037,876)</u>	<u>(12,646,170)</u>

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## DONNINGTON VALLEY GROUP LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

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#### 18. PENSION COMMITMENTS

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £30,642 (2013: £18,952). Contributions totalling £7,364 (2013: £6,728) were payable to the fund at the balance sheet date and are included in other creditors.

#### 19. RELATED PARTY TRANSACTIONS

The following balances were outstanding with related parties as of 31 December 2014:

	2014 £	2013 £
The Vineyard at Stockcross Limited	2,251,932	1,439,295
Stockford Limited	(9,748,125)	(7,520,125)
Sir Peter Michael CBE	(6,520,786)	(8,520,786)
	<u>                    </u>	<u>                    </u>

The Vineyard at Stockcross Limited is the sister company of Donnington Valley Group Limited.

The Company has provided guarantees in respect of bank loans provided to The Vineyard at Stockcross Limited.

The company considers KV Hotels Limited, a company incorporated in England and Wales, to be its immediate parent company. At 31 December 2014 the company had nil balances with KV Hotels Limited.

The company considers Stockford Limited, a company incorporated in England and Wales, to be its ultimate parent company.

As the company is a wholly owned subsidiary within the Group headed by Stockford Limited, the company has taken advantage of the exemption contained in FRS 8 "Related Party Disclosures" from disclosing related party transactions with entities which form part of the Group. The consolidated financial statements of Stockford Limited, within which this company is included, can be obtained from its registered office: 1st Floor, George V Place, Thames Avenue, Windsor, Berkshire SL4 1QP.

**DONNINGTON VALLEY GROUP LIMITED**

**DETAILED ACCOUNTS**

**FOR THE YEAR ENDED 31 DECEMBER 2014**

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**DONNINGTON VALLEY GROUP LIMITED**

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**DETAILED TRADING AND PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 2014**

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	<b>Page</b>	<b>2014 £</b>	<b>2013 £</b>
<b>Turnover</b>	18	<b>6,840,898</b>	<b>6,609,643</b>
Cost of sales	18	<b>(1,040,241)</b>	<b>(989,888)</b>
		<hr/>	<hr/>
<b>Gross profit</b>		<b>5,800,657</b>	<b>5,619,755</b>
<b>Gross profit %</b>		<b>84.8 %</b>	<b>85.0 %</b>
<b>Less: Overheads</b>			
Administration expenses	18	<b>(3,869,020)</b>	<b>(3,807,037)</b>
Establishment expenses	19	<b>(823,312)</b>	<b>(833,595)</b>
Other operating charges	19	<b>(133,613)</b>	<b>(127,007)</b>
		<hr/>	<hr/>
<b>Operating profit</b>		<b>974,712</b>	<b>852,116</b>
Interest payable	19	<b>(366,418)</b>	<b>(700,500)</b>
		<hr/>	<hr/>
<b>Profit for the year</b>		<b>608,294</b>	<b>151,616</b>
		<hr/>	<hr/>

# DONNINGTON VALLEY GROUP LIMITED

## SCHEDULE TO THE DETAILED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 £	2013 £
<b>Turnover</b>		
Sales - UK - room revenue	3,112,131	2,903,396
Sales - UK - food revenue	1,577,871	1,527,680
Sales - UK - beverage revenue	731,239	742,551
Sales - UK - leisure membership	614,158	596,301
Sales - UK - leisure other revenue	566,926	584,131
Sales - UK - other	182,773	200,684
Rent receivable - UK - interco	55,800	54,900
	<u>6,840,898</u>	<u>6,609,643</u>
	2014 £	2013 £
<b>Cost of sales</b>		
Purchases - food	640,769	620,796
Purchases - beverage	249,017	239,152
Purchases - golf	15,622	5,381
Purchases - spa	62,236	61,071
Purchases - other	72,597	63,488
	<u>1,040,241</u>	<u>989,888</u>
	2014 £	2013 £
<b>Administration expenses</b>		
Directors national insurance	16,762	13,715
Directors salaries	134,185	106,967
Directors pension costs - money purchase schemes	7,715	6,654
Staff salaries	2,193,616	2,197,033
Staff national insurance	129,389	129,787
Staff pension costs - money purchase schemes	30,642	18,952
Staff training	(189)	155
Staff welfare	10,266	12,431
Commissions payable	245,872	208,151
Motor running costs	35,725	39,114
Entertainment	-	109
Hotels, travel and subsistence	5,014	3,953
Printing and stationery	38,367	39,867
Postage	3,657	3,395
Telephone and fax	27,658	31,955
Advertising and promotion	24,477	32,900
Trade subscriptions	21,678	24,133
Charity donations	171	201
Legal and professional	27,095	18,846
	<u>2,952,100</u>	<u>2,888,318</u>
Sub-total carried forward		

# DONNINGTON VALLEY GROUP LIMITED

## SCHEDULE TO THE DETAILED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 £	2013 £
<b>Administration expenses (continued)</b>		
Sub-total brought forward	2,952,100	2,888,318
Auditors' remuneration	13,500	13,000
Auditors' remuneration - non-audit	4,780	3,500
Equipment hire	5,668	1,463
Bank charges	9,835	9,665
Bad debts	(14)	1,334
Sundry expenses	95,328	90,146
Repairs and maintenance	176,253	210,300
Depreciation - other fixed assets	49,873	139,302
Profit/loss on sale of tangible assets	-	(50)
Flowers and decorations	17,343	19,086
Glassware, papergoods and silverware	23,691	15,675
Guest supplies	66,778	58,280
Linen costs	165,888	171,162
Newspapers and trade publications	26,147	7,268
Guest entertainment costs	1,843	1,796
Computer costs	6,658	5,045
Staff costs - other	93,488	72,124
Admin- Management Charges Payable	159,861	99,623
	<u>3,869,020</u>	<u>3,807,037</u>
	2014 £	2013 £
<b>Establishment expenses</b>		
Rates	338,129	329,713
Water	23,563	25,455
Light and heat	331,319	338,292
Cleaning	81,412	87,944
Insurances	48,889	52,191
	<u>823,312</u>	<u>833,595</u>
	2014 £	2013 £
<b>Other operating charges</b>		
Other operating charges	<u>133,613</u>	<u>127,007</u>
	2014 £	2013 £
<b>Interest payable</b>		
Bank loan interest payable	<u>366,418</u>	<u>700,500</u>