

Registration number 02832650

# REGISTRAR

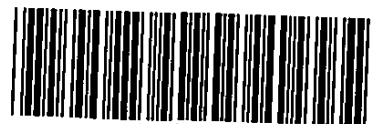
## Lakeside Collection Limited

Director's Report and Abbreviated Financial Statements

for the Year Ended 31 October 2012

Wilds Ltd  
Chartered Accountants and Registered Auditors  
Lancaster House  
70-76 Blackburn Street  
Radeliffe  
Manchester  
M26 2JW

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**Lakeside Collection Limited**  
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**Lakeside Collection Limited**  
**Company Information**

<b>Director</b>	Mr S R Sikorski
<b>Company secretary</b>	Mrs S Sikorski
<b>Registered office</b>	Bolholt Walshaw Bury Lancashire BL8 1PU
<b>Solicitors</b>	Howarth Maitland 18 Silver Street Bury Lancashire BL9 0DJ
<b>Bankers</b>	Barclays Bank Plc 1 Central Street The Rock Bury Lancashire BL9 0JN
<b>Auditors</b>	Wilds Ltd Chartered Accountants and Registered Auditors Lancaster House 70-76 Blackburn Street Radclyffe Manchester M26 2JW

**Lakeside Collection Limited**  
**Director's Report for the Year Ended 31 October 2012**

The director presents his report and the abbreviated financial statements for the year ended 31 October 2012

**Director of the company**

The director who held office during the year was as follows

Mr S R Sikorski

**Principal activity**

The principal activity of the company is that of hoteliers

**Business review**

***Fair review of the business***

Pressures of the recession were still there during this year, but as a company we have re-structured our business to cope with the demands it has met

Sales fell by 1.03%, but our profitability increased by 4.8% due to the change in cost structures that we stated we would be doing last year and the effort has paid off and increased our E B I T D A percentages

We believe that we are performing better than our competition in this difficult market and are very optimistic about the future

Our main aim last year was to address the cost structure of the business which we succeeded in doing, this year our focus is going to be to drive sales and maintain our cost structure

All of our properties are continuing to be well maintained and improved upon and are all now accredited by Best Western, with The Everglades Hotel recently being accepted into the Best Western Plus sector

Included in the year as an exceptional item are costs totalling £1,121,000 which pertain to the high court case which should be fully resolved during next year

Our function trade has been resilient to the outside pressures and our bedroom rates and occupancy levels are beginning to edge up

The leisure side of our business grew by 6.78% in this year

**Financial instruments**

***Objectives and policies***

The Director has overall responsibility for the system of internal controls, including financial, operational, compliance and risk management controls. Internal controls include the organisational structure and the delegation of authority within the company. Such a system can provide only reasonable and not absolute assurance against material misstatement or loss, and will mitigate, not eliminate, risk. The maintenance of this control system rests with the Director.

**Lakeside Collection Limited**  
**Director's Report for the Year Ended 31 October 2012**

..... *continued*

**Charitable donations**

During the year the company made charitable donations of £2,935 Individual donations were

	£
Rosemere Cancer donation	686
Pendle Hospice donation	100
Bury Hospice donation	2,101
Ride 4 the Wounded donation	<u>48</u>

**Disclosure of information to the auditors**

The director has taken steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information. The director confirms that there is no relevant information that he knows of and which he knows the auditors are unaware of.

**Reappointment of auditors**

The auditors Wilds Ltd are deemed to be reappointed under section 487(2) of the Companies Act 2006

Approved by the Board on 14 June 2013 and signed on its behalf by



Mrs S Sikorski  
Company secretary

**Independent Auditor's Report to Lakeside Collection Limited**  
**Under section 449 of the Companies Act 2006**

We have examined the abbreviated accounts set out on pages 5 to 17 together with the financial statements of Lakeside Collection Limited for the year ended 31 October 2012 prepared under section 396 of the Companies Act 2006

This report is made solely to the company in accordance with Section 449 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company those matters we are required to state to them in an auditor's 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 for our audit work for this report or for the opinions we have formed.

**Respective responsibilities of directors and auditors**


The director is responsible for preparing the abbreviated accounts in accordance with section 445 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.

**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 445(3) of the Companies Act 2006 and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.



Lyanne-Michelle Higginbottom FCCA (Senior Statutory Auditor)  
For and on behalf of Wilds Ltd, Statutory Auditor

Lancaster House  
70-76 Blackburn Street  
Radclyffe  
Manchester  
M26 2JW

14 June 2013

**Lakeside Collection Limited**  
**Abbreviated Profit and Loss Account for the Year Ended 31 October 2012**

	Note	2012 £	2011 £
Turnover		<u>9 437,716</u>	<u>9 625,891</u>
Gross profit		5,079 675	4,707,744
Administrative expenses		<u>(4,814,037)</u>	<u>(4,788,125)</u>
Operating profit/(loss)	2	265,638	(80 381)
Other exceptional items	3	(1,121,000)	-
Interest payable and similar charges	6	<u>(267,837)</u>	<u>(365,345)</u>
Loss on ordinary activities before taxation		(1,123,199)	(445,726)
Tax on loss on ordinary activities	7	<u>(22 000)</u>	<u>22,000</u>
Loss for the financial year	16	<u>(1,145,199)</u>	<u>(423,726)</u>

Turnover and operating profit derive wholly from continuing operations

**Lakeside Collection Limited**  
**Statement of Total Recognised Gains and Losses for the Year Ended 31 October 2012**

	Note	2012 £	2011 £
Loss for the financial year		(1 145,199)	(423 726)
Prior year adjustment		-	(190 299)
Total recognised gains and losses since last annual report		<u>(1,145,199)</u>	<u>(614,025)</u>




**Lakeside Collection Limited**  
**(Registration number: 02832650)**  
**Abbreviated Balance Sheet at 31 October 2012**

	Note	2012 £	2011 £
<b>Fixed assets</b>			
Intangible fixed assets	8	252,065	328,701
Tangible fixed assets	9	<u>5,527,425</u>	<u>5,816,828</u>
		<u>5,779,490</u>	<u>6,145,529</u>
<b>Current assets</b>			
Stocks	10	112,812	116,101
Debtors	11	677,938	632,959
Investments		75	75
Cash at bank and in hand		<u>321,164</u>	<u>475,825</u>
		<u>1,111,989</u>	<u>1,224,960</u>
Creditors: Amounts falling due within one year	12	<u>(3,884,659)</u>	<u>(3,248,193)</u>
Net current liabilities		<u>(2,772,670)</u>	<u>(2,023,233)</u>
Total assets less current liabilities		3,006,820	4,122,296
Creditors: Amounts falling due after more than one year	13	<u>(4,621,457)</u>	<u>(4,591,734)</u>
Net liabilities		<u>(1,614,637)</u>	<u>(469,438)</u>
<b>Capital and reserves</b>			
Called up share capital	15	1,000	1,000
Profit and loss account	16	<u>(1,615,637)</u>	<u>(470,438)</u>
Shareholders' deficit	17	<u>(1,614,637)</u>	<u>(469,438)</u>

The abbreviated accounts have been prepared in accordance with the special provisions of the Companies Act 2006 relating to medium-sized companies

Approved by the director on 14 June 2013

  
 Mr S-R Sikorski  
 Director

**Lakeside Collection Limited**  
**Cash Flow Statement for the Year Ended 31 October 2012**

**Reconciliation of operating profit/loss to net cash flow from operating activities**

	Note	2012 £	2011 £
Operating profit/(loss)		265,638	(80,381)
Depreciation, amortisation and impairment charges		613,848	643,703
Loss on disposal of fixed assets		6,411	-
Decrease in stocks		3,289	267
(Increase)/decrease in debtors		(66,979)	112,220
Increase in creditors		1,103,690	25,205
Cost of fundamental restructuring		(1,121,000)	-
Net cash inflow from operating activities		<u>804,897</u>	<u>701,014</u>

**Cash flow statement**

	Note	2012 £	2011 £
Net cash inflow from operating activities		<u>804,897</u>	<u>701,014</u>
<b>Returns on investments and servicing of finance</b>			
HP and finance lease interest		(2,598)	-
Interest paid		(265,239)	(365,345)
		<u>(267,837)</u>	<u>(365,345)</u>
<b>Capital expenditure and financial investment</b>			
Purchase of tangible fixed assets		(275,104)	(153,744)
Sale of tangible fixed assets		20,884	-
		<u>(254,220)</u>	<u>(153,744)</u>
Net cash inflow before management of liquid resources and financing		<u>282,840</u>	<u>181,925</u>
<b>Financing</b>			
Value of new loans obtained during the period		-	174,749
Repayment of loans and borrowings		-	(434,573)
		<u>-</u>	<u>(259,824)</u>
Increase/(decrease) in cash	20	<u>282,840</u>	<u>(77,899)</u>

**Lakeside Collection Limited**  
**Cash Flow Statement for the Year Ended 31 October 2012**

*..... continued*

**Reconciliation of net cash flow to movement in net debt**

	Note	2012 £	2011 £
Increase/(decrease) in cash		282,840	(77 899)
Cash inflow from increase in loans		-	(174,749)
Cash outflow from repayment of loans		-	434,573
Change in net debt resulting from cash flows	20	<u>282,840</u>	<u>181,925</u>
 Movement in net debt	20	 282,840	 181,925
Net debt at 1 November	20	<u>(4,930,901)</u>	<u>(5,112,826)</u>
Net debt at 31 October	20	<u>(4 648,061)</u>	<u>(4,930,901)</u>

**Lakeside Collection Limited**  
**Notes to the Financial Statements for the Year Ended 31 October 2012**

**1 Accounting policies**

**Basis of preparation**

The full financial statements from which these abbreviated accounts have been extracted have been prepared under the historical cost convention

**Going concern**

The director is aware of the company's financial position and considers preparation of the accounts on a going concern basis appropriate. The company's balance sheet has been adversely affected by accruing for a court judgement that came in after the year end with regards to a historical rental dispute. The company has the support of its director who after the year end injected further funds to assist with the cost of the litigation, and its bankers who have increased the company's facilities. Whilst the company has a negative balance sheet this is based on historical cost convention. Had the company adopted a policy of revaluing its properties it would have a positive balance sheet. This is based on professional valuations carried out for the company's bankers after the year end. The underlying performance of the company is profitable.

**Turnover**

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of goods and services to customers.

**Goodwill**

Positive goodwill is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful economic life. It is reviewed for impairment at the end of the first full financial year following the acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

**Amortisation**

Amortisation is provided on intangible fixed assets so as to write off the cost, less any estimated residual value, over their expected useful economic life as follows:

<b>Asset class</b>	<b>Amortisation method and rate</b>
Goodwill	10% straight line

**Depreciation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Freehold land and buildings	4% straight line
Fixture and fittings	10% - 25% reducing balance
Motor vehicles	25% reducing balance

**Current asset investments**

Current asset investments are included at the lower of cost and net realisable value.

**Stock**

Stock is valued at the lower of cost and net realisable value after due regard for obsolete and slow moving stocks. Costs include any expenditure incurred in bringing the stock to its present location and condition.

## Lakeside Collection Limited

### Notes to the Financial Statements for the Year Ended 31 October 2012

..... continued

#### Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed by the balance sheet date except that a deferred tax asset is only recognised to the extent that it is regarded as recoverable. Deferred tax is measured using the tax rate that is expected to apply in the periods in which the timing differences are expected to reverse.

#### Hire purchase and leasing

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

#### Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as 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. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

#### Pensions

The company operates a defined contribution pension scheme. Contributions are recognised in the profit and loss account in the period in which they become payable in accordance with the rules of the scheme.

## 2 Operating profit/(loss)

Operating profit/(loss) is stated after charging

	2012 £	2011 £
Operating leases - other assets	184,392	243,916
Auditor's remuneration - The audit of the company's annual accounts	12,000	9,914
Loss on sale of tangible fixed assets	6,411	-
Depreciation of owned assets	537,213	567,076
Amortisation	76,635	76,627

## 3 Exceptional items

	2012 £	2011 £
Other exceptional	1,121,000	-

# Lakeside Collection Limited

## Notes to the Financial Statements for the Year Ended 31 October 2012

..... continued

### 4 Particulars of employees

The average number of persons employed by the company (including the director) during the year, analysed by category was as follows

	2012 No	2011 No
Administration and support	21	20
Production	424	378
Other departments	12	12
	<u>457</u>	<u>410</u>

The aggregate payroll costs were as follows

	2012 £	2011 £
Wages and salaries	3,457,755	3,716,747
Social security costs	2,581	2,810
Staff pensions	2,697	1,037
	<u>3,463,033</u>	<u>3,720,594</u>

### 5 Director's remuneration

The director's remuneration for the year was as follows

	2012 £	2011 £
Remuneration	<u>26 000</u>	<u>26 350</u>

### 6 Interest payable and similar charges

	2012 £	2011 £
Interest on bank borrowings	23,651	38 958
Interest on other loans	241 588	326,387
Finance charges	2,598	-
	<u>267,837</u>	<u>365,345</u>

**Lakeside Collection Limited**

**Notes to the Financial Statements for the Year Ended 31 October 2012**

..... *continued*

**7 Taxation**

**Tax on loss on ordinary activities**

	<b>2012</b>	<b>2011</b>
	<b>£</b>	<b>£</b>
<b>Deferred tax</b>		
Origination and reversal of timing differences	<u>22,000</u>	<u>(22 000)</u>

**8 Intangible fixed assets**

	<b>Goodwill</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
<b>Cost</b>		
At 1 November 2011	<u>856,337</u>	<u>856,337</u>
At 31 October 2012	<u>856,337</u>	<u>856,337</u>
<b>Amortisation</b>		
At 1 November 2011	527,636	527,636
Charge for the year	<u>76,636</u>	<u>76,636</u>
At 31 October 2012	<u>604,272</u>	<u>604 272</u>
<b>Net book value</b>		
At 31 October 2012	<u>252,065</u>	<u>252 065</u>
At 31 October 2011	<u>328,701</u>	<u>328,701</u>

**Lakeside Collection Limited**

**Notes to the Financial Statements for the Year Ended 31 October 2012**

..... continued

**9 Tangible fixed assets**

	Freehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Total £
<b>Cost or valuation</b>				
At 1 November 2011	5,790,998	3,839,299	150,247	9,780,544
Additions	149,334	88,650	37,121	275,105
Disposals	-	-	(68,371)	(68,371)
At 31 October 2012	<u>5,940,332</u>	<u>3,927,949</u>	<u>118,997</u>	<u>9,987,278</u>
<b>Depreciation</b>				
At 1 November 2011	1,186,830	2,693,737	83,149	3,963,716
Charge for the year	234,168	285,938	17,107	537,213
Eliminated on disposals	-	-	(41,076)	(41,076)
At 31 October 2012	<u>1,420,998</u>	<u>2,979,675</u>	<u>59,180</u>	<u>4,459,853</u>
<b>Net book value</b>				
At 31 October 2012	<u>4,519,334</u>	<u>948,274</u>	<u>59,817</u>	<u>5,527,425</u>
At 31 October 2011	<u>4,604,168</u>	<u>1,145,562</u>	<u>67,098</u>	<u>5,816,828</u>

**10 Stocks**

	2012 £	2011 £
Raw materials	<u>112,812</u>	<u>116,101</u>

**11 Debtors**

	2012 £	2011 £
Trade debtors	290,296	287,672
Other debtors	3,679	1,344
Deferred tax	-	22,000
Prepayments and accrued income	<u>383,963</u>	<u>321,943</u>
	<u>677,938</u>	<u>632,959</u>



# Lakeside Collection Limited

## Notes to the Financial Statements for the Year Ended 31 October 2012

..... continued

### 12 Creditors Amounts falling due within one year

	2012 £	2011 £
Trade creditors	1,215,155	1,290,285
Bank loans and overdrafts	347,768	814,992
Other taxes and social security	410,796	490,892
Other creditors	164,505	116,367
Directors' current accounts	382,782	325,331
Accruals and deferred income	1,363,653	210,326
	<u>3,884,659</u>	<u>3,248,193</u>

Creditors amounts falling due within one year includes the following liabilities, on which security has been given by the company

	2012 £	2011 £
Bank loans and overdrafts	<u>347,768</u>	<u>814,992</u>

### 13 Creditors Amounts falling due after more than one year

	2012 £	2011 £
Bank loans and overdrafts	<u>4,621,457</u>	<u>4,591,734</u>

Creditors amounts falling due after more than one year includes the following liabilities, on which security has been given by the company

	2012 £	2011 £
Bank loans and overdrafts	<u>4,621,456</u>	<u>4,591,734</u>

### 14 Current asset investments

	2012 £	2011 £
Other investments	<u>75</u>	<u>75</u>

# Lakeside Collection Limited

## Notes to the Financial Statements for the Year Ended 31 October 2012

..... continued

### Listed investments

Investments having a net book value of £75 (31 October 2011 - £75) are listed on a recognised stock exchange and had a market value of £45 at the end of the year (31 October 2011 - £60)

### 15 Share capital

#### Allotted, called up and fully paid shares

	2012		2011	
	No	£	No.	£
Ordinary of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

### 16 Reserves

	Profit and loss account £	Total £
At 1 November 2011	(470,438)	(470,438)
Loss for the year	<u>(1 145 199)</u>	<u>(1 145 199)</u>
At 31 October 2012	<u>(1 615 637)</u>	<u>(1 615 637)</u>

### 17 Reconciliation of movement in shareholders' funds

	2012 £	2011 £
Loss attributable to the members of the company	<u>(1 145 199)</u>	<u>(423 726)</u>
Net reduction to shareholders' funds	<u>(1 145 199)</u>	<u>(423 726)</u>
Shareholders' deficit at 1 November	<u>(469 438)</u>	<u>(45 712)</u>
Shareholders' deficit at 31 October	<u>(1 614 637)</u>	<u>(469 438)</u>

### 18 Pension schemes

#### Defined contribution pension scheme

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £2 697 (2011 - £1 037)

# Lakeside Collection Limited

## Notes to the Financial Statements for the Year Ended 31 October 2012

..... continued

### 19 Contingent liabilities

The company currently has an ongoing legal case. All expenses relating to the case have been expensed to the profit and loss as and when they occur.

### 20 Analysis of net debt

	At 1 November 2011 £	Cash flow £	At 31 October 2012 £
Cash at bank and in hand	475,825	(154,661)	321,164
Bank overdraft	(785,269)	437,501	(347,768)
	(309,444)	282,840	(26,604)
Debt due within one year	(29,723)	29,723	-
Debt due after more than one year	(4,591,734)	(29,723)	(4,621,457)
Net debt	(4,930,901)	282,840	(4,648,061)