

Interpub Limited

FINANCIAL STATEMENTS

for the year ended

30 March 2013

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COMPANIES HOUSE

Company Registration No 01327896

Interpub Limited

COMPANY INFORMATION

DIRECTORS	Mr K C Knowles Mr T R Sykes Mrs F J J M Knowles Mr M C Roberts Mr A D Searle Mr E Passey
SECRETARY	Mrs F J J M Knowles
COMPANY NUMBER	01327896
REGISTERED OFFICE	Overlord House 1D Colet Gardens Hammersmith London England W14 9DH
AUDITOR	Baker Tilly UK Audit LLP 25 Farringdon Street London EC4A 4AB
BUSINESS ADDRESS	Overlord House 1D Colet Gardens Hammersmith London England W14 9DH
BANKERS	Lloyds TSB London West End Branch, St James's Gate 14/16 Cockspur Street London SW1Y 5BL Alliance & Leicester Bridle Road Bootle Merseyside G1R 0AA

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DIRECTORS' REPORT

For the year ended 30 March 2013

The directors present their report and financial statements for the year ended 30 March 2013

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of licensed public houses with ancillary budget accommodation

REVIEW OF THE BUSINESS

The business experienced difficult trading conditions through the majority of the financial year. The directors believe this was in the large part due to the influence of the 2012 Olympics combined with a generally poor summer.

The company's accommodation income stream began to show decline on the previous year's trading from May 2012 and continued through to January 2013. Our core customers, young travellers on a budget, were discouraged from visiting the UK, with a view that London might be more expensive.

Accommodation incomes for the business were as a result 8.5% below the prior year which impacted operating profits.

Total turnover was £14,753,532 for the period (2012: £15,679,733) and the company produced an operating loss for the period of £(574,381) (2012: Profit of £530,203).

The current financial year to March 2014 has seen the business return to growth. Accommodation incomes have returned to financial year 2012 levels indicating that the drop experienced in the period under review was indeed exceptional.

In January 2013 the company exited its lease held for the Belushi's site in Fulham. The site had been loss making as a stand alone bar operation, having been originally acquired based on the business plan to provide accommodation in the upper floors, however planning consent was not granted.

We continue to invest in both the general up keep of the estate and capital items such as new bed stock to ensure customer standards are maintained.

The continued improvements to the group's bespoke booking platform and strong web presence, enables the company to leverage the group's customer base and drive new lines of income.

The company is part of the Beds & Bars group which allows it to benefit from the group's unique position as the most established and geographically diverse hostel and bar operator in Europe.

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DIRECTORS' REPORT (CONTINUED)

For the year ended 30 March 2013

FINANCIAL RISK MANAGEMENT POLICIES AND OBJECTIVES

The company uses a variety of financial instruments including cash, equity investments and various items, such as trade debtors and trade creditors that arise directly from its operations. The main purpose of these financial instruments is to provide working capital for the company's operations. The existence of these financial instruments exposes the company to a number of financial risks, which are described in more detail below. The main risks arising from the company's financial instruments are cash flow interest rate risk, credit risk and liquidity risk. The directors review and agree policies for managing each of these risks and they are summarised below.

MARKET RISK

Market risk encompasses three types of risk, being liquidity risk, interest rate risk and credit risk. The company's policies for managing these risks are detailed below.

LIQUIDITY RISK

The company seeks to manage 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 finances its operations through a mixture of retained profits and group and bank borrowings. Where appropriate the company has hedged a proportion of overall interest rate exposure by agreeing fixed rates of interest on part of its borrowing. Furthermore the company has looked to manage interest rate exposure through funding future acquisitions with a greater proportion of equity and retained profits than in previous years.

CREDIT RISK

A very small proportion of company sales are to credit customers. Bar sales are for cash, while accommodation sales are paid by the customer in advance. Therefore, there is no material credit risk associated with the business.

KEY PERFORMANCE INDICATORS

The board monitors the company's performance by reference to internal budgets and three main key performance indicators (KPIs). These KPIs are EBIT (earnings before interest and tax), EBITDA (earnings before interest, tax, depreciation and amortisation) and operating cash flows. These are reviewed and managed on a regular basis by the executive team.

RESULTS AND DIVIDENDS

The results for the year are set out on page 6.

The directors do not recommend payment of an ordinary dividend. Provision is made in these financial statements for a preference dividend of £3,500 (2012: £3,500).

DIRECTORS

The following directors have held office since 1 April 2012.

Mr K C Knowles

Mr T R Sykes

Mrs F J J M Knowles

Mr M C Roberts

Mr A D Searle

Mr G W Davies

Mrs P A Sykes

Mr R A Emms

Mr E Passey

(Resigned 1 April 2012)

(Resigned 9 July 2012)

(Resigned 1 April 2012)

Interpub Limited
DIRECTORS' REPORT (CONTINUED)
For the year ended 30 March 2013

EMPLOYEE INVOLVEMENT

The company's policy is to consult and discuss with employees, through unions, staff councils and at meetings, matters likely to affect employees' interests.

Information on matters of concern to employees is given through information bulletins and reports which seek to achieve a common awareness on the part of all employees of the financial and economic factors affecting the group's performance.

There is no employee share scheme at present, but the directors are considering the introduction of such a scheme as a means of further encouraging the involvement of employees in the company's performance.

DISABLED PERSONS

The company's policy is to recruit disabled workers for those vacancies that they are able to fill. All necessary assistance with initial training courses is given. Once employed, a career plan is developed so as to ensure suitable opportunities for each disabled person. Arrangements are made, wherever possible, for retraining employees who become disabled, to enable them to perform work identified as appropriate to their aptitudes and abilities.


AUDITOR

A resolution to reappoint Baker Tilly UK Audit LLP will be put to the members at the next annual general meeting.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO THE AUDITOR

The directors who are in office on the date of approval of these financial statements have confirmed that, as far as they are aware, there is no relevant audit information of which the auditor is unaware. Each of the directors have confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

On behalf of the board


Mr T R Spies
DIRECTOR
20-12-13.

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DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

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 those financial statements, the directors are required to

- a. select suitable accounting policies and then apply them consistently,
- b. make judgements and accounting estimates that are reasonable and prudent;
- c. state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- d. 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INTERPUB LIMITED

We have audited the financial statements set out on pages 6 to 18. 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 AUDITOR

As more fully explained in the Directors' Responsibilities Statement set out on page 4, 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 (APB's) Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at [http://www.frc.org.uk/Our-Work/Codes-Standards/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Scope-of-audit/UK-Private-Sector-Entity-\(issued-1-December-2010\).aspx](http://www.frc.org.uk/Our-Work/Codes-Standards/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Scope-of-audit/UK-Private-Sector-Entity-(issued-1-December-2010).aspx)

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 30 March 2013 and its loss 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

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.

Baker Tilly UK Audit LLP

PAUL NEWMAN (SENIOR STATUTORY AUDITOR)

FOR AND ON BEHALF OF BAKER TILLY UK AUDIT LLP, STATUTORY AUDITOR

Chartered Accountants

25 Farringdon Street

London

EC4A 4AB

20/12/2013

Interpub Limited

PROFIT AND LOSS ACCOUNT

For the year ended 30 March 2013

	Notes	2013 £	2012 £
TURNOVER	1	14,753,532	15,679,733
Cost of sales		(3,610,301)	(3,763,748)
GROSS PROFIT		11,143,231	11,915,985
Other operating expenses	2	(11,717,612)	(11,385,782)
OPERATING (LOSS)/PROFIT		(574,381)	530,203
Interest payable and similar charges	3	(202,608)	(191,746)
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	4	(776,989)	338,457
Taxation	7	(13,177)	17,597
(LOSS)/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION	17	(790,166)	356,054

Turnover and operating (loss)/profit for the year arises from the company's continuing operations

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Profit and Loss Account

Interpub Limited**BALANCE SHEET****As at 30 March 2013**

	Notes	2013 £	2012 £
FIXED ASSETS			
Intangible assets	8	60,000	63,000
Tangible assets	9	7,930,291	8,376,311
Investments	10	100	100
		<u>7,990,391</u>	<u>8,439,411</u>
CURRENT ASSETS			
Stocks	11	160,627	133,841
Debtors: amounts falling due within one year	12	1,271,264	648,599
Debtors: amounts falling due after more than one year	12	-	3,650,136
Cash at bank and in hand		255,835	281,592
		<u>1,687,726</u>	<u>4,714,168</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	13	<u>(2,525,068)</u>	<u>(1,931,446)</u>
NET CURRENT (LIABILITIES)/ASSETS		<u>(835,342)</u>	<u>2,782,722</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>7,155,049</u>	<u>11,222,133</u>
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	14	<u>(5,204,411)</u>	<u>(8,494,506)</u>
PROVISIONS FOR LIABILITIES	15	<u>(124,549)</u>	<u>(111,372)</u>
NET ASSETS		<u>1,826,089</u>	<u>2,616,255</u>
CAPITAL AND RESERVES			
Called up share capital	16	185,247	185,247
Share premium account	17	1,047,753	1,047,753
Profit and loss account	17	593,089	1,383,255
SHAREHOLDERS' FUNDS	18	<u>1,826,089</u>	<u>2,616,255</u>

The financial statements on pages 6 to 18 were approved by the board of directors and authorised for issue on 24-11-2013, and are signed on its behalf by:


Mr T R. Jones
DIRECTOR

Interpub Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements are prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards

GOING CONCERN

The financial statements have been prepared on the going concern basis notwithstanding the loss on ordinary activities before taxation of £776,989 and net current liabilities of £835,342

The company is part of the Beds & Bars Limited group. The decline in operating profit during the period was as a direct result of the poor trading conditions experienced in the UK, as detailed more fully in the Directors' Report. The group is geographically diverse with over 40% of its turnover derived on mainland Europe and this has enabled it to absorb the impact of a poor year's trading in the UK.

In April 2012, the group successfully ratified an overdraft facility and 5 year term loans together with associated financial covenants with Lloyds Banking Group and these facilities remain in place.

The directors have prepared a detailed business plan for the group including cash flow projections for the period through to 31 March 2015 which indicate that the group will be profitable, cash generative in order to continue to service its current bank/other finance obligations and is able to trade within the agreed financial covenants.

As with any group placing reliance on future forecasts, the directors acknowledge that there can be no certainty that these will be achieved. The current economic environment creates uncertainty over hostel occupancy rates, average bed rates and discretionary bar/restaurant spend but the directors are pleased that trading performance since April 2013 is on plan. Having considered these risks and the current economic environment, the directors have a reasonable expectation that the group will achieve the forecasted performance and has adequate resources to continue in operational existence for the foreseeable future and provide any necessary on-going financial support to Interpub Limited.

Based on the post year end performance to date and the support of the company's bankers and parent company to execute the growth strategy being deployed, the directors believe that it remains appropriate to prepare the financial statements on a going concern basis.

CASH FLOW STATEMENT

The company has taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from the requirement to produce a cash flow statement on the grounds that it is a subsidiary undertaking where 90 percent or more of the voting rights are controlled within the group.

TURNOVER

Turnover represents the value, net of Value Added Tax, of goods sold and services provided to customers.

GOODWILL

Goodwill was created on the acquisition of the Bath site in 2003. It represents the excess of the purchase price compared with the fair value of assets acquired. It has been capitalised and written off over 30 years as in the opinion of the directors this represents the period over which the goodwill is effective. Goodwill is reviewed for impairment on an annual basis.

Interpub Limited

ACCOUNTING POLICIES (CONTINUED)

TANGIBLE FIXED ASSETS AND DEPRECIATION

Fixed assets are stated at historical cost less depreciation. Depreciation is not charged in the year of acquisition.

Depreciation is provided on all tangible fixed assets other than investment properties and freehold land at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:

Land and buildings freehold	50 years
Land and buildings leasehold	Over an average leasehold length of 25-50 years
Fixtures, fittings & equipment	Over 5 and 10 years depending on the useful life of the assets
Motor vehicles	Over 4 years

LEASING AND HIRE PURCHASE COMMITMENTS

Where assets are financed by leasing agreements that give rights approximating to ownership ("finance leases"), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as obligations to the lessor.

Lease payments are treated as consisting of capital and interest elements, and the interest is charged to the profit and loss account in proportion to the remaining balance outstanding.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

INVESTMENTS

Long term investments are classified as fixed assets.

Fixed asset investments are stated at cost in the company balance sheet.

STOCK

Stock is valued at the lower of cost and net realisable value.

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 recognised in the Statement of Total Recognised Gains and Losses on revaluations where at the balance sheet date there is an agreement to sell the asset. Deferred tax in respect of losses is only recognised when there is reasonable certainty that those losses will be utilised in the foreseeable future. Deferred tax is recognised in respect of the retained earnings of overseas subsidiaries and associates only to the extent that, at the balance sheet date, dividends have been accrued as receivable or a binding agreement to distribute past earnings in future has been entered into by the subsidiary or associate. 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.

GROUP ACCOUNTS

The financial statements present information about the company as an individual undertaking and not about its group. The company has not prepared group accounts as it is exempt from the requirement to do so by section 400 of the Companies Act 2006 as it is a subsidiary undertaking of Beds & Bars Limited, a company incorporated in the United Kingdom, and is included in the consolidated accounts of that company.

Interpub Limited

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 March 2013

1 TURNOVER

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the United Kingdom

2 OTHER OPERATING EXPENSES

	2013 £	2012 £
Distribution costs	4,092,812	4,480,983
Administrative expenses	7,624,800	6,904,799
	<u>11,717,612</u>	<u>11,385,782</u>

3 INTEREST PAYABLE AND SIMILAR CHARGES

	2013 £	2012 £
On bank loans and overdrafts	194,018	196,158
Hire purchase interest	4,943	6,088
Other interest	3,647	(10,500)
	<u>202,608</u>	<u>191,746</u>

4 (LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	2013 £	2012 £
(Loss)/profit is stated after charging		
Amortisation of intangible assets	3,000	3,000
Depreciation of tangible assets	860,406	849,065
Loss on disposal of tangible assets	110,083	2,529
Operating lease rentals		
- Plant and machinery	-	2,103
- Other assets	2,049,039	1,767,568
Auditor's remuneration	10,125	9,075
- Taxation	12,524	23,020
- Other services	1,925	1,500
	<u></u>	<u></u>

Interpub Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 March 2013

5 EMPLOYEES

NUMBER OF EMPLOYEES

The average monthly number of employees (including directors) during the year was

	2013 Number	2012 Number
Management	27	29
Selling and distribution	236	243
Administration	43	43
	<u>306</u>	<u>315</u>

EMPLOYMENT COSTS

	2013 £	2012 £
Wages and salaries	5,649,480	5,515,652
Social security costs	496,095	395,297
	<u>6,145,575</u>	<u>5,910,949</u>

6 DIRECTORS' EMOLUMENTS

	2013 £	2012 £
Emoluments	<u>667,625</u>	<u>807,553</u>

Emoluments disclosed above include the following amounts paid to the highest paid director

Emoluments	<u>271,885</u>	<u>264,606</u>
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Interpub Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 March 2013

7 TAXATION	2013 £	2012 £
UK Corporation tax		
Current tax on (loss)/profit of the period	-	-
CURRENT TAX CHARGE	-	-
DEFERRED TAX		
Deferred tax charge current year	13,177	(17,597)
FACTORS AFFECTING THE TAX CHARGE FOR THE YEAR		
The tax assessed for the year is higher than the standard rate of corporation tax (24%) as explained below		
(Loss)/profit on ordinary activities before taxation	(776,989)	338,457
(Loss)/profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 24.00% (2012 - 26.00%)	(186,477)	87,999
Effects of		
Non deductible expenses	14,352	29,926
Depreciation add back	142,723	220,757
Capital allowances	(21,828)	(153,608)
Tax losses unrelieved/(utilised)	51,230	(185,074)
	186,477	(87,999)
CURRENT TAX CHARGE	-	-

The company has estimated losses of £2,079,953 (2012 - £1,866,494) available for carry forward against future trading profits

8 INTANGIBLE FIXED ASSETS	Goodwill £
COST	
At 1 April 2012 & at 30 March 2013	90,000
AMORTISATION	
At 1 April 2012	27,000
Charge for the year	3,000
At 30 March 2013	30,000
NET BOOK VALUE	
At 30 March 2013	60,000
At 31 March 2012	63,000

Interpub Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 March 2013

9 TANGIBLE FIXED ASSETS

	Land and buildings freehold £	Land and buildings leasehold £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
COST					
At 1 April 2012	326,284	7,947,197	4,944,288	123,804	13,341,573
Additions	-	-	524,469	-	524,469
Disposals	-	(89,772)	(177,419)	-	(267,191)
At 30 March 2013	326,284	7,857,425	5,291,338	123,804	13,598,851
DEPRECIATION					
At 1 April 2012	-	2,574,436	2,362,642	28,184	4,965,262
On disposals	-	(12,568)	(144,540)	-	(157,108)
Charge for the year	-	288,683	543,522	28,201	860,406
At 30 March 2013	-	2,850,551	2,761,624	56,385	5,668,560
NET BOOK VALUE					
At 30 March 2013	326,284	5,006,874	2,529,714	67,419	7,930,291
At 31 March 2012	326,284	5,372,761	2,581,646	95,620	8,376,311

Included above are assets held under finance leases or hire purchase contracts as follows

	Motor vehicles £
NET BOOK VALUES	
At 30 March 2013	67,311
At 31 March 2012	95,512
DEPRECIATION CHARGE FOR THE YEAR	
At 30 March 2013	28,201
At 31 March 2012	24,307

Leasehold land and buildings includes long leasehold land and buildings with a cost of £356,474 (2012 £356,474) and a net book value of £356,474 (2012 £356,474)

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 March 2013

10 FIXED ASSET INVESTMENTS

	Shares in subsidiary undertakings £
COST	
At 1 April 2012 & at 30 March 2013	100
NET BOOK VALUE	
At 30 March 2013	100
At 31 March 2012	100

HOLDINGS OF MORE THAN 20%

The company holds more than 20% of the share capital of the following companies

Company	Country of registration or incorporation	Class	Shares held %
SUBSIDIARY UNDERTAKINGS			
Interpub Solutions Limited	UK	Ordinary	100.00

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows

		Capital and reserves 2013 £	Profit/(loss) for the year 2013 £
	PRINCIPAL ACTIVITY		
Interpub Solutions Limited	Dormant	100	-

11 STOCKS

	2013 £	2012 £
Finished goods and goods for resale	160,627	133,841

Interpub Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 March 2013

12 DEBTORS	2013 £	2012 £
Trade debtors	16,361	9,135
Amounts owed by parent and fellow subsidiary undertakings	821,745	3,924,675
Amounts owed by associated undertakings	167,157	-
Corporation tax	1,830	1,830
Other debtors	106,598	201,483
Prepayments and accrued income	157,573	161,612
	<u>1,271,264</u>	<u>4,298,735</u>

Amounts falling due after more than one year and included in the debtors above are

	2013 £	2012 £
Amounts owed by group undertakings	-	3,650,136

13 CREDITORS. AMOUNTS FALLING DUE WITHIN ONE YEAR	2013 £	2012 £
Bank overdraft	589,774	345,676
Net obligations under hire purchase contracts	34,439	20,868
Trade creditors	915,548	810,365
Taxes and social security costs	574,468	550,535
Other creditors	56,557	56,027
Accruals and deferred income	352,282	147,975
	<u>2,523,068</u>	<u>1,931,446</u>

The bank overdraft shown in these financial statements is with Bank of Scotland Plc. The bank operates a right of set off agreement involving the bank accounts of Interpub Limited and its parent company Beds & Bars Limited. At 30 March 2013 the net overdrawn balance of the accounts included in this agreement was £524,236 (2012 £3,307).

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 March 2013

14 CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	2013 £	2012 £
Bank loans	4,504,423	8,345,313
Other loans	(12,768)	22,344
Net obligations under hire purchase contracts	19,910	54,349
Amounts owed to parent and fellow subsidiary undertakings	670,502	-
Preference shares	-	72,500
	<u>5,204,411</u>	<u>8,494,506</u>
 ANALYSIS OF LOANS		
Not wholly repayable within five years by instalments	-	7,411,980
Wholly repayable within five years	4,504,423	968,445
	<u>4,504,423</u>	<u>8,380,425</u>
Included in current liabilities	(12,768)	(12,768)
	<u>4,491,655</u>	<u>8,367,657</u>
 Instalments not due within five years	-	7,411,980
	<u>-</u>	<u>7,411,980</u>
 LOAN MATURITY ANALYSIS		
In more than one year but not more than two years	-	233,333
In more than two years but not more than five years	4,504,423	722,344
In more than five years	-	7,411,980
	<u>-</u>	<u>7,411,980</u>

The bank loans disclosed above totalling £4,504,423 (2012 £8,345,313) and bank overdraft disclosed in note 13 of £589,774 (2012 £345,676) are secured by a debenture over the assets of the company and by a first legal charge on the freehold and leasehold properties of the company

Net obligations under hire purchase agreements disclosed above and in note 13 are secured over the related assets

The bank loan is repayable on 17 April 2017 being the 5th anniversary Interest is payable at 3 4% + LIBOR

NET OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS

Repayable within one year	34,439	20,868
Repayable between one and five years	19,910	54,349
	<u>54,349</u>	<u>75,217</u>
Included in liabilities falling due within one year	(34,439)	(20,868)
	<u>19,910</u>	<u>54,349</u>

Interpub Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 March 2013

15 PROVISIONS FOR LIABILITIES

	Deferred tax liability £
Balance at 1 April 2012	111,372
Profit and loss account	13,177
Balance at 30 March 2013	<u>124,549</u>

THE DEFERRED TAX LIABILITY IS MADE UP AS FOLLOWS

	2013 £	2012 £
Accelerated capital allowances	<u>124,549</u>	<u>111,372</u>

A deferred tax asset of £478,389 (2012 £440,304) in respect of trading losses carried forward has not been recognised in these financial statements due to uncertainty as to the timing of when these will be utilised

16 SHARE CAPITAL

	2013 £	2012 £
ALLOTTED, CALLED UP AND FULLY PAID		
185,247 Ordinary shares of £1 each	<u>185,247</u>	<u>185,247</u>

17 RESERVES

	Share premium account £	Profit and loss account £
Balance at 1 April 2012	1,047,753	1,383,255
Loss for the year	-	(790,166)
Balance at 30 March 2013	<u>1,047,753</u>	<u>593,089</u>

18 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2013 £	2012 £
(Loss)/Profit for the financial year	(790,166)	356,054
Opening shareholders' funds	<u>2,616,255</u>	<u>2,260,201</u>
Closing shareholders' funds	<u>1,826,089</u>	<u>2,616,255</u>

Interpub Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 March 2013

19 CONTINGENT LIABILITIES

The company has cross guaranteed the loan financing of Beds & bars Limited with Lloyds TSB Bank. In the event that any of the covenants held within this loan are breached, the loan becomes repayable on demand. The amount of the contingent liability at the balance sheet date was €15,479,925 (2012: €5,271,288).

20 FINANCIAL COMMITMENTS

At 30 March 2013 the company was committed to making the following payments under non-cancellable operating leases in the year to 30 March 2014

	Land and buildings	
	2013	2012
	£	£
Operating leases which expire		
Between two and five years	125,000	125,000
In over five years	1,693,916	1,633,504
	<u>1,818,916</u>	<u>1,758,504</u>

21 TRANSACTIONS WITH DIRECTORS

During the year Interpub Limited paid personal expenses on behalf of Mr K C Knowles of £10,786 (2012: £526). At the year end Mr K C Knowles owed the company £24,639 (2012: £13,853). This loan is interest free.

During the year Interpub Limited paid personal expenses on behalf of Mr T R Sykes of £1,101 (2012: £nil). At the year end Mr T R Sykes owed the company £1,101 (2012: £nil). This loan is interest free.

22 CONTROL

The immediate and ultimate parent company is Beds & Bars Limited, a company registered in England and Wales. They own 100% of the share capital of Interpub Limited and is the smallest and largest group for which consolidated accounts including Interpub Limited are prepared.

Beds & Bars Limited prepares group financial statements and copies can be obtained from - 1D Colet Gardens, Hammersmith, London, W14 9DH.

23 RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption in Financial Reporting Standard Number 8 from the requirement to disclose transactions with group companies on the grounds that consolidated financial statements are prepared by the ultimate parent company.

The company made purchases from Heineken UK Limited, a former shareholder of Beds & Bars Limited (parent company of Interpub Limited), totalling £126,577 (2012: £1,571,491). At the year end Interpub Limited owed Heineken UK Limited £nil (2012: £221,881).

During the period Interpub Limited paid rent to Mr K C Knowles, a director of the company of £42,000 (2012: £32,000). At the year end no amounts were outstanding.