

BURTS POTATO CHIPS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2012



BURTS POTATO CHIPS LIMITED

COMPANY INFORMATION

DIRECTORS

Mr N G Hurst
Mr D A Nairn
Mr I C Brooking
Mr J L Joseph
Mr M Cosby
Mr Y Patel (appointed 1 April 2012)
Miss L Bramhall
Mr T G Kelly (appointed 1 September 2012)

COMPANY SECRETARY

Mrs C E Young

REGISTERED NUMBER

03745420

REGISTERED OFFICE

The Klamp House
Belliver Way
Roborough
Devon
PL6 7BP

INDEPENDENT AUDITORS

Bishop Fleming
Chartered Accountants & Statutory Auditors
Cobourg House
Mayflower Street
Plymouth
PL1 1LG

BANKERS

HSBC Bank plc
20 William Prance Road
Plymouth International Business Park
Plymouth
Devon
PL6 5WR

BURTS POTATO CHIPS LIMITED

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BURTS POTATO CHIPS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2012

The directors present their report and the financial statements for the year ended 31 December 2012

PRINCIPAL ACTIVITIES

The principal activity of the company during the period was that of crisp manufacturing

BUSINESS REVIEW

There have been no changes in the activities in the year under review and the company continues to engage in the manufacture of hand-cooked crisps. Burts Chips has indulgent appeal and looks to score highest in terms of quality and tastiness and seeks to be the brand of choice in the premium brand segment.

The overall crisp segment declined 3% in volume year on year, meanwhile, in premium hand-cooked volumes showed a positive growth over and above inflation. Burts turnover, net of discounts and promotional costs has increased by 14% during the year under review in its continuing operations whilst it completed its exit from Holland and the overall turnover shows a satisfactory 8% growth in a year of transition and new management. Burts other export business showed a positive growth of 40% during the year. In September the company launched its co-branded Guinness crisp to add to its licensed portfolio sold during the year of Levi Roots and Nando's.

The year reflected the departure of the founding directors and shareholders with the remaining shareholders investing via shareholder loans, giving sufficient additional support to enable the business to manage its liquidity, reduce its reliance on Bank finance and invest in and complete further expansion and production improvements.

Net profit for the year before tax was £128k showing an improvement of £1,173k. Despite a decrease in administrative expenses, due to exceptional items in the previous year, the company has made significant investment in a brand refresh and investment into production and finance software which will lead to enhanced stock control and production efficiencies.

EBITDA showed an improvement of £1,245k to £662k. The shareholders approved a bonus package for staff and continued to contribute to a company pension and benefits scheme.

PRINCIPAL RISKS

The hand cooked market increased competitively during a year in which it saw Kettle and Tyrrell's continually on promotion potentially damaging the premium pricing and raising expectation that consumers' attitudes will change.

The Company has no exposure to exchange risk as all its export business is sold in £'s sterling. Commodity risk is minimized by entering into fixed price contracts for potatoes and regularly renegotiates its agreements with key suppliers. The gas fixed price contract has been reviewed and new prices locked in from the end of February 2013.

Credit risk is closely managed with a rigorous 365 day credit process of all Trade debtors and new Account opening procedures. Regular credit reviews are undertaken.

The company monitors cash flow closely and the new management team reviews cash flow projections on a weekly basis. Utilisation of its agreed working capital line was greatly reduced and as stated above capital expenditure in the year was funded from free cash whilst Hire Purchase, leasing and bank loans were all reduced in line with repayment terms.

RESULTS

BURTS POTATO CHIPS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2012

The profit for the year, after taxation, amounted to £602,289 (2011 loss £1,044,567)

DIRECTORS

The directors who served during the year were

Mr N G Hurst
Mr D A Nairn
Mr I C Brooking
Mr J L Joseph
Mr M Cosby
Mr Y Patel (appointed 1 April 2012)
Miss L Bramhall
Mr T G Kelly (appointed 1 September 2012)

PROVISION OF INFORMATION TO AUDITORS

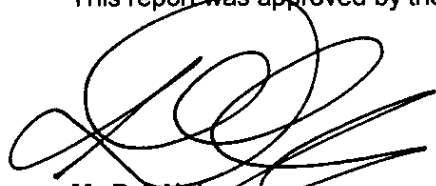
Each of the persons who are directors at the time when this directors' report is approved has confirmed that

- 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 information needed by the company's auditors in connection with preparing their report and to establish that the company's auditors are aware of that information

AUDITORS

The auditors, Bishop Fleming, 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



Mr D A Nairn
Director

Date 12 March 2013

The Klamp House
Belliver Way
Roborough
Devon
PL6 7BP

BURTS POTATO CHIPS LIMITED

DIRECTORS' RESPONSIBILITIES STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2012

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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and 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.

BURTS POTATO CHIPS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF BURTS POTATO CHIPS LIMITED

We have audited the financial statements of Burts Potato Chips Limited for the year ended 31 December 2012, set out on pages 6 to 17. 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 directors' report to identify material inconsistencies with the audited financial statements. 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 2012 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 directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

BURTS POTATO CHIPS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF BURTS POTATO CHIPS LIMITED

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



Charles Thomson FCA (Senior Statutory Auditor)
for and on behalf of

Bishop Fleming
Chartered Accountants
Statutory Auditors
Cobourg House
Mayflower Street
Plymouth
PL1 1LG

12 March 2013

BURTS POTATO CHIPS LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012**

	Note	2012 £	2011 £
TURNOVER	1,2		
Continuing operations		12,867,523	11,490,899
Discontinued operations		-	662,028
		<u>12,867,523</u>	<u>12,152,927</u>
Cost of sales	3	<u>(9,323,481)</u>	<u>(9,557,836)</u>
GROSS PROFIT		3,544,042	2,595,091
Administrative expenses	3	(3,415,003)	(3,236,621)
Exceptional administrative expenses		-	(289,000)
Total administrative expenses		<u>(3,415,003)</u>	<u>(3,525,621)</u>
OPERATING PROFIT/(LOSS)	4		
Continuing operations		129,039	(524,369)
Discontinued operations		-	(406,161)
		<u>129,039</u>	<u>(930,530)</u>
EXCEPTIONAL ITEMS			
Other exceptional items	8	<u>104,017</u>	<u>-</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE INTEREST		233,056	(930,530)
Interest payable and similar charges	7	<u>(104,872)</u>	<u>(114,037)</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		128,184	(1,044,567)
Tax on profit/(loss) on ordinary activities		<u>474,105</u>	<u>-</u>
PROFIT/(LOSS) FOR THE FINANCIAL YEAR	17	<u>602,289</u>	<u>(1,044,567)</u>

There were no recognised gains and losses for 2012 or 2011 other than those included in the profit and loss account

The notes on pages 8 to 17 form part of these financial statements

BURTS POTATO CHIPS LIMITED
REGISTERED NUMBER: 03745420

BALANCE SHEET
AS AT 31 DECEMBER 2012

	Note	£	2012 £	£	2011 £
FIXED ASSETS					
Intangible assets	9		18,550		-
Tangible assets	10		2,749,830		2,743,943
			<u>2,768,380</u>		<u>2,743,943</u>
CURRENT ASSETS					
Stocks	11	623,148		1,048,298	
Debtors	12	3,351,853		2,955,162	
Cash at bank and in hand		271,749		22,327	
			<u>4,246,750</u>	<u>4,025,787</u>	
CREDITORS: amounts falling due within one year	13	(4,598,557)		(5,161,035)	
NET CURRENT LIABILITIES			<u>(351,807)</u>		<u>(1,135,248)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2,416,573</u>		<u>1,608,695</u>
CREDITORS amounts falling due after more than one year	14		(4,397,051)		(4,191,462)
NET LIABILITIES			<u>(1,980,478)</u>		<u>(2,582,767)</u>
CAPITAL AND RESERVES					
Called up share capital	16		100		100
Share premium account	17		292,324		292,324
Profit and loss account	17		(2,272,902)		(2,875,191)
SHAREHOLDERS' DEFICIT	18		<u>(1,980,478)</u>		<u>(2,582,767)</u>

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



Mr D A Nairn
 Director

Date 12 March 2013

The notes on pages 8 to 17 form part of these financial statements

BURTS POTATO CHIPS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

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 INTANGIBLE FIXED ASSETS AND AMORTISATION

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the profit and loss account over its estimated economic life

Other intangible assets are stated at cost less amortisation. Amortisation is provided at rates calculated to write off the cost of the intangible asset, over the expected useful life on the following bases

Website	- 25% straight line
Goodwill	- 10% straight line

1.5 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

L/Term Leasehold Property	- over term of lease
Plant and machinery	- 15% reducing balance
Office equipment	- 10% reducing balance
Computer equipment	- 25% straight line

1.6 LEASING AND HIRE PURCHASE

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012**

1 ACCOUNTING POLICIES (continued)

1.7 OPERATING LEASES

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

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate

1.8 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

1.9 DEFERRED TAXATION

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse

Deferred tax assets and liabilities are discounted

1.10 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

1.11 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

1.12 GOING CONCERN

Although the company has net liabilities of £1,980,478 the directors consider it is appropriate to prepare the accounts on the going concern basis, because of profits being forecast for 2013. There is also continual support from the parent company Burts Chips Limited (formerly known as Canopus Investments Limited) and its shareholders

BURTS POTATO CHIPS LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012****2. TURNOVER**

A geographical analysis of turnover is as follows

	2012 £	2011 £
United Kingdom	11,940,505	10,830,098
European Union	927,018	1,322,829
	<u>12,867,523</u>	<u>12,152,927</u>

Included in turnover in the prior year is £662,028 (2012 £NIL) relating to discontinued operations

3. ANALYSIS OF OPERATING PROFIT/(LOSS)

	2012		2011
	Continuing £	Discontinued £	Continuing £
Turnover	12,867,523	-	11,490,899
Cost of sales	(9,323,481)	-	(8,814,860)
Gross profit	3,544,042	-	2,676,039
Administrative expenses	(3,415,003)	-	(3,200,408)
	<u>129,039</u>	<u>-</u>	<u>(524,369)</u>
			<u>(406,161)</u>

The discontinued operations relate to the initiative the company undertook in the Netherlands

4. OPERATING PROFIT/(LOSS)

The operating profit/(loss) is stated after charging

	2012 £	2011 £
Depreciation of tangible fixed assets		
- owned by the company	429,001	347,037
Auditors' remuneration	6,000	6,000
Operating lease rentals		
- other operating leases	333,147	324,328
	<u>768,148</u>	<u>677,365</u>

BURTS POTATO CHIPS LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012****5 STAFF COSTS**

Staff costs, including directors' remuneration, were as follows

	2012 £	2011 £
Wages and salaries	2,571,554	2,072,687
Social security costs	26,916	31,629
Other pension costs	56,224	44,916
	<u>2,654,694</u>	<u>2,149,232</u>

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

	2012 No	2011 No
Directors	3	3
Production	55	51
Distribution	6	10
Admin	14	21
	<u>78</u>	<u>85</u>

6. DIRECTORS' REMUNERATION

	2012 £	2011 £
Emoluments	<u>403,863</u>	<u>260,095</u>

The highest paid director received remuneration of £136,241 (2011 £100,000)

7. INTEREST PAYABLE

	2012 £	2011 £
On bank loans and overdrafts	-	49
On other loans	-	19,282
On finance leases and hire purchase contracts	67,794	89,225
Interest payable to shareholders	37,078	5,481
	<u>104,872</u>	<u>114,037</u>

BURTS POTATO CHIPS LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012****8. EXCEPTIONAL ITEMS**

	2012 £	2011 £
Compensation for loss of office	-	289,000
Financial reward	(104,017)	-
	<u>(104,017)</u>	<u>289,000</u>

The redundancy costs represents a change of senior management and direction

The financial reward was given to the company as a Regional Winner of HSBC Business Thinking Awards

9. INTANGIBLE FIXED ASSETS

	Website £	Goodwill £	Total £
COST			
At 1 January 2012	-	213,000	213,000
Additions	18,550	-	18,550
At 31 December 2012	<u>18,550</u>	<u>213,000</u>	<u>231,550</u>
AMORTISATION			
At 1 January 2012 and 31 December 2012	<u>-</u>	<u>213,000</u>	<u>213,000</u>
NET BOOK VALUE			
At 31 December 2012	<u>18,550</u>	<u>-</u>	<u>18,550</u>
At 31 December 2011	<u>-</u>	<u>-</u>	<u>-</u>

BURTS POTATO CHIPS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

10 TANGIBLE FIXED ASSETS

	L/Term Leasehold Property £	Plant and machinery £	Office equipment £	Computer equipment £	Total £
COST					
At 1 January 2012	467,319	3,287,016	62,904	202,756	4,019,995
Additions	4,808	310,677	9,285	131,131	455,901
Disposals	-	-	-	(26,579)	(26,579)
At 31 December 2012	472,127	3,597,693	72,189	307,308	4,449,317
DEPRECIATION					
At 1 January 2012	145,784	969,316	25,329	135,623	1,276,052
Charge for the year	32,386	360,675	3,758	32,182	429,001
On disposals	-	-	-	(5,566)	(5,566)
At 31 December 2012	178,170	1,329,991	29,087	162,239	1,699,487
NET BOOK VALUE					
At 31 December 2012	293,957	2,267,702	43,102	145,069	2,749,830
At 31 December 2011	321,535	2,317,700	37,575	67,133	2,743,943

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows

	2012 £	2011 £
Land and buildings	-	11,701
Plant and machinery	471,365	903,992
Office equipment	-	7,139
Computer equipment	-	7,455
	471,365	930,287

11 STOCKS

	2012 £	2011 £
Raw materials	378,830	650,947
Finished goods and goods for resale	244,318	397,351
	623,148	1,048,298

BURTS POTATO CHIPS LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012****12. DEBTORS**

	2012 £	2011 £
Trade debtors	2,735,307	2,793,181
Directors' loan account	-	7,005
Other debtors	737	405
Prepayments and accrued income	141,704	154,571
Deferred tax asset (see note 15)	474,105	-
	<u>3,351,853</u>	<u>2,955,162</u>

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

	2012 £	2011 £
Bank loans and overdrafts	1,721,709	2,182,598
Net obligations under finance leases and hire purchase contracts	150,666	156,312
Trade creditors	1,213,067	1,519,202
Amounts owed to shareholders	500,000	300,000
Social security and other taxes	511,295	242,998
Directors' loan account	-	1,310
Other creditors	35,769	103,968
Accruals and deferred income	466,051	654,647
	<u>4,598,557</u>	<u>5,161,035</u>

The following liabilities disclosed are secured by the company

Bank loans and overdrafts	£1,721,709	(2011 £2,182,598)
Hire purchase and finance lease agreements	£150,666	(2011 £156,312)

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

	2012 £	2011 £
Bank loans	544,135	733,418
Net obligations under finance leases and hire purchase contracts	275,007	425,493
Amounts owed to group undertakings	3,577,909	3,032,551
	<u>4,397,051</u>	<u>4,191,462</u>

BURTS POTATO CHIPS LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012****14. CREDITORS:
AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR (continued)**

Obligations under finance leases and hire purchase contracts, included above, are payable as follows

	2012 £	2011 £
Between one and five years	<u>275,007</u>	<u>425,493</u>

The following liabilities disclosed are secured by the company

Bank loans and overdrafts	£544,135	(2011 £733,418)
Hire purchase and finance lease agreements	£275,007	(2011 £425,493)

15. DEFERRED TAXATION

	2012 £	2011 £
At beginning of year	-	-
Released during year	<u>474,105</u>	-
At end of year	<u>474,105</u>	-

The deferred taxation balance is made up as follows

	2012 £	2011 £
Tax losses carried forward	<u>474,105</u>	-

16 SHARE CAPITAL

	2012 £	2011 £
ALLOTTED, CALLED UP AND FULLY PAID		
75 Ordinary A shares of £1 each	75	75
25 Ordinary B shares of £1 each	25	25
	<u>100</u>	<u>100</u>

BURTS POTATO CHIPS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

17 RESERVES

	Share premium account £	Profit and loss account £
At 1 January 2012	292,324	(2,875,191)
Profit for the year		602,289
	<u>292,324</u>	<u>(2,272,902)</u>
At 31 December 2012		

18. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' DEFICIT

	2012 £	2011 £
Opening shareholders' deficit	(2,582,767)	(1,538,200)
Profit/(loss) for the year	602,289	(1,044,567)
	<u>(1,980,478)</u>	<u>(2,582,767)</u>
Closing shareholders' deficit		

19 CAPITAL COMMITMENTS

At 31 December 2012 the company had capital commitments as follows

	2012 £	2011 £
Contracted for but not provided in these financial statements	278,200	-

20. PENSION COMMITMENTS

During the year the company operated a defined contribution pension scheme. The charge for the year was £56,224 (2011 £44,916). At 31 December 2012, the company owed £6,257 (2011 £7,873) to the pension fund.

21. OPERATING LEASE COMMITMENTS

At 31 December 2012 the company had annual commitments under non-cancellable operating leases as follows

	Land and buildings		Other	
	2012 £	2011 £	2012 £	2011 £
EXPIRY DATE:				
Within 1 year	-	-	10,171	487
Between 2 and 5 years	-	-	52,246	5,999
After more than 5 years	309,953	299,198	-	-

BURTS POTATO CHIPS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

22. DIRECTORS' BENEFITS: ADVANCES, CREDIT AND GUARANTEES

At 31 December 2012, N Hurst (director) owed the company £NIL (2011 £7,005) This amount is included in debtors The maximum overdrawn balance owed by N Hurst to the company in the year was £8,808 (2011 £7,005)

23. RELATED PARTY TRANSACTIONS

At 31 December 2012, the company owed J White (a former director) £1,310 (2011 £1,310) This amount is included in creditors

As the company is a wholly owned subsidiary of Burts Chips Limited (formerly known as Canopus Investments Limited), the company has taken advantage of the exemption contained in FRS 8 not to disclose transactions or balances with entities which form part of the group The group accounts of Burts Chips Limited (formerly known as Canopus Investments Limited), within which this company is included, are filed at the Registrar of Companies, Companies House, Crown Way, Cardiff, CF14 3UZ

24. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The company is a 100% subsidiary of Burts Chips Limited (formerly known as Canopus Investments Limited), a company controlled by Andrea Holdings SA, a company incorporated in Panama