

Registered number: 03917552

I & A Restaurants Limited
AUDITED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2017

Prepared By:
Gallaghers
Chartered Accountants
33a High Street
Stony Stratford
Milton Keynes
Bucks
MK11 1AA

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13/07/2018 #206
COMPANIES HOUSE

I & A Restaurants Limited
ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2017

DIRECTORS

I Anilmis
Mrs A-M Anilmis

SECRETARY

A Anilmis

REGISTERED OFFICE

34 The Parade
Leamington Spa
Warwickshire
CV32 4DN

COMPANY DETAILS

Private company limited by shares registered in EW - England and Wales, registered number 03917552

AUDITORS

Gallaghers
Chartered Accountants
33a High Street
Stony Stratford
Milton Keynes
Bucks
MK11 1AA

I & A Restaurants Limited
ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2017

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I & A Restaurants Limited

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2017**

The directors present their report, strategic report and audited accounts for the year ended 31 December 2017

DIRECTORS

The directors who served during the year were as follows:

I Anilmis
Mrs A-M Anilmis

DIVIDENDS

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

The directors recommend that a dividend of £1,115,000 (2016: £1,120,000) be paid for the year.

STATEMENT OF DIRECTORS RESPONSIBILITIES

The directors are responsible for preparing the Directors' Report, Strategic 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 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 judgements 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 to 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.

DISCLOSURE OF INFORMATION TO AUDITORS

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware, and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

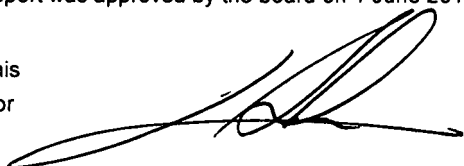
I & A Restaurants Limited
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2017

AUDITORS

During the period, Gallaghers acted as auditor to the company. A resolution to reappoint Gallaghers will be put to the forthcoming Annual General Meeting.

This report was approved by the board on 1 June 2018

I Anilmis
Director

A handwritten signature in black ink, appearing to be 'I Anilmis', written over a horizontal line.

I & A Restaurants Limited

**FOR THE YEAR ENDED 31 DECEMBER 2017
STRATEGIC REPORT**

REVIEW OF BUSINESS

The company's business continues to expand along with the McDonalds brand which has resulted in increased sales across McDonalds UK restaurants. Our position at 31 December 2017 was one of realistic expectation of continued sales growth.

DEVELOPMENT AND FINANCIAL PERFORMANCE DURING THE YEAR

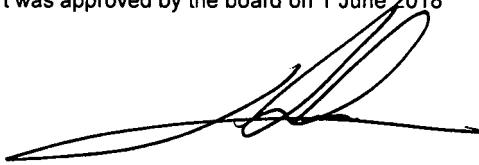
The company increased its turnover and so this has resulted in an increase in percentage terms in its profitability since less food wastage occurs with higher sales volume.

PRINCIPAL RISKS AND UNCERTAINTIES

The risks and uncertainties are those associated with any perceived recessionary period, when consumer confidence and willingness to spend is difficult to gauge. However, market research and historical information indicates that the public continue to spend on fast food during these times.

This report was approved by the board on 1 June 2018

I Anilmis
Director

A handwritten signature in black ink, appearing to be 'I Anilmis', written over a horizontal line.

I & A Restaurants Limited

FOR THE YEAR ENDED 31 DECEMBER 2017

AUDITORS' REPORT

INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF I & A RESTAURANTS LIMITED

OPINION

We have audited the financial statements of I & A Restaurants Limited for the year ended 31 December 2017 which comprise the Statement of Comprehensive Income, Statement of Changes in Equity, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (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 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2017, 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.

CONCLUSIONS RELATING TO GOING CONCERN

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

OTHER INFORMATION

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

I & A Restaurants Limited

FOR THE YEAR ENDED 31 DECEMBER 2017

AUDITORS' REPORT

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

OPINIONS ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion, based on the work undertaken in the course of the audit:

- 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; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and the directors' report.

We have nothing to report in respect of the following matters in relation to which 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.

RESPONSIBILITIES OF DIRECTORS

As explained more fully in the directors' responsibilities statement reement undertaken.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so

I & A Restaurants Limited
FOR THE YEAR ENDED 31 DECEMBER 2017
AUDITORS' REPORT

AUDITORS RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:


- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

I & A Restaurants Limited

FOR THE YEAR ENDED 31 DECEMBER 2017

AUDITORS' REPORT

Signature: 

J J Gallagher (Senior Statutory Auditor)
For and on behalf of Gallaghers

33a High Street

Stony Stratford

Milton Keynes

1 June 2018

I & A Restaurants Limited
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2017

	Notes	2017 £	2016 £
TURNOVER	2	29,286,399	25,829,887
Cost of sales		(17,443,959)	(14,988,472)
GROSS PROFIT		11,842,440	10,841,415
Distribution costs and selling expenses		(1,513,401)	(1,347,565)
Administrative expenses		(9,479,356)	(8,025,482)
OPERATING PROFIT		849,683	1,468,368
Interest receivable and similar income	4	-	1,242
Interest payable and similar charges	5	(99,335)	(88,944)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	6	750,348	1,380,666
Tax on profit on ordinary activities	9	(140,104)	(274,896)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u>610,244</u>	<u>1,105,770</u>

I & A Restaurants Limited
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2017

	Share Capital	Share Premium	Profit and Loss Account	Total
	£	£	£	£
At 1 January 2016	100	-	1,223,685	1,223,785
Profit and total comprehensive income for the year			1,105,770	1,105,770
Dividends Paid			(1,120,000)	(1,120,000)
At 31 December 2016	<u>100</u>	<u>-</u>	<u>1,209,455</u>	<u>1,209,555</u>
Profit and total comprehensive income for the year			610,244	610,244
Dividends Paid			(1,115,000)	(1,115,000)
At 31 December 2017	<u>100</u>	<u>-</u>	<u>704,699</u>	<u>704,799</u>

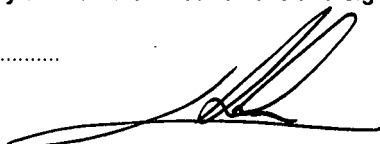
I & A Restaurants Limited
BALANCE SHEET AT 31 DECEMBER 2017

	Notes	2017 £	2016 £
FIXED ASSETS			
Intangible assets	11	2,991,790	3,278,734
Tangible assets	12	<u>6,517,692</u>	<u>4,885,983</u>
		9,509,482	8,164,717
CURRENT ASSETS			
Stock		132,416	116,444
Debtors	14	163,473	150,146
Cash at bank and in hand		<u>854,969</u>	<u>1,025,772</u>
		1,150,858	1,292,362
CREDITORS: Amounts falling due within one year	15	<u>4,264,281</u>	<u>3,290,379</u>
NET CURRENT LIABILITIES		(3,113,423)	(1,998,017)
TOTAL ASSETS LESS CURRENT LIABILITIES		6,396,059	6,166,700
CREDITORS: Amounts falling due after more than one year	16	5,208,428	4,510,000
PROVISIONS FOR LIABILITIES AND CHARGES	17	<u>482,832</u>	<u>447,145</u>
NET ASSETS		<u>704,799</u>	<u>1,209,555</u>
CAPITAL AND RESERVES			
Called up share capital	19	100	100
Profit and loss account	20	<u>704,699</u>	<u>1,209,455</u>
SHAREHOLDERS' FUNDS		<u>704,799</u>	<u>1,209,555</u>

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Approved by the board on 1 June 2018 and signed on their behalf by

.....
I Anilmis
Director



I & A Restaurants Limited
CASH FLOW FOR THE YEAR ENDED 31 DECEMBER 2017

Notes	2017 £	2016 £
Cash flows from operating activities		
Profit before tax from continuing operations:	750,348	1,380,666
Adjustments for:		
Finance costs	182,044	155,307
Depreciation and amortisation	1,071,388	687,223
Impairment loss on goodwill	0	0
Profit on disposal of property, plant and equipment	4,245	-
	<u>2,008,025</u>	<u>2,223,196</u>
Movements in working capital		
Increase in inventories	(15,972)	(6,306)
Increase in amounts due from director	(1,241)	(408)
(Increase) / Decrease in trade and other receivables	(13,327)	43,638
Increase / (Decrease) in trade and other payables	859,477	(341,905)
Cash generated by operations	2,836,962	1,918,215
Interest paid	(99,335)	(88,944)
Income taxes paid	(228,751)	-
Net cash generated by operating activities	<u>2,508,876</u>	<u>1,829,271</u>
Cash flows from investing activities		
Proceeds from sale of tangible assets	7,800	-
Payments to acquire tangible assets	(2,428,198)	(1,403,577)
Net cash generated by investing activities	<u>(2,420,398)</u>	<u>(1,403,577)</u>
Cash flows from financing activities		
Repayment of bank borrowing	(1,576,667)	(6,043,602)
Proceeds from bank borrowings	2,515,095	6,570,000
Equity dividends paid	(1,115,000)	(1,120,000)
Finance charges	(82,709)	(66,363)
Net cash outflow from financing	<u>(259,281)</u>	<u>(659,965)</u>
DECREASE IN CASH	<u>(170,803)</u>	<u>(234,271)</u>
Balance at 1 January 2017	1,025,772	1,260,043
Balance at 31 December 2017	<u>854,969</u>	<u>1,025,772</u>
Cash and cash equivalents consist of		
Cash at bank and in hand	854,969	1,025,772
Balance at 31 December 2017	<u>854,969</u>	<u>1,025,772</u>

I & A Restaurants Limited
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2017

1. ACCOUNTING POLICIES

1a. Basis Of Accounting FRS

The financial statements have been prepared in accordance with applicable accounting standards including Financial Reporting Standard 102 The Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006. The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value.

The financial statements are presented in sterling which is the functional currency of the company.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

1b. Fixed assets and depreciation

Fixed assets are carried in the balance sheet at cost or valuation less accumulated depreciation.

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives:

Long Leasehold Properties	straight line 5 %
Plant And Machinery	straight line 10 %
Motor Cars	reducing balance 25 %

1c. Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell (net realisable value). Costs, which comprise direct production costs, are based on the method most appropriate to the type of inventory class, but usually on a first-in-first-out basis. Overheads are charged to profit or loss as incurred. Net realisable value is based on the estimated selling price less any estimated completion or selling costs.

When stocks are sold, the carrying amount of those stocks is recognised as an expense in the period in which the related revenue is recognised. The amount of any write-down of stocks to net realisable value and all losses of stocks are recognised as an expense in the period in which the write-down or loss occurs. The amount of any reversal of any write-down of stocks is recognised as a reduction in the amount of stocks recognised as an expense in the period in which the reversal occurs.

1d. Taxation

Corporation tax payable is provided on taxable profits at the current rates.

Provision is made for deferred taxation in so far as a liability or asset has arisen as a result of transactions that had occurred by the balance sheet date and have given rise to an obligation to pay more tax in the future, or the right to pay less tax in the future. An asset has not been recognised to the extent that the transfer of economic benefits in the future is uncertain. Deferred tax assets and liabilities recognised have not been discounted.

I & A Restaurants Limited

1e. Turnover

The company's principal activity is restaurant operator.

Turnover represents the amounts (less value added tax) derived from the provision of goods sold to customers during the year.

Revenue is recognised when the company becomes entitled to it.

1f. Goodwill

Goodwill arising in connection with the acquisition of businesses is capitalised and amortised on a straight line basis over its useful life. The period chosen for writing off goodwill is based on the length of the franchise agreement undertaken. Goodwill is reviewed annually for impairment if events or changes in circumstances indicate that the carrying value may not be recoverable.

2. TURNOVER

The turnover and pre-tax result is attributable to Restaurant Operator.

	2017	2016
	£	£
Sales	29,286,399	25,829,887
	<u>29,286,399</u>	<u>25,829,887</u>

3. OTHER OPERATING EXPENSES

	2017	2016
	£	£
Selling and marketing costs	1,513,401	1,347,565
Administrative expenses	8,403,723	7,338,259
Costs relating to the purchase, use, and disposal of assets	<u>1,075,633</u>	<u>687,223</u>
	<u>10,992,757</u>	<u>9,373,047</u>

4. INTEREST RECEIVABLE AND OTHER SIMILAR INCOME

	2017	2016
	£	£
Other interest receivable	-	1,242
	<u>-</u>	<u>1,242</u>

5. INTEREST PAYABLE AND SIMILAR CHARGES

	2017	2016
	£	£
Interest on loans repayable within 5 years	<u>99,335</u>	<u>88,944</u>
	<u>99,335</u>	<u>88,944</u>

I & A Restaurants Limited

6. OPERATING PROFIT

	2017	2016
	£	£
Operating Profit is stated after charging:		
Amortisation of goodwill	286,944	286,944
Depreciation	784,444	400,279
Auditors' remuneration	4,000	4,000
Directors' remuneration	14,002	14,000
	<u>1,089,390</u>	<u>705,223</u>

7. DIRECTORS AND EMPLOYEES

Particulars of employees (including directors) are shown below:

Employee costs during the year amounted to:

	2017	2016
	£	£
Wages and salaries	8,102,597	6,875,604
Social security costs	486,078	283,471
	<u>8,588,675</u>	<u>7,159,075</u>

The average weekly numbers of employees during the year were as follows:

	2017	2016
	No.	No.
Management, administration and production	862	790
	<u>862</u>	<u>790</u>

8. DIRECTORS REMUNERATION

	2017	2016
	£	£
Total remuneration	<u>14,002</u>	<u>14,000</u>

I & A Restaurants Limited

9. TAX ON ORDINARY ACTIVITIES

	2017	2016
	£	£
Corporation tax	104,417	228,751
Deferred taxation	35,687	46,145
	<u>140,104</u>	<u>274,896</u>

The tax assessed for the period is different than the effective rate of corporation tax in the UK (19%). The differences are explained below.

	2017	2016
	£	£
Profit on Ordinary Activities	750,348	1,380,666
Profit on Ordinary Activities multiplied by 19%	142,566	276,133
Effects Of:		
Depreciation for period in excess of capital allowances	(2,462)	(1,237)
Current tax charge for the period	<u>140,104</u>	<u>274,896</u>

10. DIVIDENDS

	2017	2016
	£	£
Ordinary dividends:		
Final paid	<u>1,115,000</u>	<u>1,120,000</u>
	<u>1,115,000</u>	<u>1,120,000</u>

I & A Restaurants Limited

11. INTANGIBLE FIXED ASSETS

	Purchased Goodwill £	Total £
Cost		
At 1 January 2017	4,488,966	4,488,966
At 31 December 2017	4,488,966	4,488,966
Depreciation		
At 1 January 2017	1,210,232	1,210,232
For the year	286,944	286,944
At 31 December 2017	1,497,176	1,497,176
Net Book Amounts		
At 31 December 2017	2,991,790	2,991,790
At 31 December 2016	3,278,734	3,278,734

Goodwill arising in connection with the acquisition of businesses is capitalised and amortised on a straight line basis over its useful life. The period chosen for writing off goodwill is based on the length of the franchise agreement undertaken.

12. TANGIBLE FIXED ASSETS

	Long Leasehold Properties £	Plant and Machinery £	Motor Cars £	Total £
Cost				
At 1 January 2017	621,821	6,604,339	65,724	7,291,884
Additions	323,263	1,966,882	138,053	2,428,198
Disposals	-	-	(46,247)	(46,247)
At 31 December 2017	945,084	8,571,221	157,530	9,673,835
Depreciation				
At 1 January 2017	31,091	2,344,574	30,236	2,405,901
Disposals	-	-	(34,202)	(34,202)
For the year	47,254	721,056	16,134	784,444
At 31 December 2017	78,345	3,065,630	12,168	3,156,143
Net Book Amounts				
At 31 December 2017	866,739	5,505,591	145,362	6,517,692
At 31 December 2016	590,730	4,259,765	35,488	4,885,983

13. STOCK

	2017 £	2016 £
Stock comprises:		
Stock	132,416	116,444
	<u>132,416</u>	<u>116,444</u>

I & A Restaurants Limited

14. DEBTORS

2017
£

2016
£

Amounts falling due within one year

Trade debtors	1,051	933
Other debtors	10,000	10,000
Prepayments	152,422	139,213
	<u>163,473</u>	<u>150,146</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

2017
£

2016
£

UK corporation tax	104,417	228,751
VAT	565,653	477,196
PAYE control	60,425	48,636
Salaries and wages control	12,003	10,327
Directors current account	67	1,308
Bank Loan	1,680,000	1,440,000
Trade creditors	1,525,522	773,416
Accruals	316,194	310,745
	<u>4,264,281</u>	<u>3,290,379</u>

The bank loans are repayable by instalment over a 5 year term and subject to interest at 1.2% over the Bank of England base rate.

16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

2017
£

2016
£

Bank loans (unsecured) >1yr	5,208,428	4,510,000
	<u>5,208,428</u>	<u>4,510,000</u>

The bank loans are subject to interest at 1.2% over the Bank of England base rate. The loans are fully repayable by instalment between 1 and 5 years

17. PROVISIONS FOR LIABILITIES

2017
£

2016
£

Deferred taxation	482,832	447,145
	<u>482,832</u>	<u>447,145</u>

I & A Restaurants Limited

18. DEFERRED TAXATION

	2017	2016
	£	£
Provision at the start of the period	(447,145)	(401,000)
Deferred tax charge in profit and loss account due to:		
Deferred taxation	<u>(35,687)</u>	<u>(46,145)</u>
Provision at the end of the period	<u>(482,832)</u>	<u>(447,145)</u>
Deferred tax relates to accelerated capital allowances.		

19. SHARE CAPITAL

	2017	2016
	£	£
Allotted, issued and fully paid:		
100 Ordinary shares of £ 1 each	<u>100</u>	<u>100</u>
	<u>100</u>	<u>100</u>

20. PROFIT AND LOSS RESERVE

	2017	2016
	£	£
Opening balance	1,209,455	1,223,685
Profit for the year	610,244	1,105,770
Final dividends	<u>(1,115,000)</u>	<u>(1,120,000)</u>
	<u>704,699</u>	<u>1,209,455</u>

21. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2017	2016
	£	£
Opening shareholders' funds	1,209,555	1,223,785
Profit for the year	610,244	1,105,770
Dividends paid	<u>(1,115,000)</u>	<u>(1,120,000)</u>
Closing shareholders' funds	<u>704,799</u>	<u>1,209,555</u>

22. RELATED PARTY TRANSACTIONS

Mr I Anilmis and his wife Mrs A-M Anilmis are both directors of the company and own 100% of the ordinary share capital . Any loans made to the directors during the year were unsecured, interest free and all repaid in full.

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23. FINANCIAL COMMITMENTS

Total financial commitments, guarantees and contingencies which are not included in the balance sheet:

Rent payable by each restaurant is based as a percentage of sales. . These amounts can not be forecast.

The terms of the each franchise agreement generally includes a 20 year operating lease for rent.

24. CONTROLLING PARTY

In the opinion of the directors the ultimate controlling party of the company is Mr I Anilmis by virtue of his majority shareholding and control of the company.