

KRAM RESTAURANTS LIMITED
ABBREVIATED ACCOUNTS
30 NOVEMBER 2012



PENROSE & CO
Chartered Certified Accountants & Statutory Auditor
Suite1 Excelsior House
3 - 5 Balfour Road
Ilford
Essex
IG1 4HP

KRAM RESTAURANTS LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 30 NOVEMBER 2012

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KRAM RESTAURANTS LIMITED
INDEPENDENT AUDITOR'S REPORT TO KRAM RESTAURANTS
LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts, together with the financial statements of Kram Restaurants Limited for the year ended 30 November 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 work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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 work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTOR AND AUDITOR

The director is responsible for preparing the abbreviated accounts in accordance with Section 444 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 to be delivered are properly prepared.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

Suite1 Excelsior House
3 - 5 Balfour Road
Ilford
Essex
IG1 4HP

26 July 2013

ROSEMIN FAROUK SHAMSUDIN (Senior
Statutory Auditor)
For and on behalf of
PENROSE & CO
Chartered Certified Accountants
& Statutory Auditor

KRAM RESTAURANTS LIMITED

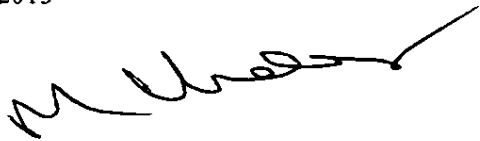
ABBREVIATED BALANCE SHEET

30 NOVEMBER 2012

	Note	2012 £	2011 £
FIXED ASSETS	2		
Intangible assets		256,332	284,432
Tangible assets		<u>1,838,445</u>	<u>2,001,933</u>
		<u>2,094,777</u>	<u>2,286,365</u>
CURRENT ASSETS			
Stocks		35,026	32,859
Debtors		57,023	55,358
Cash at bank and in hand		<u>1,084,940</u>	<u>726,434</u>
		<u>1,176,989</u>	<u>814,651</u>
CREDITORS: Amounts falling due within one year		<u>553,462</u>	<u>505,127</u>
NET CURRENT ASSETS		<u>623,527</u>	<u>309,524</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,718,304</u>	<u>2,595,889</u>
CREDITORS: Amounts falling due after more than one year	3	1,000,000	1,000,000
PROVISIONS FOR LIABILITIES		<u>80,414</u>	<u>86,583</u>
		<u>1,637,890</u>	<u>1,509,306</u>
CAPITAL AND RESERVES			
Called-up equity share capital	5	1,000	1,000
Profit and loss account		<u>1,636,890</u>	<u>1,508,306</u>
SHAREHOLDERS' FUNDS		<u>1,637,890</u>	<u>1,509,306</u>

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

These abbreviated accounts were approved and signed by the director and authorised for issue on 26 July 2013



MR E M M HODDING
Director

Company Registration Number 05165526

The notes on pages 3 to 6 form part of these abbreviated accounts

KRAM RESTAURANTS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 NOVEMBER 2012

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion

Goodwill

Positive purchased goodwill arising on acquisitions is capitalised, classified as an asset on the Balance Sheet and amortised over its estimated useful life up to a maximum of 20 years. This length of time is presumed to be the maximum useful life of purchased goodwill because it is difficult to make projections beyond this period. Goodwill is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Goodwill	-	over a term of twenty years
Franchise fees	-	over a term of ten years

Fixed assets

All fixed assets are initially recorded at cost

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Leasehold Property	-	over the term of the leases
Furniture & Fixtures	-	15% of written down value
Equipment	-	15% of written down value

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

KRAM RESTAURANTS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 NOVEMBER 2012

1. ACCOUNTING POLICIES *(continued)*

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

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 have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the director considers that it is 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 is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either 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.

KRAM RESTAURANTS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 NOVEMBER 2012

2. FIXED ASSETS

	Intangible Assets £	Tangible Assets £	Total £
COST			
At 1 December 2011	451,024	2,808,343	3,259,367
Additions	—	76,201	76,201
At 30 November 2012	<u>451,024</u>	<u>2,884,544</u>	<u>3,335,568</u>
DEPRECIATION			
At 1 December 2011	166,592	806,410	973,002
Charge for year	28,100	239,689	267,789
At 30 November 2012	<u>194,692</u>	<u>1,046,099</u>	<u>1,240,791</u>
NET BOOK VALUE			
At 30 November 2012	<u>256,332</u>	<u>1,838,445</u>	<u>2,094,777</u>
At 30 November 2011	<u>284,432</u>	<u>2,001,933</u>	<u>2,286,365</u>

3. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company

	2012 £	2011 £
Bank loans and overdrafts	<u>500,000</u>	<u>500,000</u>

4. RELATED PARTY TRANSACTIONS

Control -

The company was under the control of Mr M Hodding throughout the current and previous year. Mr M Hodding is the managing director and is personally interested in 60% of the company's issued share capital. In addition, his wife controls a further 20% of the company's issued share capital.

Transactions -

1 Management fees of £248,000 (2011- £172,500) are payable to Hazmark Investments Limited, a company in which Mr M Hodding is a director and together with members of his family control 100% of the issued share capital.

2 As at the balance sheet date, Other creditors due after more than one year represents loan of £500,000 from Hazmark Investments Limited. The loan is for a term of two years. Interest is to be paid at a rate of 4.5% over base rate.

KRAM RESTAURANTS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 NOVEMBER 2012

5. SHARE CAPITAL

Authorised share capital:

	2012	2011
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

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