

Company Registration No. 05280297 (England and Wales)

ENTRECOTE (OPERATIONS) LTD
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019
PAGES FOR FILING WITH REGISTRAR

ENTRECOTE (OPERATIONS) LTD

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ENTRECOTE (OPERATIONS) LTD

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2019

The directors present their annual report and financial statements for the year ended 31 December 2019.

Principal activities

The principal activity of the company is to be that of a restaurant.

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Mr M Elghanayan
Mr S Mokhtarzadeh
Mr J Shashou

Going concern

The Directors have considered whether it is appropriate to prepare the Company financial statements on a going concern basis.

In doing so, the Directors have considered the operation of the Company and prepared cash flow forecasts to ascertain whether the Company can meet its obligations as they fall due for at least twelve months from the date of approval of the financial statements.

In this forecast, the Directors have taken account of the implications of COVID-19 which could impact the future.

The Directors therefore have a reasonable expectation the Company has adequate resources to meet its liabilities as they fall due for at least twelve months from the date of approval of the financial statements and consequently have adopted the going concern basis of accounting in preparing the non-statutory accounts.

Auditor

SPW (UK) LLP were appointed auditor to the company and in accordance with section 485 of the Companies Act 2006, a resolution proposing that they be re-appointed will be put at a General Meeting.

Statement of directors' responsibilities

The directors are responsible for preparing the annual 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 judgements and accounting estimates that are reasonable and prudent;
- 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.

ENTRECOTE (OPERATIONS) LTD

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

Statement of disclosure to auditor

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information of which the company's auditor is unaware. Additionally, the directors individually have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditor is aware of that information.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

On behalf of the board

Mr M Elghanayan

Director

10 December 2020

ENTRECOTE (OPERATIONS) LTD

INDEPENDENT AUDITOR'S REPORT TO ENTRECOTE (OPERATIONS) LTD UNDER SECTION 449 OF THE COMPANIES ACT 2006

Opinion

We have audited the financial statements of Entrecote (Operations) Ltd (the 'company') for the year ended 31 December 2019 which comprise the profit and loss account, the balance sheet, the statement of changes in equity 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 FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2019 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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.

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 our audit:

- the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

ENTRECOTE (OPERATIONS) LTD

INDEPENDENT AUDITOR'S REPORT TO ENTRECOTE (OPERATIONS) LTD (CONTINUED)

UNDER SECTION 449 OF THE COMPANIES ACT 2006

Matters on which we are required to report by exception

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

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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

Responsibilities of directors

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, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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.

Auditor's 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

ENTRECOTE (OPERATIONS) LTD

INDEPENDENT AUDITOR'S REPORT TO ENTRECOTE (OPERATIONS) LTD (CONTINUED)

UNDER SECTION 449 OF THE COMPANIES ACT 2006

Use of our report

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.

Paul Winter (Senior Statutory Auditor)
for and on behalf of SPW (UK) LLP

10 December 2020

Chartered Accountants
Statutory Auditor

Gable House
239 Regents Park Road
London
N3 3LF

ENTRECOTE (OPERATIONS) LTD

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2019

	Notes	2019 £	2018 £
Turnover	3	8,852,888	8,255,891
Cost of sales		(2,875,497)	(2,756,705)
Gross profit		5,977,391	5,499,186
Administrative expenses		(4,689,558)	(4,496,006)
Operating profit	4	1,287,833	1,003,180
Interest payable and similar expenses	7	(8,125)	(14,861)
Profit before taxation		1,279,708	988,319
Tax on profit	8	(183,047)	(165,570)
Profit for the financial year		1,096,661	822,749

The profit and loss account has been prepared on the basis that all operations are continuing operations.

ENTRECOTE (OPERATIONS) LTD

BALANCE SHEET

AS AT 31 DECEMBER 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Tangible assets	9		408,691		342,679
Current assets					
Stocks	10	116,895		64,303	
Debtors	11	3,765,947		3,729,512	
Cash at bank and in hand		830,340		869,672	
		<u>4,713,182</u>		<u>4,663,487</u>	
Creditors: amounts falling due within one year	12	<u>(1,778,603)</u>		<u>(1,230,443)</u>	
Net current assets			<u>2,934,579</u>		<u>3,433,044</u>
Total assets less current liabilities			<u>3,343,270</u>		<u>3,775,723</u>
Creditors: amounts falling due after more than one year	13		(192,500)		(292,500)
Provisions for liabilities	15		<u>(25,593)</u>		<u>(6,505)</u>
Net assets			<u><u>3,125,177</u></u>		<u><u>3,476,718</u></u>
Capital and reserves					
Called up share capital	17		1		1
Profit and loss reserves			<u>3,125,176</u>		<u>3,476,717</u>
Total equity			<u><u>3,125,177</u></u>		<u><u>3,476,718</u></u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the board of directors and authorised for issue on 10 December 2020 and are signed on its behalf by:

Mr M Elghanayan
Director

Mr S Mokhtarzadeh
Director

Company Registration No. 05280297

ENTRECOTE (OPERATIONS) LTD

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2019

	Share capital	Profit and loss reserves	Total
Notes	£	£	£
Balance at 1 January 2018	1	3,317,161	3,317,162
Year ended 31 December 2018:			
Profit and total comprehensive income for the year	-	822,749	822,749
Dividends	-	(663,193)	(663,193)
Balance at 31 December 2018	1	3,476,717	3,476,718
Year ended 31 December 2019:			
Profit and total comprehensive income for the year	-	1,096,661	1,096,661
Dividends	-	(1,448,202)	(1,448,202)
Balance at 31 December 2019	1	3,125,176	3,125,177

ENTRECOTE (OPERATIONS) LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

Company information

Entrecote (Operations) Ltd is a private company limited by shares incorporated in England and Wales. The registered office is , Gable House, 239 Regents Park Road, London, N3 3LF.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

When cash inflows are deferred and represent a financing arrangement, the fair value of the consideration is the present value of the future receipts. The difference between the fair value of the consideration and the nominal amount received is recognised as interest income.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings Leasehold	over the term of the lease
Plant and machinery	25% Straight line method
Fixtures, fittings & equipment	25% Straight line method

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

ENTRECOTE (OPERATIONS) LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

1.5 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

1.6 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.7 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.8 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

ENTRECOTE (OPERATIONS) LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.9 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.10 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

1.11 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

ENTRECOTE (OPERATIONS) LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

1.12 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Turnover and other revenue

An analysis of the company's turnover is as follows:

	2019	2018
	£	£
Turnover analysed by class of business		
Sales of goods	8,852,888	8,255,891

	2019	2018
	£	£
Turnover analysed by geographical market		
United Kingdom	8,852,888	8,255,891

4 Operating profit

	2019	2018
	£	£
Operating profit for the year is stated after charging:		
Exchange differences apart from those arising on financial instruments measured at fair value through profit or loss	1,933	-
Depreciation of owned tangible fixed assets	133,494	128,723
Operating lease charges	1,052,629	1,115,468

ENTRECOTE (OPERATIONS) LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

5 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2019 Number	2018 Number
Office & Management	15	15
Production & Sales	86	85
Total	101	100

Their aggregate remuneration comprised:

	2019 £	2018 £
Wages and salaries	1,642,451	1,444,260
Social security costs	151,831	142,563
	1,794,282	1,586,823

6 Directors' remuneration

	2019 £	2018 £
Remuneration for qualifying services	94,178	77,125

7 Interest payable and similar expenses

	2019 £	2018 £
Other interest on financial liabilities	8,089	14,861
Other interest	36	-
	8,125	14,861

8 Taxation

	2019 £	2018 £
Current tax		
UK corporation tax on profits for the current period	212,082	185,746
Adjustments in respect of prior periods	(47,916)	(2,543)
Total current tax	164,166	183,203

ENTRECOTE (OPERATIONS) LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

8 Taxation

(Continued)

	2019 £	2018 £
Deferred tax		
Origination and reversal of timing differences	19,088	(17,633)
Adjustment in respect of prior periods	(207)	-
Total deferred tax	18,881	(17,633)
Total tax charge	183,047	165,570

The actual charge for the year can be reconciled to the expected charge for the year based on the profit or loss and the standard rate of tax as follows:

	2019 £	2018 £
Profit before taxation	1,279,708	988,319
Expected tax charge based on the standard rate of corporation tax in the UK of 19.00% (2018: 19.00%)	243,145	187,781
Adjustments in respect of prior years	(208)	(2,543)
Group relief	(15,588)	(22,313)
Permanent capital allowances in excess of depreciation	(40,838)	(4,179)
Depreciation on assets not qualifying for tax allowances	25,364	24,458
Deferred tax adjustments in respect of prior years	19,088	(17,634)
Tax reconciliation adjustment	(47,916)	-
Taxation charge for the year	183,047	165,570

ENTRECOTE (OPERATIONS) LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

9 Tangible fixed assets

	Land and buildings Leasehold £	Plant and machinery £	Fixtures, fittings & equipment £	Total £
Cost				
At 1 January 2019	349,742	965,362	342,809	1,657,913
Additions	-	152,886	46,619	199,505
At 31 December 2019	349,742	1,118,248	389,428	1,857,418
Depreciation and impairment				
At 1 January 2019	126,515	868,721	319,997	1,315,233
Depreciation charged in the year	20,397	93,106	19,991	133,494
At 31 December 2019	146,912	961,827	339,988	1,448,727
Carrying amount				
At 31 December 2019	202,830	156,421	49,440	408,691
At 31 December 2018	223,227	96,640	22,812	342,679

10 Stocks

	2019 £	2018 £
Finished goods and goods for resale	116,895	64,303

11 Debtors

	2019 £	2018 £
Amounts falling due within one year:		
Trade debtors	36,585	47,535
Amounts owed by group undertakings	2,755,544	2,650,531
Amounts owed by undertakings in which the company has a participating interest	663,882	681,771
Other debtors	107,947	45,445
Prepayments and accrued income	201,989	304,230
	3,765,947	3,729,512

ENTRECOTE (OPERATIONS) LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

12 Creditors: amounts falling due within one year

	2019 £	2018 £
Trade creditors	568,757	303,305
Amounts owed to group undertakings	100	(118,590)
Corporation tax	69,202	185,746
Other taxation and social security	503,102	453,309
Other creditors	159,594	129,242
Accruals and deferred income	477,848	277,431
	<u>1,778,603</u>	<u>1,230,443</u>

13 Creditors: amounts falling due after more than one year

	Notes	2019 £	2018 £
Other borrowings	14	<u>192,500</u>	<u>292,500</u>

14 Loans and overdrafts

	2019 £	2018 £
Other loans	<u>192,500</u>	<u>292,500</u>
Payable after one year	<u>192,500</u>	<u>292,500</u>

15 Provisions for liabilities

	Notes	2019 £	2018 £
Deferred tax liabilities	16	<u>25,593</u>	<u>6,505</u>

16 Deferred taxation

Deferred tax assets and liabilities are offset where the company has a legally enforceable right to do so. The following is the analysis of the deferred tax balances (after offset) for financial reporting purposes:

	Liabilities 2019 £	Liabilities 2018 £
Balances:		
Accelerated capital allowances	<u>25,593</u>	<u>6,505</u>

ENTRECOTE (OPERATIONS) LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

16	Deferred taxation	(Continued)
		2019
	Movements in the year:	£
	Liability at 1 January 2019	6,505
	Charge to profit or loss	19,088
	Liability at 31 December 2019	<u>25,593</u>

The deferred tax liability set out above is expected to reverse within [12 months] and relates to accelerated capital allowances that are expected to mature within the same period.

17	Share capital	2019	2018
		£	£
	Ordinary share capital		
	Issued and fully paid		
	1 Ordinary share of £1 each	<u>1</u>	<u>1</u>

18 Related party transactions

During the year rent was paid of £207,800(2018: £183,350) to Entrecote (Marylebone) Limited, Entrecote (City) Limited of £153,000 (2018: £153,000), Entrecote (Dean street) Limited of £310,000 (2017: £310,000) and Entrecote (Canary Wharf) Ltd of £Nil (2018: £180,000) all are fellow subsidiary undertakings.

An ordinary interim dividend of £1,382,202 (2018: £663,193) was paid during the year.

Included within debtors is amounts owed from fellow subsidiary undertakings: Entrecote (Canary Wharf) £1,471,044 (2018 - £1,471,044), Entrecote (City) Limited £663,882 (2018- £681,777) Entrecote (Dean Street) Limited £1,284,500(2018: £1,179,487) and amount owed from parent undertaking Entrecote (Holdings) Limited £65,900(2018: £118,589).

19 Ultimate controlling party

The ultimate parent company and controlling party is Entrecote (Holdings) Limited, a company registered in England and Wales.

ENTRECOTE (OPERATIONS) LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

20 Going concern

The Directors have considered whether it is appropriate to prepare the Company financial statements on a going concern basis.

In doing so, the Directors have considered the operation of the Company and prepared cash flow forecasts to ascertain whether the Company can meet its obligations as they fall due for at least twelve months from the date of approval of the financial statements.

In this forecast, the Directors have taken account of the implications of COVID-19 which could impact the future.

The Directors therefore have a reasonable expectation the Company has adequate resources to meet its liabilities as they fall due for at least twelve months from the date of approval of the financial statements and consequently have adopted the going concern basis of accounting in preparing the non-statutory accounts.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.