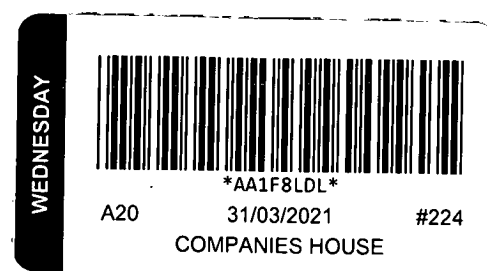


Company Registration No. 06516512 (England and Wales)

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019



RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

COMPANY INFORMATION

Directors	R Corrigan N Goodhew R Goodhew Mr S Easthope	(Appointed 1 November 2019)
Secretary	N Goodhew	
Company number	06516512	
Registered office	11-15 Swallow Street London W1B 4DG	
Auditor	Beavis Morgan Audit Limited 82 St John Street London EC1M 4JN	

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

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RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

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RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 31 DECEMBER 2019

The directors present the strategic report for the year ended 31 December 2019.

Fair review of the business

The group has had a satisfactory year and the consolidated Profit and Loss account for the year is set out on page 7.

Turnover increased by 4.6% to £11,038,213 (2018 - decreased by 4.5% to £10,548,103). Gross profit increased by 3.1% to £5,069,951 (2018 - increased by 18% to £4,918,727). Overall, the group generated a profit before tax of £118,802 (2018 - £25,161). At the year end the group had taken deposits totalling £1,112,218 (2018 - £646,772) in relation to future events.

Principal risks and uncertainties

The principal risk and uncertainty facing the group is the COVID-19 crisis, which has affected every part of the country – and indeed many other countries. What sets this crisis apart is the many different ways that it is impacting businesses, people and their behaviours. The unprecedented responses it has necessitated mean that this is also very much an economic and a social crisis.

This risk is managed through strong branding, raising awareness to the public through television and other media exposure, and holding a strong reputation for quality British cuisine.

The group's principal financial instruments comprise bank balances and bank overdrafts, trade creditors, and intra group loans. The main purpose of these instruments is to raise funds for and finance the group's operations.

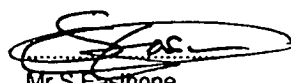
Due to the nature of the financial instruments used by the group, there is no exposure to price risk. The group's approach to managing other risks applicable to the financial instruments concerned is shown below.

In respect of bank balances, the liquidity risk is managed by maintaining a balance between the continuity of funding and flexibility through the use of overdrafts at floating rates of interest.

In respect of loans, these comprise bank loans, loans from related parties and hire purchase contracts. The loans from related parties bear interest at the 6 month LIBOR rate and are repayable based on the group's net cash flow.

Trade creditors liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

On behalf of the board


Mr S Easthope
Director
29/3/21

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

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 continues to be that of a holding company. The principal activity of the other group companies continues to be that of creative British restaurateurs.

Directors

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

R Corrigan
N Goodhew
R Goodhew
Mr S Easthope

(Appointed 1 November 2019)

Results and dividends

The results for the year are set out in the group profit and loss account on page 7.

No ordinary dividends were paid. The directors do not recommend payment of a further dividend.

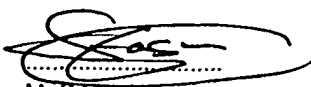
Auditor

Beavis Morgan Audit Limited were appointed as auditor to the group 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 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 auditor of the company 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 auditor of the company is aware of that information.

On behalf of the board


.....
Mr S Easthope
Director
20 | 3 | 21

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

DIRECTORS' RESPONSIBILITIES STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2019

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 group and company, and of the profit or loss of the group 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 group and company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the group's and company's transactions and disclose with reasonable accuracy at any time the financial position of the group and 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 group and company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

Opinion

We have audited the financial statements of Richard Corrigan Restaurants (Holdings) Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 December 2019 which comprise the group profit and loss account, the group statement of comprehensive income, the group balance sheet, the company balance sheet, the group statement of changes in equity, the company statement of changes in equity, the group 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 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 group's and the parent company's affairs as at 31 December 2019 and of the group's 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.

Material uncertainty related to going concern

We draw attention to note 1.3 in the financial statements, which indicates that the group was affected by COVID-19 post year end. As stated in note 1.3, these events or conditions indicate that a material uncertainty exists that may cast significant doubt on the group's ability to continue as a going concern. Our opinion is not modified in respect of this matter..

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 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.
-

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent 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 where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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, 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 group's and the parent 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 group or the parent 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.

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

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.



Matthew Burge (Senior Statutory Auditor)
for and on behalf of Beavis Morgan Audit Limited

29 March 2021

Chartered Accountants
Statutory Auditor

82 St John Street
London
EC1M 4JN

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

GROUP PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2019

	Notes	2019 £	2018 £
Turnover	3	11,038,213	10,548,103
Cost of sales		(5,968,262)	(5,629,376)
Gross profit		5,069,951	4,918,727
Administrative expenses		(4,883,761)	(4,837,003)
Operating profit	4	186,190	81,724
Interest payable and similar expenses		(67,388)	(56,563)
Profit before taxation		118,802	25,161
Tax on profit	8	(49,806)	19,477
Profit for the financial year		68,996	44,638

Profit for the financial year is all attributable to the owners of the parent company.

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

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

GROUP STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2019

	2019	2018
	£	£
Profit for the year	68,996	44,638
Other comprehensive income		
Currency translation differences	41,368	(49,734)
Total comprehensive income for the year	<u>110,364</u>	<u>(5,096)</u>

Total comprehensive income for the year is all attributable to the owners of the parent company.

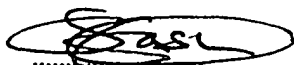
RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

GROUP BALANCE SHEET

AS AT 31 DECEMBER 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Tangible assets	9	3,262,862		3,781,955	
Investments	10	260,000		-	
		<u>3,522,862</u>		<u>3,781,955</u>	
Current assets					
Stocks	12	190,437		171,210	
Debtors	13	856,305		664,729	
Cash at bank and in hand		1,773,448		1,108,093	
		<u>2,820,190</u>		<u>1,944,032</u>	
Creditors: amounts falling due within one year	14	(4,641,567)		(4,032,186)	
Net current liabilities		<u>(1,821,377)</u>		<u>(2,088,154)</u>	
Total assets less current liabilities		<u>1,701,485</u>		<u>1,693,801</u>	
Creditors: amounts falling due after more than one year	15	(465,806)		(535,103)	
Provisions for liabilities	18	(68,367)		(101,750)	
Net assets		<u><u>1,167,312</u></u>		<u><u>1,056,948</u></u>	
Capital and reserves					
Called up share capital	21	1,000		1,000	
Share premium account		4,000		4,000	
Profit and loss reserves		1,162,312		1,051,948	
Total equity		<u><u>1,167,312</u></u>		<u><u>1,056,948</u></u>	

The financial statements were approved by the board of directors and authorised for issue on 29/3/21 and are signed on its behalf by:



Mr S Easthope
Director

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

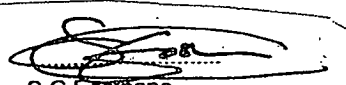
COMPANY BALANCE SHEET

AS AT 31 DECEMBER 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Investments	10		5,001		5,001
Current assets					
Debtors	13	147,044		147,044	
Net current assets			147,044		147,044
Total assets less current liabilities			152,045		152,045
Capital and reserves					
Called up share capital	21		1,000		1,000
Share premium account			4,000		4,000
Profit and loss reserves			147,045		147,045
Total equity			152,045		152,045

As permitted by s408 Companies Act 2006, the company has not presented its own profit and loss account and related notes. The company's profit for the year was £nil (2018: £nil).

The financial statements were approved by the board of directors and authorised for issue on 29 March 2021 and are signed on its behalf by:


S G Easthope
Director

Company Registration No. 06516512

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

GROUP STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2019

	Share capital £	Share premium account £	Profit and loss reserves £	Total £
Balance at 1 January 2018	1,000	4,000	1,057,044	1,062,044
Year ended 31 December 2018:				
Profit for the year	-	-	44,638	44,638
Other comprehensive income:				
Currency translation differences	-	-	(49,734)	(49,734)
Total comprehensive income for the year	-	-	(5,096)	(5,096)
Balance at 31 December 2018	1,000	4,000	1,051,948	1,056,948
Year ended 31 December 2019:				
Profit for the year	-	-	68,996	68,996
Other comprehensive income:				
Currency translation differences	-	-	41,368	41,368
Total comprehensive income for the year	-	-	110,364	110,364
Balance at 31 December 2019	1,000	4,000	1,162,312	1,167,312

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

COMPANY STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2019

	Share capital	Share premium account	Profit and loss reserves	Total
	£	£	£	£
Balance at 1 January 2018	1,000	4,000	147,045	152,045
	<hr/>	<hr/>	<hr/>	<hr/>
Year ended 31 December 2018:				
Profit and total comprehensive income for the year	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Balance at 31 December 2018	1,000	4,000	147,045	152,045
	<hr/>	<hr/>	<hr/>	<hr/>
Year ended 31 December 2019:				
Profit and total comprehensive income for the year	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Balance at 31 December 2019	1,000	4,000	147,045	152,045
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

GROUP STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2019

		2019		2018 as restated	
	Notes	£	£	£	£
Cash flows from operating activities					
Cash generated from operations	23		1,225,326		1,059,528
Interest paid			(67,388)		(56,563)
Income taxes paid			(50,188)		(121,900)
Net cash inflow from operating activities			<u>1,107,750</u>		<u>881,065</u>
Investing activities					
Purchase of tangible fixed assets		(142,754)		(318,482)	
Purchase of investments		(260,000)		-	
Net cash used in investing activities			<u>(402,754)</u>		<u>(318,482)</u>
Financing activities					
Repayment of bank loans		-		(621)	
Payment of finance leases obligations		(81,009)		-	
Net cash used in financing activities			<u>(81,009)</u>		<u>(621)</u>
Net increase in cash and cash equivalents			<u>623,987</u>		<u>561,962</u>
Cash and cash equivalents at beginning of year			1,108,093		595,865
Effect of foreign exchange rates			41,368		(49,734)
Cash and cash equivalents at end of year			<u><u>1,773,448</u></u>		<u><u>1,108,093</u></u>

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

Company information

Richard Corrigan Restaurants (Holdings) Limited ("the company") is a private limited company domiciled and incorporated in England and Wales. The registered office is c/o Bentleys Seafood Restaurants, 11-15 Swallow Street, London, W1B 4DG.

The group consists of Richard Corrigan Restaurants (Holdings) Limited and all of its subsidiaries.

1.1 Accounting convention

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

The financial statements are prepared in sterling, which is the presentational currency of the group. The functional currency of Virginia Park Lodge Limited is euros, any foreign exchange gains and losses arising on transactions to the group's presentational currency are recognised in other comprehensive income. The functional currency of all other group companies is sterling. Monetary amounts in these financial statements are rounded to the nearest £.

As permitted by s408 Companies Act 2006, the company has not presented its own profit and loss account and related notes. The company's profit for the year was £nil (2018: £nil).

1.2 Basis of consolidation

The consolidated financial statements incorporate those of Richard Corrigan Restaurants (Holdings) Limited and all of its subsidiaries. All financial statements are made up to 31 December 2019.

All intra-group transactions, balances and unrealised gains on transactions between group companies are eliminated on consolidation. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred.

1.3 Going concern

At the time of approving the financial statements, the directors of the group continue to adopt the going concern basis of accounting. Since the year end the group has been significantly affected by the COVID-19 pandemic and subsequent lockdowns which have impacted hospitality during 2020 into early 2021. The impact of the pandemic on the business and the wider hospitality industry also raises some uncertainty on the group's ability to continue as a going concern if material restrictions are to last well into the future. However, this uncertainty is mitigated by the continued support of the directors and shareholders, and its supportive bankers who post year end have made funds available to the group by way of a CBILS loan. The financial statements do not contain any adjustments that might be necessary should the going concern basis not be appropriate.

1.4 Turnover

Turnover in relation to weddings and events is recognised at the fair value of the consideration received or receivable. Where customers pay a deposit against a future event, the balance is deferred until the event has taken place, which is the recognition point.

All other turnover represents amounts receivable for food, beverages and services net of VAT, excluding service charge (see Note 1.13). Turnover is recognised at the point where the food, beverages and services are provided to the client.

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

1.5 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 lease term
Fixtures and Fittings	20% straight line

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 recognised in the profit and loss account.

1.6 Impairment of fixed assets

At each reporting period end date, the group 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.

1.7 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

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.

1.8 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand and at the bank.

1.9 Financial instruments

The group has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS 102 to all of its financial instruments.

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

Financial assets and liabilities are offset and 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.

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

Impairment of financial assets

Financial assets are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

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 group after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans 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 receipts 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.

1.10 Equity instruments

Equity instruments issued by the group 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 group.

1.11 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 group's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

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.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset if, and only if, there is a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.12 Provisions

Provisions are recognised when the group has a legal or constructive present obligation as a result of a past event, it is probable that the group will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value, the unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

1.13 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

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.

Certain group companies operate a formal Tronc scheme to distribute service charge received from customers to all employees. The Tronc scheme is overseen by an independent external Troncmaster who calculates amounts to be distributed to staff.

1.14 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

Certain group companies operate a formal Tronc scheme to distribute service charge received from customers to all employees. The Tronc scheme is overseen by an independent external Troncmaster who calculates amounts to be distributed to staff.

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

1.15 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

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 leased asset are consumed.

1.16 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 are included in the profit and loss account for the period.

The treatment of gains and losses arising on translation of subsidiaries with a functional currency other than sterling are outlined in Note 1.1.

2 Judgements and key sources of estimation uncertainty

In the application of the group'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. This is in regards to depreciation and residual value of fixed assets.

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

3 Turnover and other revenue

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

	2019 £	2018 £
Turnover		
Catering	6,289,884	6,021,668
Beverage	3,907,565	3,804,544
Other	840,764	721,891
	<u>11,038,213</u>	<u>10,548,103</u>

Turnover analysed by geographical market

	2019 £	2018 £
UK	8,141,794	7,871,405
Republic of Ireland	2,896,419	2,676,698
	<u>11,038,213</u>	<u>10,548,103</u>

4 Operating profit

	2019 £	2018 £
Operating profit for the year is stated after charging/(crediting):		
Exchange differences apart from those arising on financial instruments measured at fair value through profit or loss	5,865	(38,770)
Depreciation of owned tangible fixed assets	644,356	907,488
Depreciation of tangible fixed assets held under finance leases	17,491	-
Operating lease charges	<u>863,351</u>	<u>808,198</u>

5 Auditor's remuneration

	2019 £	2018 £
Fees payable to the company's auditor and associates:		
For audit services		
Audit of the financial statements of the group and company's subsidiaries	<u>30,689</u>	<u>32,643</u>

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

6 Employees

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

	2019 Number	2018 Number
Operations staff (including managers)	192	182
Senior management	1	1
	<u>193</u>	<u>183</u>

Their aggregate remuneration comprised:

	2019 £	2018 £
Wages and salaries	3,563,208	3,359,553
Social security costs	296,662	289,158
Pension costs	52,167	42,906
	<u>3,912,037</u>	<u>3,691,617</u>

7 Directors' remuneration

	2019 £	2018 £
Remuneration for qualifying services (paid through subsidiaries)	310,332	297,449
Company pension contributions to defined contribution schemes	2,572	7,840
	<u>312,904</u>	<u>305,289</u>

Remuneration disclosed above includes the following amounts paid to the highest paid director:

Remuneration for qualifying services (paid through subsidiaries)	<u>270,331</u>	<u>257,449</u>
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8 Taxation

	2019 £	2018 £
Current tax		
UK corporation tax on profits for the current period	60,305	54,943
Adjustments in respect of prior periods	-	(56,830)
	<u>60,305</u>	<u>(1,887)</u>

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

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	(10,499)	(17,590)
	<u> </u>	<u> </u>
Total tax charge/(credit)	49,806	(19,477)
	<u> </u>	<u> </u>

The actual charge/(credit) 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
	£	as restated £
Profit before taxation	118,802	25,161
	<u> </u>	<u> </u>
Expected tax charge based on the standard rate of corporation tax in the UK of 19.00% (2018: 19.00%)	22,572	4,781
Tax effect of expenses that are not deductible in determining taxable profit	1,706	2,697
Adjustments in respect of prior years	-	(56,830)
Depreciation on assets not qualifying for tax allowances	22,496	29,407
Under/(over) provided in prior years	-	3,559
Deferred tax adjustments in respect of prior years	-	(1,746)
Adjust closing deferred tax to 19%	-	5,760
Adjust opening deferred tax to 19%	3,032	(7,105)
	<u> </u>	<u> </u>
Taxation charge/(credit)	49,806	(19,477)
	<u> </u>	<u> </u>

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

9 Tangible fixed assets

Group	Land and buildings leasehold	Fixtures and Fittings	Total
	£	£	£
Cost			
At 1 January 2019	5,047,279	4,766,777	9,814,056
Additions	-	142,754	142,754
At 31 December 2019	5,047,279	4,909,531	9,956,810
Depreciation and impairment			
At 1 January 2019	2,472,403	3,559,698	6,032,101
Depreciation charged in the year	207,931	453,916	661,847
At 31 December 2019	2,680,334	4,013,614	6,693,948
Carrying amount			
At 31 December 2019	2,366,945	895,917	3,262,862
At 31 December 2018	2,574,876	1,218,500	3,781,955

The company had no tangible fixed assets at 31 December 2019 or 31 December 2018.

The net carrying value of tangible fixed assets includes the following in respect of assets held under finance leases or hire purchase contracts.

	Group 2019 £	2018 £	Company 2019 £	2018 £
Plant and machinery	75,940	75,940	-	-
Fixtures and Fittings	174,908	192,399	-	-
	250,848	268,339	-	-
Depreciation charge for the year in respect of leased assets	17,491	-	-	-

10 Fixed asset investments

	Notes	Group 2019 £	2018 £	Company 2019 £	2018 £
Investments in subsidiaries	11	-	-	5,001	5,001
Unlisted investments		260,000	-	-	-
		260,000	-	5,001	5,001

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

10 Fixed asset investments

(Continued)

The £260,000 investment held is a 25% share in Oyster Boy Limited, of which, R Corrigan is also a director.

Movements in fixed asset investments

Group	Investments other than loans £
Cost or valuation	
At 1 January 2019	-
Additions	260,000
At 31 December 2019	260,000
Carrying amount	
At 31 December 2019	260,000
At 31 December 2018	-

Movements in fixed asset investments

Company	Shares in group undertakings £
Cost or valuation	
At 1 January 2019 & 31 December 2019	5,001
Carrying amount	
At 31 December 2019	5,001
At 31 December 2018	5,001

11 Subsidiaries

Details of the company's subsidiaries at 31 December 2019 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held DirectIndirect
Bentley's Seafood Restaurants Limited **	England & Wales	Restaurant	Ordinary	- 100.00
Richard Corrigan Restaurants Limited *	England & Wales	Restaurant	Ordinary	100.00 -
Virginia Park Lodge Limited *	England & Wales	Weddings & events	Ordinary	100.00 -

* Directly owned by Richard Corrigan Restaurants Holdings Limited

** Owned by Richard Corrigan Restaurants Limited

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

12 Stocks

	Group 2019 £	2018 £	Company 2019 £	2018 £
Stocks	190,437	171,210	-	-

13 Debtors

	Group 2019 £	2018 £	Company 2019 £	2018 £
Amounts falling due within one year:				
Trade debtors	30,142	26,062	-	-
Amounts due from subsidiary undertakings	-	-	147,044	147,044
Other debtors	408,599	211,004	-	-
Prepayments and accrued income	225,985	260,235	-	-
	664,726	497,301	147,044	147,044

Amounts falling due after more than one year:

Other debtors	138,472	118,472	-	-
Deferred tax asset (note 19)	53,107	48,956	-	-
	191,579	167,428	-	-

Total debtors	856,305	664,729	147,044	147,044
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14 Creditors: amounts falling due within one year

	Notes	Group 2019 £	2018 £	Company 2019 £	2018 £
Obligations under finance leases	17	72,570	84,286	-	-
Trade creditors		1,013,912	1,130,134	-	-
Corporation tax payable		60,305	50,188	-	-
Other taxation and social security		697,918	550,236	-	-
Other creditors		2,218,718	1,860,241	-	-
Accruals and deferred income		578,144	357,101	-	-
		4,641,567	4,032,186	-	-

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

15 Creditors: amounts falling due after more than one year

	Notes	Group 2019 £	2018 £	Company 2019 £	2018 £
Obligations under finance leases	17	18,230	87,523	-	-
Other borrowings	16	447,576	447,580	-	-
		<u>465,806</u>	<u>535,103</u>	<u>-</u>	<u>-</u>

16 Loans and overdrafts

	Group 2019 £	2018 £	Company 2019 £	2018 £
Directors' loans	345,214	338,046	-	-
Other loans	447,576	447,580	-	-
	<u>792,790</u>	<u>785,626</u>	<u>-</u>	<u>-</u>
Payable within one year	345,214	338,046	-	-
Payable after one year	447,576	447,580	-	-

Bank loans and overdrafts are secured by a mortgage debenture over the assets of the company and a first legal charge over 11-15 Swallow Street, London, W1B 4DG. An intercompany guarantee exists for the bank loans and overdrafts of Richard Corrigan Restaurants Limited, Bentley's Seafood Restaurants Limited, Virginia Park Lodge Limited and The English Garden Property Limited. At the year end, loans guaranteed but not held by the group totalled £1,300,000 (2018: £1,300,000).

17 Finance lease obligations

	Group 2019 £	2018 £	Company 2019 £	2018 £
Future minimum lease payments due under finance leases:				
Within one year	90,800	84,286	-	-
In two to five years	-	87,523	-	-
	<u>90,800</u>	<u>171,809</u>	<u>-</u>	<u>-</u>

Finance lease payments represent rentals payable by the company or group for certain items of plant and machinery. Leases include ownership at the end of the lease period, and no restrictions are placed on the use of the assets. The average remaining lease term is 2 years. All leases are on a fixed repayment basis and no arrangements have been entered into for contingent rental payments.

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

18 Provisions for liabilities

	Notes	Group 2019 £	2018 £	Company 2019 £	2018 £
Provision for building maintenance		-	27,035	-	-
Deferred tax liabilities	19	68,367	74,715	-	-
		<u>68,367</u>	<u>101,750</u>	<u>-</u>	<u>-</u>

19 Deferred taxation

Deferred tax assets and liabilities are offset where the group or 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 £	Assets 2019 £	Assets 2018 £
Group				
Accelerated capital allowances	<u>68,367</u>	<u>74,715</u>	<u>53,107</u>	<u>48,956</u>

The company has no deferred tax assets or liabilities.

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.

20 Retirement benefit schemes

	2019 £	2018 £
Defined contribution schemes		
Charge to profit and loss in respect of defined contribution schemes	<u>52,167</u>	<u>42,906</u>

A defined contribution pension scheme is operated for all qualifying employees. The assets of the scheme are held separately from those of the group in an independently administered fund.

21 Share capital

	Group and company 2019	2018
Issued and fully paid		
100,000 Ordinary shares of £0.01 each	<u>1,000</u>	<u>1,000</u>

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

22 Operating lease commitments

Lessee

At the reporting end date the group had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	Group 2019 £	2018 £	Company 2019 £	2018 £
Within one year	685,007	686,613	-	-
Between two and five years	2,691,932	2,746,454	-	-
In over five years	1,880,693	2,503,369	-	-
	<u>5,257,632</u>	<u>5,936,436</u>	<u>-</u>	<u>-</u>

23 Cash generated from group operations

	2019 £	2018 £
Profit for the year after tax	68,996	44,638
Adjustments for:		
Taxation charged/(credited)	49,806	(19,477)
Finance costs	67,388	56,563
Depreciation and impairment of tangible fixed assets	661,847	907,488
(Decrease)/increase in provisions	(27,035)	27,035
Movements in working capital:		
(Increase)/decrease in stocks	(19,227)	6,529
Increase in debtors	(187,425)	(37,362)
Increase in creditors	610,976	74,114
Cash generated from operations	<u>1,225,326</u>	<u>1,059,528</u>

RICHARD CORRIGAN RESTAURANTS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

24 Related party transactions

Group

At the balance sheet date, the group owed Goodhew Investments Limited £527,605 (2018: £514,117), inclusive of interest, of which £447,596 (2018: £447,580) fell due after one year. The loan was interest bearing from 31 May 2009 at the 6 month LIBOR rate. Goodhew Investments Limited is connected by virtue of common ownership and directorship.

At the balance sheet date, the group owed £614,453 (2018: £595,116) inclusive of interest to The English Garden Property Limited, a company connected by virtue of common ownership and directorship. The balance is inclusive of interest at a rate of 3% per annum.

The group was owed £1,224 (2018: owed £3,313 as restated) to Pure & Delicious Limited, a connected company by virtue of common ownership and directorship.

The group owed £371,586 (2018: £338,046) to R Corrigan, a director of the group.

Company

At the balance sheet date, the company was owed £147,045 (2018: £147,045) by its subsidiary, Richard Corrigan Restaurants Limited.

At the balance sheet date, the company was owed £2,900,000 (2018: £23,558) by its subsidiary, Virginia Park Lodge Limited,

During the year the company received a dividend of £2,900,000 from Richard Corrigan Restaurants Limited, a subsidiary.

The ultimate controlling party is Richard Corrigan.

The company has taken advantage of the exemption available in FRS 102 "Related party disclosures", and has not disclosed transactions with any other members of the group.

25 Analysis of changes in net funds - group

	1 January 2019	Cash flows	Exchange rate movements	31 December 2019
	£	£	£	£
Cash at bank and in hand	1,108,093	623,987	41,368	1,773,448
Borrowings excluding overdrafts	(447,580)	4	-	(447,576)
Obligations under finance leases	(171,809)	81,009	-	(90,800)
	<u>488,704</u>	<u>705,000</u>	<u>41,368</u>	<u>1,235,072</u>