

**CHEF EXPRESS UK LIMITED**

**(REGISTERED NUMBER 06757373)**



**CHEF EXPRESS UK LIMITED**  
**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2016**



Company Registration No. 06757373 (England and Wales)

**COMPANY INFORMATION**

---

<b>Directors</b>	F. Croce-Sebastiani D.S. Cheeseman A. Ghirarduzzi
<b>Secretary</b>	A. Ghirarduzzi
<b>Company number</b>	06757373
<b>Registered Office</b>	90A Tooley Street London SE1 2TH
<b>Auditors</b>	BDO LLP 55 Baker Street London W1U 7EU
<b>Business address</b>	90A Tooley Street London SE1 2TH
<b>Bankers</b>	Barclays Bank Plc 54 Lombard Street London EC3P 3AH
<b>Lawyers</b>	Stephenson Harwood LLP 1 Finsbury Circus London EC2M 7SH

**CONTENTS**

---

	<b>Page</b>
Strategic report	4-5
Directors' report	6-7
Independent auditor's report	8-9
Statement of comprehensive income	10
Statement of financial position	11
Statement for change in equity	12
Notes to the financial statements	13-22

**STRATEGIC REPORT  
FOR THE PERIOD ENDED 31 DECEMBER 2016**

---

**Strategic report****Principal activities**

The principal activity of the company is to act as a holding company. The company is the parent company of Momentum Services Limited, Lounge Services S.A.S., The Great American Bagel Factory Group and Chef Express Eurasia.

**Market overview and contracts**

The company owns 100% of the shares of Momentum Services Limited. Momentum Services operate the on-board services, the Business Premier Lounge services, the on-board equipment management and the bar buffet contracts for Eurostar International Limited. Momentum Services Limited was awarded a new contract for a 7 year period signed on 11 December 2013. The new contract started on 1 June 2014 and will expire on 31 May 2021.

The company owns 100% of the shares of Lounge Services S.A.S. a company subcontracted by Momentum Services Limited to operate the Business Premier Lounge services of Eurostar in France.

The company controls the Great American Bagel Factory Group through 100% share ownership of GABF Holding. The principal activity of the Great American Bagel Factory Group is the preparation and sale of bagels and associated products including beverages and it operates through 14 outlets in the UK and 39 franchising stores in the UK and Ireland.

The company hold also a participation of 99% of the share capital of Chef Express Eurasia, a company incorporated in Russia and established to develop catering and other on-board services in the region. During the financial year 2016 a provision for the impairment of the value of the share capital of Chef Express Eurasia has been accounted. In addition to that a provision of £208,227 has been included in the accounts to cover for the total value of the negative equity and trading losses of Chef Express Eurasia. The company believe that these losses are not recoverable.

**Results for the year**

Profit after taxation for the financial year amounted to £936,654 (2015: £758,736). The main source of profit is dividends received by the subsidiary companies Momentum Services Limited and Lounge Service SAS.

During 2016, Momentum Services business has maintained a satisfactory level of activity despite turbulent market condition. Lounge Services has also delivered satisfactory services for the business lounge in Paris achieving a quality score within the expectations. The Great American Bagel Factory Group companies have continued the turnaround of the performance achieving satisfactory profitability levels, increase in sales and expansion with opening of new sites.

**Key performance indicators**

The profitability of the company is dependent from the dividend received by its subsidiaries and the increase in profitability for the financial year ending in December 2016 is associated by positive performance in Momentum Services and Lounge Services SAS.

The administrative expenses have decreased during financial year 2016 due to lower cost sustained for the set-up of new businesses and contracts.

**STRATEGIC REPORT**

**FOR THE PERIOD ENDED 31 DECEMBER 2016**

---

**Principal risks and uncertainties**

**Going concern risk**

The company's business activities, together with the factors likely to affect its future development, performance and position are set out in this report. The company is depending on the activities of the subsidiary companies: Momentum Services, Lounge Services, The Great American Bagel Factory and Chef Express Eurasia. The budget for 2017 approved for each respective subsidiary indicates that the company is expected to achieve satisfactory level of profitability for the next financial year.

The directors consider that the provision of these subsidiaries will provide sufficient resources for the company to continue to meet its liabilities as they fall due and as such the financial statements have been prepared on a going concern basis.

By order of the board,

  
**Fabio Croce-Sebastiani**

Director

Date: 31/03/2017

**DIRECTORS' REPORT  
FOR THE PERIOD ENDED 31 DECEMBER 2016**

---

**Directors' report**

The directors present their report and financial statements for the period ended 31 December 2016.

**Directors and their interests**

D. S. Cheeseman  
F. Croce-Sebastiani  
A. Ghirarduzzi

None of the directors hold any interest in the company.

**Ownership**

The company is fully owned by Chef Express S.p.A., a company incorporated in Italy, which held 100% of the equity.

**Dividend**

Dividends totalling £750,000 were paid in 2016 to Chef Express S.p.A. (2015: £527,000).

A final dividend for the financial year of £930,000 will be proposed at the forthcoming AGM. No provision for this dividend has been made at the Balance Sheet date.

**Principal financial risk and uncertainty**

The company financial risks are associated with the subsidiaries activities. These risks are not exceptional or different in nature from those that are customary in the industry. The company seeks to minimise potential adverse effects on its financial performance.

**(a) Credit risk**

The company's cash and cash equivalent are held in the Barclay banks account. The company limit the associated credit risk as a result of the Group's policy to work only with respectable banks and financial institutions. The company has positive cash flow and it expect to continue for the next twelve months from the balance sheet date. The company positive cash flow is dependent by the revenues of its subsidiaries which could be subjected to fall in the event of an economic crisis and during a period of recession. In these situations the company could be reliant on its ultimate parent company Cremonini, which guarantee for financial support.

**Employees**

Applications for employment by disabled persons are always fully considered, bearing in mind the respective aptitudes and abilities of the applicant concerned. In the event of members of staff becoming disabled, every effort is made to ensure that their employment with the company continues and the appropriate training is arranged. It is the policy of the company that the training, career development and promotion of a disabled person should, as far as possible, be identical to that of a person who does not suffer from a disability.

Consultation with employees or their representatives has continued at all levels, with the aim of ensuring that employees' views are taken into account when decisions are made that are likely to affect their interests. It ensures that all the employees are aware of the financial and economic performance of their business units and of the company as a whole. Communication with all employees continues through the house newspaper, newsletters and briefing groups.

**DIRECTORS' REPORT****FOR THE PERIOD ENDED 31 DECEMBER 2016**

---

**Strategic report**

In accordance with section S414C (11) of the Companies Act 2006, the company has produced a Strategic Report which is set out on page 4. Information on likely future developments in the business of the company has been included in the Strategic Report on page 4.

**Statement of directors' responsibilities**

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

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

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

**Disclosure of information to the auditor**

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

**Auditor**

In accordance with Section 487 of the Companies Act 2006, BDO LLP will be deemed to be re-appointed as auditors of the company.

**Approval**

The Directors' Report was approved by order of the Board on **31/01/2017**.



David Cheeseman  
Director

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MOMENTUM SERVICES LIMITED**

We have audited the financial statements of Momentum Services Limited for the year ended 31 December 2016 which comprise the Statement of Comprehensive income, Statement of Financial Position, Statement of Changes in Equity and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an 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.

**Respective responsibilities of directors and auditors**

As explained more fully in the statement of directors' responsibilities, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's (FRC's) Ethical Standards for Auditors.

**Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the FRC's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

**Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Opinion on other matters prescribed by the Companies Act 2006**

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

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

**Matters on which we are required to report by exception**

In the light of 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 strategic report or the directors' report.



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MOMENTUM SERVICES LIMITED (CONTINUED)**

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.

*BDO LLP*

*Dominic Stammers (senior statutory auditor)*

*For and on behalf of BDO LLP, statutory auditor*

*London*

*Date 3 April 2017*

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 31 DECEMBER 2016**

	Note	2016 £	2015 £
Service rendered	3	-	-
Administrative expenses		(40,636)	(201,314)
Exchange rate differences		(221,691)	326,650
<b>Operating (loss)/profit</b>	4	<b>(262,327)</b>	<b>125,336</b>
Interest receivable and similar charges	7	6,024	23,521
Interest payable and similar charges	7	(11,909)	(740)
Dividend received from controlled company	9	1,428,484	639,414
Loss on impairment on investment in subsidiaries		(9,872)	-
Provision for loss in investment	4	(208,227)	
<b>Profit on ordinary activities before taxation</b>		<b>942,173</b>	<b>787,531</b>
Tax on profit on ordinary activities	8	(5,519)	(28,795)
<b>Profit and total comprehensive profit for the financial period</b>		<b>936,654</b>	<b>758,736</b>

The results shown above are derived wholly from continuing operations.


The company has no recognised gains or losses other than profits for the current period or previous period. Accordingly, no statement of comprehensive income is presented.

The notes from page 13 form part of these financial statements

**STATEMENT OF FINANCIAL POSITION  
AT 31 DECEMBER 2016**

	Note	2016		2015	
		£	£	£	£
<b>Fixed assets</b>					
Investments	10		595,409		605,281
			<u>595,409</u>		<u>605,281</u>
<b>Current assets</b>					
Debtors	11	2,150,918		2,021,971	
Cash at bank and in hand		6,890		57,951	
		<u>2,157,808</u>		<u>2,079,922</u>	
<b>Creditors: amounts falling due within one year</b>	12	(1,510,184)		(1,837,051)	
<b>Net current assets</b>			<u>647,624</u>		<u>242,871</u>
<b>Total assets less current liabilities</b>			<u>1,243,033</u>		<u>848,152</u>
<b>Provision for liabilities</b>	13		(208,227)		-
<b>Net assets</b>			<u>1,034,806</u>		<u>848,152</u>
<b>Capital and reserves</b>					
Called up share capital	14		80,000		80,000
Profit and loss account			954,806		768,152
<b>Equity shareholders' funds</b>			<u>1,034,806</u>		<u>848,152</u>

Approved by the Board for issue on  
31/03/2017

  
Antonio Ghirarduzzi  
Director

The notes from page 13 form part of these financial statements

**CHEF EXPRESS UK LIMITED****(REGISTERED NUMBER 06757373)****STATEMENT FOR CHANGE IN EQUITY  
FOR THE PERIOD ENDED 31 DECEMBER 2016**

	Share Capital £	Retained Earnings £	Total shareholder Funds £
At 1 January 2015	80,000	536,416	616,416
Dividends paid	-	(527,000)	(527,000)
Profit for the year	-	758,736	758,736
At 1 January 2016	80,000	768,152	848,152
Dividends paid	-	(750,000)	(750,000)
Profit for the year	-	936,654	936,654
At 31 December 2016	80,000	954,806	1,034,806

The notes from page 13 form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENT  
FOR THE PERIOD ENDED 31 DECEMBER 2016**

---

**1. Accounting policies****Basis of preparation**

The financial statements have been prepared in accordance with the applicable Financial Reporting Standard 100 Application of Financial Reporting Requirements and Financial Reporting Standard 101 Framework. The principal accounting policies adopted in the preparation of the financial statement are set out below.

The financial statement have been prepared on a historical cost basis. The preparation currency used is sterling.

**Disclosure exemptions adopted**

In preparing these financial statements the company has taken advantage of all disclosure exemptions conferred by FRS 101. Therefore these financial statements do not include:

- All disclosures required by IFRS 7;
- All disclosures required under IFRS 13;
- a statement of cash flows;
- the effect of future accounting standards not yet adopted.

In addition, and in accordance with FRS 101 further disclosure exemptions have been adopted because equivalent disclosures are included in the consolidated financial statements of Cremonini S.p.A. These financial statements do not include certain/all disclosures in respect of business combinations

**Judgements and key areas of estimation uncertainty**

The preparation of financial statements in compliance with FRS 101 requires the use of certain critical accounting estimates. It also requires the company's directors to exercise judgment in applying the company's accounting policies.

In the current year the company has adopted FRS 100 and FRS 101. There have been no other material amendments to the disclosure requirements previously applied in accordance with applicable UK accounting standards. The financial statements are prepared in accordance with applicable United Kingdom accounting standards. The particular accounting policies adopted are described below.

**Investments in subsidiaries**

Investments in subsidiaries are carried out at cost less any provision for losses arising on impairment.

**Financial assets – loans and receivables**

These assets are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

The company's loans and receivables comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

**NOTES TO THE FINANCIAL STATEMENT  
FOR THE PERIOD ENDED 31 DECEMBER 2016**

---

**1. Accounting policies (continued)****Financial liabilities**

Trade payables and other short-term liabilities are recognised at fair value.

Loan from group companies are recognised at fair value.

**Share Capital**

The company's ordinary shares are classified as equity instruments.

**Dividends payable**

Dividends are recognised when become legally payable. In the case of interim dividends to equity shareholders, this is when they are paid. In the case of final dividends, this is when approved by the shareholders at the AGM.

**Provisions**

The company has recognised provisions for liabilities of uncertain timing. The provision is measured at the best estimate of the expenditure required to settle the obligation at the reporting date, discounted at a pre-tax rate reflecting current market assessments of the time value of money and risks specific to the liability.

The company accounts for the financial year ending on 31 December 2016 includes a provision of £208,227 in relation to the losses of the subsidiary Chef Express Eurasia. The company has taken a view that these losses are not recoverable.

**Taxation**

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred taxation is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in financial statements.

**Foreign currencies**

Transactions entered into by the company in a currency other than the currency of the primary economic environment in which they operate (their "functional currency") are recorded at the rates ruling when the transactions occur. Foreign currency monetary assets and liabilities are translated at the rates ruling at the reporting date. Exchange differences arising on the retranslation of unsettled monetary assets and liabilities are recognised immediately in profit or loss.

**Turnover**

Turnover, which excludes value added taxes, represents the revenues for the provision of services delivered on behalf of subsidiaries companies. Turnover is recognised on delivery of the service. These are matched to the cost in the profit and loss account in the period in which they arise.

**Profit from operations**

Profit from operations comprises the results of the company before interest receivable and similar income, interest payable and similar charges, corporation tax and deferred tax.

**NOTES TO THE FINANCIAL STATEMENT  
FOR THE PERIOD ENDED 31 DECEMBER 2016**

---

**1. Accounting policies (continued)****Group accounts**

Under section 401 of the Companies Act 2006 the group is exempt from the requirement to prepare group accounts. Therefore, the accounts present information about the company as an individual undertaking and not about its group.

**Going concern**

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

**2. Critical accounting estimates and judgements**

The company makes certain estimates and assumptions regarding the future. Estimates and judgements are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

**(a) Judgements – Recoverability of investments**

The company believes that the investments in the Bagel Factory Group companies is fully recoverable based on the current and future forecasted performances of the companies. The company has not made impairment for any diminution in value in relation to negative equity of the GABF Holding Limited and its subsidiaries to date. The company has made a provision for the diminution of the value in relation to negative equity of negative equity of Chef Express Eurasia for the amount of £9,872.

**(b) Judgements – Intercompany loans**

The intercompany loans are recognised at fair value. No impairment have been made for the intercompany loans. There is objective evidence that the company will be able to collect all of the amounts due under the terms receivable.

The estimates and assumptions do not carry a significant risk of causing a material adjustments to the carrying amounts of assets and liabilities within the next financial year.

**3. Turnover**

Chef Express UK Limited provides services related to the subsidiaries companies which operate on board trains catering and travel concession catering shops in station across the United Kingdom. The directors consider that the company operates in one geographical segment, being United Kingdom.

# NOTES TO THE FINANCIAL STATEMENT FOR THE PERIOD ENDED 31 DECEMBER 2016

## 4. Expenses by nature

	2016 £	2015 £
Operating profit is stated after charging:		
Professional and legal fees	40,323	62,351
Tender cost	-	19,112
Foreign exchange loss/(gains)	221,691	(326,650)
Bank charges	313	931
Provision for loss in non-consolidated subsidiaries	208,227	-

The provision for loss in non-consolidated subsidiaries of £208,227 are related to the trading losses of the subsidiaries Chef Express Eurasia and its related company, Chef Alliance Express.

## 5. Auditor remuneration

	2016 £	2015 £
Fee for the audit of the company	3,000	3,000

## 6. Remuneration of directors

All directors served as directors of either the ultimate parent undertaking, other group companies or related parties. The emoluments of these directors have been borne by other group companies or related parties, and were not recharged to the company. Accordingly, the aggregate emoluments figures do not include any emoluments for these directors. None of the directors had any pension contributions made to them by the company.

## 7. Finance income and finance expense

### Interest receivable and similar income

	2016 £	2015 £
Interest receivable from group undertakings	6,024	23,521

### Interest payable and similar charges

	2016 £	2015 £
Interest payable to group undertakings	11,909	740



## NOTES TO THE FINANCIAL STATEMENT FOR THE PERIOD ENDED 31 DECEMBER 2016

### 8. Tax expense

#### a) Total current tax expense:

The tax charge for the current year in the UK is 20.00%, (2015: 20.25%) applied to the profit on ordinary activities before tax. The differences are explained below:

	2016 £	2015 £
Profit on ordinary activities before tax	942,173	787,530
Adjustment for disallowance (income)	(1,183,331)	(644,673)
Adjusted (loss)/profit before tax	(241,158)	142,857
Group relief	241,158	-
Group relief – prior year adjustment	-	(661)
Trading losses brought forward	-	-
Profit chargeable for corporation tax	-	142,196
Total tax expense for the year at 20.00% (2015: 20.25%)	-	28,795
Prior year tax charges	5,519	-
<b>Tax on profit on ordinary activities</b>	<b>5,519</b>	<b>28,795</b>

#### b) Factors affecting the current tax charge for the current year:

	2016 £	2015 £
Profit on ordinary activities before tax	942,173	787,531
UK corporation tax at 20.00% (2015: 20.25 %) of profit	188,435	159,475
Effects of:		
Expenses not deductible for tax purposes	50,235	3,698
Group income	(286,901)	(134,244)
Group relief	48,231	(134)
Adjustment to tax charges in respect of previous periods	5,519	-
<b>Total tax expense (see above)</b>	<b>5,519</b>	<b>28,795</b>

#### c) Factors that may affect future tax charges:

The company expects the tax rate in the future to be affected by factors similar to those in the current year. The main rate of corporation tax is 20%. The rate for 1 April 2017 is 19% and sets it at this rate for 1 April 2018 and 1 April 2019. The rate for 1 April 2020 is set at 17%.

**NOTES TO THE FINANCIAL STATEMENT  
FOR THE PERIOD ENDED 31 DECEMBER 2016**

**9. Dividends**

	2016	2015
	£	£
Total dividend received	1,428,484	639,414

The dividends received in 2016 were £1,428,484. A dividend of £1,423,375 was paid by Momentum Services Limited and a dividend of £5,109 was paid by Lounge Services SAS.

	2016	2015
	£	£
Final dividend paid	750,000	527,000

The directors are proposing a final dividend of £11.625 pence (2016: £9.375) per share totalling £930,000 (2016: £750,000).

**10. Investments in subsidiary undertakings**

	£
Cost	
At 1 January 2016	605,281
Additions	-
Disposals	-
Provision for diminution in value	(9,872)
	<u>595,409</u>
Net carrying amount	
At 31 December 2015	605,281
	<u>595,409</u>
At 31 December 2016	<u>595,409</u>

In 2016, the company has provided in this financial statement for diminution of value of the investment in the subsidiary, Chef Express Eurasia for the amount of £9,872. Chef Express Eurasia has a negative net equity of €172,097 and control the 51% shareholding of subsidiary Alliance Express which recorded losses €165,837 during the financial year ending in 2016.

# NOTES TO THE FINANCIAL STATEMENT FOR THE PERIOD ENDED 31 DECEMBER 2016

## 10. Investments in subsidiary undertakings (continued)

### Subsidiary undertakings

The principal undertakings in which the company's interest at the year-end is 20% or more is as follows:

	Country of Incorporation	Proportion of voting rights and ordinary share capital held	Nature of business
<i>Subsidiary undertakings</i>			
Momentum Services Limited	England	100%	Railway Catering
Lounge Services SAS	England	100%	Railway Catering
GABF Holding	England	100%	Concession Catering
Chef Express Eurasia	Russia	99%	Restaurant Catering

The company has not made a provision for any diminution in value in relation to negative equity of the GABF Holding Limited and its subsidiaries to date.

## 11. Debtors

	Note	2016 £	2015 £
<i>Debtors due &lt; 1 year</i>			
Prepayments and accrued income		11,781	7,890
Amounts owed by group undertakings and related party	16	2,139,137	2,006,774
Other debtors		-	7,307
		<u>2,150,918</u>	<u>2,021,971</u>

## 12. Creditors: amounts falling due within one year

	Note	2016 £	2015 £
Trade creditors		8,650	1,589
Amount owed to group undertakings and related party	16	1,495,310	1,806,667
Corporation tax	8	-	28,795
Other Taxation and social security		6,224	-
		<u>1,718,411</u>	<u>1,837,051</u>

**NOTES TO THE FINANCIAL STATEMENT  
FOR THE PERIOD ENDED 31 DECEMBER 2016**

**12. Creditors : amounts falling due within one year (continued)**

Chef Express UK Limited entered in to an agreement for a credit facility with its subsidiary company, Momentum Services Limited. The outstanding amount at the financial year end 31 December 2016 was £341,773.

The company has an outstanding balance creditor balance of £1,140,850 with the parent company Chef Express S.p.A. in relation to the intercompany cash pooling account.

**13. Provision for liability**

	<b>Loss of Investment £</b>	<b>Total £</b>
At 1 January 2016	-	-
Arising on loss of investment	208,227	208,227
	<hr/>	<hr/>
At 31 December 2016	208,227	208,227
	<hr/>	<hr/>

The provision for liability of £208,227 relates to the provision for the losses in the subsidiary, Chef Express Eurasia.

The company do not have any finance lease commitments.

**14. Share capital**

**Authorised, allotted, called up and fully paid**

	<b>2016 Number</b>	<b>2016 £</b>	<b>2015 Number</b>	<b>2015 £</b>
Ordinary shares of £1 each	80,000	80,000	80,000	80,000
	<hr/>	<hr/>	<hr/>	<hr/>

## NOTES TO THE FINANCIAL STATEMENT FOR THE PERIOD ENDED 31 DECEMBER 2016

### 15. Reserve

The following describes the nature and purpose of each reserve within equity:

Reserve	Description and purpose
Share capital	Nominal value of share capital subscribed for.
Retained earnings owners.	All other net gains and losses and transactions with (eg dividends) not recognised elsewhere.

### 16. Related party disclosures

#### *Transactions with group companies*

During the year the Company entered into the following transactions with fellow group undertakings which are wholly owned members of the group headed by Cremonini S.p.A.:

	Note	2016 £	2015 £
Amounts owed by fellow group undertakings	11	2,139,137	2,006,774
Amounts owed to fellow group undertakings	12	1,495,310	1,806,667

At the balance sheet date the company owe £341,773 (2015: £1,262,774) to Momentum Services Limited relating to the intercompany credit facility. The facility is renewable on a yearly rolling basis and it is an interest free loan.

At the balance sheet date the company owe £1,140,850 (2015: £543,131 from Chef Express S.p.A.) to Chef Express S.p.A. relating to the intercompany bank facility and £12,687 (2015: £762) for the interest on the facility mentioned above.

At the balance sheet date the company is owed by Great American Bagel Factory Limited, a subsidiary of GABF Holding Limited, £1,806,815 (2015: £1,880,453) relating to the loan facility in place. The facility is renewable on a yearly rolling basis and it is an interest free loan.

At the balance sheet date the company is owed £300,403 (2015: £80,853) by Chef Express Eurasia, a subsidiary of the company, relating to the loan facility in place and is owed £7,332 (2015: £1,307) in relation to the interest for the same loan.

At the balance sheet date the company is owed £24,587 (2015: £24,587) by Chef Express S.p.A, for the interest matured on the intercompany loan facility.

**NOTES TO THE FINANCIAL STATEMENT  
FOR THE PERIOD ENDED 31 DECEMBER 2016**

---

**17. Ultimate parent company and control**

The immediate controlling party is Chef Express S.p.A., a company incorporated in Italy. The ultimate controlling party is the Cremonini family.