

REGISTERED NUMBER: 07737600 (England and Wales)

Unaudited Financial Statements for the Year Ended 31 December 2017

for

Kaizen Restaurants Ltd

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for the Year Ended 31 December 2017**

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Kaizen Restaurants Ltd
Company Information
for the Year Ended 31 December 2017

DIRECTOR: Mr K Tomkins

REGISTERED OFFICE: Aldreth
Pearcroft Road
Stonehouse
Gloucestershire
GL10 2JY

BUSINESS ADDRESS: McDonald's Restaurant
Barnsdale Drive,
Westcroft
Milton Keynes
MK4 4DD

REGISTERED NUMBER: 07737600 (England and Wales)

ACCOUNTANTS: Parcell & Associates
Aldreth
Pearcroft Road
Stonehouse
Gloucestershire
GL10 2JY

Kaizen Restaurants Ltd (Registered number: 07737600)

**Balance Sheet
31 December 2017**

	Notes	31.12.17 £	£	31.12.16 £	£
FIXED ASSETS					
Intangible assets	4		261,967		228,694
Tangible assets	5		2,328,538		840,642
Investments	6		6,250		3,750
			<u>2,596,755</u>		<u>1,073,086</u>
CURRENT ASSETS					
Stocks		60,971		27,171	
Debtors	7	157,294		54,897	
Cash at bank and in hand		<u>1,042,889</u>		<u>518,973</u>	
		1,261,154		601,041	
CREDITORS					
Amounts falling due within one year	8	<u>3,059,796</u>		<u>1,172,984</u>	
NET CURRENT LIABILITIES			<u>(1,798,642)</u>		<u>(571,943)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			798,113		501,143
CREDITORS					
Amounts falling due after more than one year	9		(592,140)		(337,693)
PROVISIONS FOR LIABILITIES			<u>(82,489)</u>		<u>(46,032)</u>
NET ASSETS			<u><u>123,484</u></u>		<u><u>117,418</u></u>

The notes form part of these financial statements

Kaizen Restaurants Ltd (Registered number: 07737600)

Balance Sheet - continued
31 December 2017

	Notes	31.12.17 £	£	31.12.16 £	£
CAPITAL AND RESERVES					
Called up share capital			100		100
Retained earnings			<u>123,384</u>		<u>117,318</u>
SHAREHOLDERS' FUNDS			<u>123,484</u>		<u>117,418</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2017 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the director on 21 March 2018 and were signed by:

Mr K Tomkins - Director

The notes form part of these financial statements

**Notes to the Financial Statements
for the Year Ended 31 December 2017**

1. STATUTORY INFORMATION

Kaizen Restaurants Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Turnover is measured at the fair value of the consideration received or receivable for goods at its restaurants in the ordinary course of the company's activities. Turnover is shown net of discounts and Value Added Tax

The company recognises revenue when the amount of revenue can be reliably measured; it is probable that future economic benefits will flow to the company and specific criteria have been met for each of the company's activities.

Franchise rights & fees

Franchise rights & fees are initially recognised at cost and are subsequently measured at cost less accumulated amortisation and impairment losses. They are amortised over their useful lives, which is taken as the twenty year term specified in the franchise agreements.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.
Plant and machinery etc - at varying rates on cost

Stocks

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

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2017**

2. ACCOUNTING POLICIES - continued

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 356 (2016 - 220).

Notes to the Financial Statements - continued
for the Year Ended 31 December 2017

4. INTANGIBLE FIXED ASSETS

	Franchise rights & fees £
COST	
At 1 January 2017	305,148
Additions	50,422
At 31 December 2017	<u>355,570</u>
AMORTISATION	
At 1 January 2017	76,454
Amortisation for year	17,149
At 31 December 2017	<u>93,603</u>
NET BOOK VALUE	
At 31 December 2017	<u>261,967</u>
At 31 December 2016	<u>228,694</u>

5. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 January 2017	21,705	1,890,139	1,911,844
Additions	24,485	1,826,180	1,850,665
At 31 December 2017	<u>46,190</u>	<u>3,716,319</u>	<u>3,762,509</u>
DEPRECIATION			
At 1 January 2017	7,058	1,064,144	1,071,202
Charge for year	2,560	360,209	362,769
At 31 December 2017	<u>9,618</u>	<u>1,424,353</u>	<u>1,433,971</u>
NET BOOK VALUE			
At 31 December 2017	<u>36,572</u>	<u>2,291,966</u>	<u>2,328,538</u>
At 31 December 2016	<u>14,647</u>	<u>825,995</u>	<u>840,642</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2017

6. **FIXED ASSET INVESTMENTS**

	Other investments £
COST	
At 1 January 2017	3,750
Additions	<u>2,500</u>
At 31 December 2017	<u>6,250</u>
NET BOOK VALUE	
At 31 December 2017	<u>6,250</u>
At 31 December 2016	<u>3,750</u>

Fixed asset investments consists of £6,250 (2016 - £3,750) ordinary shares of £1 each in Fries Holding Company Limited, a company registered in Guernsey. The investments are included in the accounts at cost.

7. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.17 £	31.12.16 £
Trade debtors	15,315	1,684
Other debtors	<u>141,979</u>	<u>53,213</u>
	<u>157,294</u>	<u>54,897</u>

8. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.17 £	31.12.16 £
Bank loans and overdrafts	410,545	207,620
Trade creditors	775,679	276,346
Tax	-	17,013
Social security and other taxes	52,681	22,924
VAT	323,659	153,859
Other creditors	117,523	54,770
Directors' current accounts	310,604	311,176
Accrued expenses	<u>1,069,105</u>	<u>129,276</u>
	<u>3,059,796</u>	<u>1,172,984</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2017**

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

	31.12.17	31.12.16
	£	£
Bank loans - 1-2 years	433,531	136,306
Bank loans - 2-5 years	<u>158,609</u>	<u>201,387</u>
	<u>592,140</u>	<u>337,693</u>

10. ULTIMATE CONTROLLING PARTY

The controlling party is Mr K Tomkins.

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.