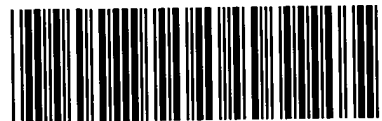

ALDERFORCE SC LTD

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2015

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ALDERFORCE SC LTD

COMPANY INFORMATION

DIRECTOR	Mr Raja Jameel Adil
COMPANY SECRETARY	Mr Mohammed Adil
REGISTERED NUMBER	08932017
REGISTERED OFFICE	34-36 London Road Wembley Middlesex HA9 7EX
INDEPENDENT AUDITORS	Hurkan Sayman & Co Chartered Accountants & Statutory Auditors 5-15 Cromer Street London WC1H 8LS

ALDERFORCE SC LTD

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ALDERFORCE SC LTD

DIRECTOR'S REPORT FOR THE PERIOD ENDED 31 MARCH 2015

The director presents his report and the financial statements for the period ended 31 March 2015.

DIRECTOR'S RESPONSIBILITIES STATEMENT

The director is responsible for preparing the Director's report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

DIRECTOR

The director who served during the period was:

Mr Raja Jameel Adil

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risks of the company are changes in consumer spending habits and the entry of new competitors within geographical areas in which the company operates. The company continues to monitor these risks and KFC has continued to evolve its product mix, set appropriate recommended prices for its products and advertise the brand throughout the UK.

DISABLED EMPLOYEES

The company's policy is to recruit disabled workers for those vacancies that they are able to fill. All necessary assistance with initial training courses are given. Once employed, a career plan is developed so as to ensure suitable opportunity for each disabled employee. Arrangements are made, wherever possible, to retrain employees who become disabled, to enable them to perform work identified as appropriate to their aptitude and abilities.

ALDERFORCE SC LTD

**DIRECTOR'S REPORT
FOR THE PERIOD ENDED 31 MARCH 2015**

DISCLOSURE OF INFORMATION TO AUDITORS

The director at the time when this Director's report is approved has confirmed that:

- so far as he is aware, there is no relevant audit information of which the company's auditors are unaware, and
- he has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Hurkan Sayman & Co, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

In preparing this report, the director has taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 26 November 2015 and signed on its behalf.



Mr Mohammed Adil
Secretary

ALDERFORCE SC LTD

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ALDERFORCE SC LTD

We have audited the financial statements of Alderforce Sc Ltd for the period ended 31 March 2015, set out on pages 6 to 13. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 Auditors' 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 DIRECTOR AND AUDITORS

As explained more fully in the Director's responsibilities statement, the director is 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 Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the director; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Director's report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 March 2015 and of its loss for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Director's report for the financial period for which the financial statements are prepared is consistent with the financial statements.

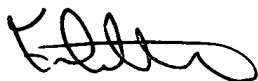
ALDERFORCE SC LTD

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ALDERFORCE SC LTD

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

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 director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the director was not entitled to prepare the financial statements in accordance with the small companies regime and to take advantage of the small companies' exemption from the requirement to prepare a Strategic report or in preparing the Director's report.



Ertan Hurer BSc FCA (Senior statutory auditor)

for and on behalf of
Hurkan Sayman & Co

Chartered Accountants
Statutory Auditors

5-15 Cromer Street
London

WC1H 8LS

Date: 26 November 2015

ALDERFORCE SC LTD

**PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 31 MARCH 2015**

	Note	2015 £
TURNOVER	1	6,489,288
Cost of sales		(4,002,650)
		<hr/>
GROSS PROFIT		2,486,638
Administrative expenses		(1,979,470)
Exceptional administrative expenses		(2,158,272)
Total administrative expenses		(4,137,742)
		<hr/>
OPERATING LOSS	2	(1,651,104)
Interest payable and similar charges		(27,802)
		<hr/>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(1,678,906)
Tax on loss on ordinary activities	4	344,404
		<hr/>
LOSS FOR THE FINANCIAL PERIOD	13	(1,334,502)
		<hr/> <hr/>

The notes on pages 8 to 13 form part of these financial statements.

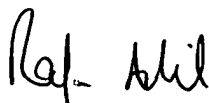
ALDERFORCE SC LTD
REGISTERED NUMBER: 08932017

BALANCE SHEET
AS AT 31 MARCH 2015

	Note	£	2015 £
FIXED ASSETS			
Intangible assets	5		292,142
Tangible assets	6		894,045
			<u>1,186,187</u>
CURRENT ASSETS			
Stocks		8,813	
Debtors	7	1,515,970	
Cash in hand		663	
		<u>1,525,446</u>	
CREDITORS: amounts falling due within one year	8	<u>(1,726,530)</u>	
NET CURRENT LIABILITIES			<u>(201,084)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>985,103</u>
CREDITORS: amounts falling due after more than one year	9		(2,309,461)
PROVISIONS FOR LIABILITIES			
Other provisions	11		(10,044)
NET LIABILITIES			<u>(1,334,402)</u>
CAPITAL AND RESERVES			
Called up share capital	12		100
Profit and loss account	13		(1,334,502)
SHAREHOLDERS' DEFICIT			<u>(1,334,402)</u>

The financial statements have been prepared in accordance with the provisions applicable to small companies within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved and authorised for issue by the board and were signed on its behalf on
26 November 2015



Mr Raja Jameel Adil
Director

The notes on pages 8 to 13 form part of these financial statements.

ALDERFORCE SC LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2015

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

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

1.2 Going concern

Management continually undertakes a thorough review of the company's budgets and forecasts and regularly produces detailed and realistic cashflow projections. These cashflow projections which, when considered in conjunction with the Company's existing loans, overdrafts and cash, which include consideration of reasonable possible changes in trading performance and available banking facilities, demonstrate that the Company will have sufficient working capital for the foreseeable future.

The net liability position of the company is attributable to the Company's policy to write off goodwill at a greater rate than the repayment of bank borrowings. The Director therefore believes that the company will continue trading as a going concern and the basis of the accounts preparation in doing so is appropriate.

1.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the period, exclusive of Value Added Tax and trade discounts.

1.4 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the Profit and loss account over its estimated economic life.

Franchise fees are recognised by the company at cost and are amortised to the Profit and Loss on a straight line basis over the period of the franchise.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Short-term leasehold property	-	Over the term of the lease being 9 years
Fixtures and fittings	-	25% reducing balance basis

ALDERFORCE SC LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2015**

2. OPERATING LOSS

The operating loss is stated after charging:

	2015 £
Amortisation - intangible fixed assets	2,165,763
Depreciation of tangible fixed assets: - owned by the company	99,728
Auditors' remuneration	8,000
Pension costs	5,895
	<u> </u>

During the period, no director received any emoluments.

3. EXCEPTIONAL ITEMS

	2015 £
Amortisation of purchased goodwill	2,158,272
	<u> </u>

During the year the company acquired goodwill of £2,158,272 in respect of ten KFC franchised stores. In line with company policy, the company has amortised this at 100% in the year of purchase.

4. TAXATION

	2015 £
Analysis of tax charge in the period	
Current tax	
UK corporation tax charge on loss for the period	-
Deferred tax (see note 10)	
Origination and reversal of timing differences	(344,404)
	<u> </u>
Tax on loss on ordinary activities	<u>(344,404)</u>

ALDERFORCE SC LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2015**

5. INTANGIBLE FIXED ASSETS

	Franchise fees £	Goodwill £	Total £
Cost			
Additions	299,633	2,158,272	2,457,905
At 31 March 2015	299,633	2,158,272	2,457,905
Amortisation			
Charge for the period	7,491	2,158,272	2,165,763
At 31 March 2015	7,491	2,158,272	2,165,763
Net book value			
At 31 March 2015	292,142	-	292,142

6. TANGIBLE FIXED ASSETS

	Short-term leasehold property £	Fixtures and fittings £	Total £
Cost			
Additions	5,676	988,097	993,773
At 31 March 2015	5,676	988,097	993,773
Depreciation			
Charge for the period	346	99,382	99,728
At 31 March 2015	346	99,382	99,728
Net book value			
At 31 March 2015	5,330	888,715	894,045

7. DEBTORS

	2015 £
Trade debtors	4,110
Other debtors	1,167,456
Deferred tax asset (see note 10)	344,404
	1,515,970

ALDERFORCE SC LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2015**

8. CREDITORS:

Amounts falling due within one year

	2015
	£
Bank loans and overdrafts	398,921
Trade creditors	724,089
Other taxation and social security	345,774
Other creditors	257,746
	<u>1,726,530</u>

9. CREDITORS:

Amounts falling due after more than one year

	2015
	£
Bank loans	2,309,461
	<u>2,309,461</u>

Creditors include amounts not wholly repayable within 5 years as follows:

	2015
	£
Repayable by instalments	1,189,012
	<u>1,189,012</u>

Bank loans are secured by way of a fixed and floating charge over all the assets and undertaking of Alderforce Sc Ltd, including all present and future freehold and leasehold property, book and other debts, chattels and goodwill and uncalled capital, both present and future.

10. DEFERRED TAXATION

	2015
	£
At beginning of period	-
Released during period (P&L)	344,404
	<u>344,404</u>
At end of period	<u>344,404</u>

The deferred taxation balance is made up as follows:

	2015
	£
Accelerated capital allowances	(109,254)
Tax losses carried forward	453,658
	<u>344,404</u>

ALDERFORCE SC LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2015**

11. PROVISIONS

	Dilapidation costs £
At 11 March 2014	-
Additions	10,044
At 31 March 2015	10,044

Dilapidation costs

Dilapidation costs are incurred to bring leased properties back to the condition in which it was originally leased. A provision is made for these costs, which are incurred on termination/expire of the lease. Lease expire dates range between two and twenty years.

12. SHARE CAPITAL

	2015 £
Allotted, called up and fully paid	
100 Ordinary shares of £1 each	100

During the period the company allotted and called up 100 Ordinary Shares of £1 each.

13. RESERVES

	Profit and loss account £
Loss for the financial period	(1,334,502)
At 31 March 2015	(1,334,502)

14. OPERATING LEASE COMMITMENTS

At 31 March 2015 the company had annual commitments under non-cancellable operating leases as follows:

	2015 £
Expiry date:	
Between 2 and 5 years	515,450
After more than 5 years	490,250

ALDERFORCE SC LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2015**

15. RELATED PARTY TRANSACTIONS

Included within other debtors at the period end is a loan amount of £392,486 due from Erindale Ltd, a company under common control. The loan has arisen from inter company funding and is unsecured, repayable on demand and free of interest.

Included within other debtors at the period end is a loan amount of £500,000 due from Alderforce Ltd, a company under common control. The loan has arisen from inter company funding and is unsecured, repayable on demand and free of interest.

Included within other creditors at the period end is a loan amount of £67,773 due to Adil Catering Ltd. The companies are related due to the ultimate controlling parties being immediate family members. The loan has arisen from inter company funding and is unsecured, repayable on demand and free of interest.

Included within administration charges for the period are rental charges from Erindale Ltd of £81,388 in respect of two properties that the company traded from in the period. No amounts are owed at the period end in respect of rental charges.

16. CONTROLLING PARTY

Throughout the period the company has been under the control of its Director and 100% shareholder, Mr Raja Jameel Adil.