

**HERBIE'S RESTAURANTS LIMITED**  
**FINANCIAL STATEMENTS**  
**30TH SEPTEMBER 1997**

Company Registration Number 3250628

**BONHAM BAGSHAW**  
Chartered Accountants  
25 GREENFIELD AVENUE  
NORTHAMPTONSHIRE  
NN3 2AA



# **HERBIE'S RESTAURANTS LIMITED**

## **FINANCIAL STATEMENTS**

**PERIOD FROM 17TH SEPTEMBER 1996 TO 30TH SEPTEMBER 1997**

<b>CONTENTS</b>	<b>PAGE</b>
The directors' report	<b>1</b>
Accountants' report to the shareholders	<b>2</b>
Profit and loss account	<b>3</b>
Balance sheet	<b>4</b>
Notes to the financial statements	<b>5</b>

**The following pages do not form part of the financial statements**

Detailed profit and loss account	<b>9</b>
Notes to the detailed profit and loss account	<b>10</b>

**HERBIE'S RESTAURANTS LIMITED****THE DIRECTORS' REPORT****PERIOD FROM 17TH SEPTEMBER 1996 TO 30TH SEPTEMBER 1997**

The directors present their report and the unaudited financial statements of the company for the period from 17th September 1996 to 30th September 1997.

**PRINCIPAL ACTIVITIES**

The principal activity of the company during the year was that of restaurant operators.

**THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY**

The directors who served the company during the period together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1.00 each	
	At 30 Sep 97	At 17 Sep 96
L FAIRBAIRN	250,000	250,000
H WASER	<u>150,000</u>	<u>150,000</u>

**REPORTING ACCOUNTANTS**

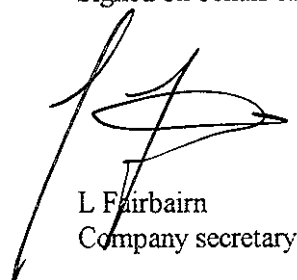
Messrs BONHAM BAGSHAW will continue in office as reporting accountants for the ensuing year.

**SMALL COMPANY PROVISIONS**

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:  
1/3 Sterling Court,  
Loddington,  
Kettering,  
Northamptonshire.  
NN14 1RZ

Signed on behalf of the directors



L Fairbairn  
Company secretary

Approved by the directors on 10th February 1998

# HERBIE'S RESTAURANTS LIMITED

## ACCOUNTANTS' REPORT TO THE SHAREHOLDERS

PERIOD FROM 17TH SEPTEMBER 1996 TO 30TH SEPTEMBER 1997

We report on the unaudited accounts for the period from 17th September 1996 to 30th September 1997 set out on pages 3 to 7.

### RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE REPORTING ACCOUNTANTS

As described on page 4 the directors of the company are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

### BASIS OF OPINION

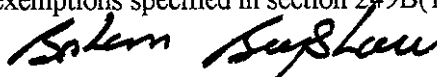
Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

### OPINION

In our opinion:

- (a) the accounts are in agreement with those accounting records kept by the company under section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
  - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
  - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the period specified in section 249A(4) of the Act and did not, at any time within that period, fall within any of the categories of companies not entitled to the exemptions specified in section 249B(1)(a) to (f).

25 GREENFIELD AVENUE  
NORTHAMPTONSHIRE  
NN3 2AA

  
BONHAM BAGSHAW  
Chartered Accountants

10th February 1998

**HERBIE'S RESTAURANTS LIMITED****PROFIT AND LOSS ACCOUNT****PERIOD FROM 17TH SEPTEMBER 1996 TO 30TH SEPTEMBER 1997**

	Note	£
<b>TURNOVER:</b>		174,876
Cost of sales		(95,871)
<b>GROSS PROFIT</b>		<u>79,005</u>
Administrative expenses		(125,755)
<b>OPERATING LOSS</b>	2	<u>(46,750)</u>
Interest payable and similar charges		(3,173)
<b>LOSS ON ORDINARY ACTIVITIES BEFORE</b>		<u>(49,923)</u>
Tax on loss on ordinary activities	3	-
<b>LOSS ON ORDINARY ACTIVITIES AFTER</b>		<u>(49,923)</u>
<b>DEFICIENCY FOR THE FINANCIAL PERIOD</b>		<u><u>(49,923)</u></u>

The company has no recognised gains or losses other than the results for the period as set out above.

All of the activities of the company are classed as continuing.

**HERBIE'S RESTAURANTS LIMITED****BALANCE SHEET****30TH SEPTEMBER 1997**

	Note	£	£
<b>FIXED ASSETS</b>			
Tangible assets	4		553,165
<b>CURRENT ASSETS</b>			
Stocks		3,329	
Debtors	5	2,423	
Cash at bank and in hand		1,583	
		<u>7,335</u>	
<b>CREDITORS: Amounts falling due within one year</b>	6	<u>(110,423)</u>	
<b>NET CURRENT LIABILITIES</b>			(103,088)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>450,077</u>
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	7		500,000
Profit and loss account			<u>(49,923)</u>
<b>SHAREHOLDERS' FUNDS</b>	8		<u>450,077</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the period by virtue of section 249A(2), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

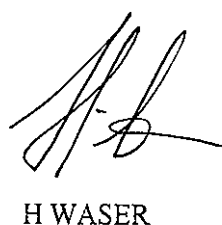
- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the financial period in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the 10th February 1998 and are signed on their behalf by:



J. FAIRBAIRN



H WASER

**HERBIE'S RESTAURANTS LIMITED****NOTES TO THE FINANCIAL STATEMENTS****PERIOD FROM 17TH SEPTEMBER 1996 TO 30TH SEPTEMBER 1997****1. ACCOUNTING POLICIES****Basis of accounting**

The financial statements have been prepared under the historical cost convention.

**Cash flow statement**

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 from including a cash flow statement in the financial statements on the grounds that the company is small.

**Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the period, exclusive of Value Added Tax.

**Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures and Fittings - 10% on Written Down Value.

**Stocks**

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

**2. OPERATING LOSS**

Operating loss is stated after charging:

	£
Directors' emoluments	-
Depreciation	13,786
Loss on disposal of fixed assets	2,400
	<u>16,186</u>

**3. TAXATION ON LOSS ON ORDINARY ACTIVITIES**

	£
Corporation tax	-
	<u>-</u>

**HERBIE'S RESTAURANTS LIMITED****NOTES TO THE FINANCIAL STATEMENTS****PERIOD FROM 17TH SEPTEMBER 1996 TO 30TH SEPTEMBER 1997****4. TANGIBLE FIXED ASSETS**

	Freehold Property £	Fixtures & Fittings £	Total £
<b>COST</b>			
Additions	376,555	201,796	578,351
Disposals	-	(14,450)	(14,450)
At 30th September 1997	<u>376,555</u>	<u>187,346</u>	<u>563,901</u>
<b>DEPRECIATION</b>			
Charge for the period	-	13,786	13,786
On disposals	-	(3,050)	(3,050)
At 30th September 1997	<u>-</u>	<u>10,736</u>	<u>10,736</u>
<b>NET BOOK VALUE</b>			
At 30th September 1997	<u>376,555</u>	<u>176,610</u>	<u>553,165</u>

**5. DEBTORS**

	£
Other debtors	2,041
Prepayments and accrued income	382
	<u>2,423</u>

**6. CREDITORS: Amounts falling due within one year**

	£	£
Bank loans and overdrafts		26,353
Trade creditors		17,693
Other creditors including:		
PAYE and social security	721	
VAT	749	
Directors current accounts	<u>43,187</u>	
		44,657
Accruals and deferred income		<u>21,720</u>
		<u>110,423</u>



**HERBIE'S RESTAURANTS LIMITED****NOTES TO THE FINANCIAL STATEMENTS****PERIOD FROM 17TH SEPTEMBER 1996 TO 30TH SEPTEMBER 1997****7. SHARE CAPITAL****Authorised share capital:**

	£
2,000,000 Ordinary shares of £1 each	2,000,000
	<u>2,000,000</u>

**Allotted, called up and fully paid:**

	£
Issue of ordinary shares	500,000
	<u>500,000</u>

**8. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	£
Loss for the financial period	(49,923)
New equity share capital subscribed	500,000
Net addition to funds	<u>450,077</u>
Closing shareholders' equity funds	<u>450,077</u>