

Company Registration No. 4388417 (England and Wales)

**GORDON RAMSAY AT THE CONNAUGHT LIMITED**

**ABBREVIATED ACCOUNTS**

**FOR THE YEAR ENDED 31 AUGUST 2005**



LD5 \*LPOJTGPF\* 232  
COMPANIES HOUSE 30/06/2006

# GORDON RAMSAY AT THE CONNAUGHT LIMITED

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# GORDON RAMSAY AT THE CONNAUGHT LIMITED

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 AUGUST 2005

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The directors present their report and financial statements for the year ended 31 August 2005.

### Principal activities and review of the business

The principal activity of the company continued to be that of operating a restaurant.

The results for the period and the financial position at the year end were considered satisfactory by the directors. The restaurant has now been open for over three years and has got a reputation of being one of the finest restaurants in the capital and currently holds one Michelin Star. The results for the months since the balance sheet date have shown continued growth and profitability.

### Results and dividends

The results for the year are set out on page 4.

### Directors

The following directors have held office since 1 September 2004:

A Hartnett

Gordon Ramsay Holdings Limited

C Hutcheson

G Warnes

(Appointed 1 May 2005)

### Directors' interests

The directors' interests in the shares of the company were as stated below:

	ordinary shares of £ 1 each	
	31 August 2005	1 September 2004
A Hartnett	10,000	10,000
Gordon Ramsay Holdings Limited	90,000	90,000
C Hutcheson	-	-
G Warnes	-	-

C Hutcheson is a director of the ultimate parent undertaking, Gordon Ramsay Holdings Limited, and his interest in the shares of the ultimate parent company are shown in that company's financial statements.

### Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Stewart & Co be reappointed as auditors of the company will be put to the Annual General Meeting.

# GORDON RAMSAY AT THE CONNAUGHT LIMITED

## DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2005

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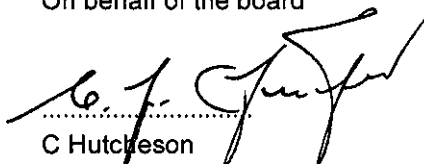
### Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which 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 those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and 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 proper accounting records which 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 1985. 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.

On behalf of the board



C Hutcheson

Director

27/6/2006

# GORDON RAMSAY AT THE CONNAUGHT LIMITED

## INDEPENDENT AUDITORS' REPORT TO GORDON RAMSAY AT THE CONNAUGHT LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 4 to 12, together with the financial statements of Gordon Ramsay at the Connaught Limited for the year ended 31 August 2005 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company those matters we are required to state to them in an auditor's report on abbreviated accounts 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, for our audit work, for this report, or for the opinions we have formed.

### Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

### Basis of audit opinion

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

### Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.

*Stewart & Co*

Stewart & Co

27/6/2006

Chartered Accountants  
Registered Auditor

St. Brides House  
32 High Street  
Beckenham  
BR3 1AY

# GORDON RAMSAY AT THE CONNAUGHT LIMITED

## ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2005

	Notes	2005 £	2004 £
Gross profit		2,512,802	2,100,448
Administrative expenses		(2,264,273)	(1,907,977)
Operating profit	2	248,529	192,471
Interest payable and similar charges	3	(52,493)	(32,570)
Profit on ordinary activities before taxation		196,036	159,901
Tax on profit on ordinary activities	4	-	(4,750)
Profit on ordinary activities after taxation	11	196,036	155,151

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

There are no recognised gains and losses other than those passing through the profit and loss account.

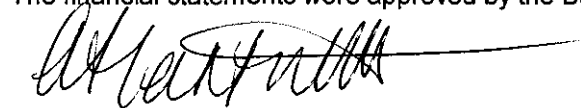
# GORDON RAMSAY AT THE CONNAUGHT LIMITED

## ABBREVIATED BALANCE SHEET AS AT 31 AUGUST 2005

	Notes	2005 £	£	2004 £	£
<b>Fixed assets</b>					
Tangible assets	5		648,031		796,620
<b>Current assets</b>					
Stocks	6	181,074		153,919	
Debtors	7	1,142,691		809,178	
Cash at bank and in hand		4,229		6,423	
		<u>1,327,994</u>		<u>969,520</u>	
<b>Creditors: amounts falling due within one year</b>	8	<u>(2,134,653)</u>		<u>(1,974,137)</u>	
<b>Net current liabilities</b>			<u>(806,659)</u>		<u>(1,004,617)</u>
<b>Total assets less current liabilities</b>			<u>(158,628)</u>		<u>(207,997)</u>
<b>Creditors: amounts falling due after more than one year</b>	9		-		(146,667)
			<u>(158,628)</u>		<u>(354,664)</u>
<b>Capital and reserves</b>					
Called up share capital	10		100,000		100,000
Profit and loss account	11		<u>(258,628)</u>		<u>(454,664)</u>
<b>Shareholders' funds - equity interests</b>	12		<u>(158,628)</u>		<u>(354,664)</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

The financial statements were approved by the Board on 27/6/2006



A Hartnett  
Director

# GORDON RAMSAY AT THE CONNAUGHT LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2005

### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

The financial statements have been prepared on a going concern basis, the validity of which is dependent upon the continuing financial support of the company's directors and creditors. The directors of the company have confirmed this support will continue, and will enable the company to trade in the foreseeable future.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from the requirement to produce a cash flow statement on the grounds that it is a subsidiary undertaking where 90 percent or more of the voting rights are controlled within the group.

#### 1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

#### 1.3 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 less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Leasehold	straight line over lease period
Plant and machinery	15%-25% straight line
Fixtures, fittings & equipment	15%-25% straight line

#### 1.4 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

#### 1.5 Stock

Stock is valued at the lower of cost and net realisable value.

#### 1.6 Deferred taxation

Deferred taxation is provided at appropriate rates on all material timing differences.

### 2 Operating profit

	2005 £	2004 £
Operating profit is stated after charging:		
Depreciation of tangible assets	164,300	163,059
Operating lease rentals		
- Other assets	661,403	644,561
Auditors' remuneration	4,000	6,560



# GORDON RAMSAY AT THE CONNAUGHT LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2005

<b>3</b>	<b>Interest payable</b>	<b>2005</b>	<b>2004</b>
		<b>£</b>	<b>£</b>
	On other loans wholly repayable within five years	17,164	25,717
	On overdue tax	35,329	6,853
		<u>52,493</u>	<u>32,570</u>
<b>4</b>	<b>Taxation</b>	<b>2005</b>	<b>2004</b>
		<b>£</b>	<b>£</b>
	<b>Domestic current year tax</b>		
	U.K. corporation tax	-	4,750
		<u>-</u>	<u>4,750</u>
	<b>Current tax charge</b>		
		<u>-</u>	<u>4,750</u>
	<b>Factors affecting the tax charge for the year</b>		
	Profit on ordinary activities before taxation	196,036	159,901
		<u>196,036</u>	<u>159,901</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2004 - 30.00%)	58,811	47,970
		<u>58,811</u>	<u>47,970</u>
	Effects of:		
	Non deductible expenses	23,926	22,687
	Depreciation add back	49,290	48,918
	Capital allowances	(41,747)	(54,092)
	Tax losses utilised	-	(11,343)
	Group loss relief	(90,280)	(46,640)
	Other tax adjustments	-	(2,750)
		<u>(58,811)</u>	<u>(43,220)</u>
	<b>Current tax charge</b>	-	4,750
		<u>-</u>	<u>4,750</u>

# GORDON RAMSAY AT THE CONNAUGHT LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2005

### 5 Tangible fixed assets

	Land and buildings Leasehold £	Plant and machinery £	Fixtures, fittings & equipment £	Total £
<b>Cost</b>				
At 1 September 2004	83,066	732,241	296,690	1,111,997
Additions	-	9,060	6,652	15,712
At 31 August 2005	83,066	741,301	303,342	1,127,709
<b>Depreciation</b>				
At 1 September 2004	17,115	211,147	87,115	315,377
Charge for the year	8,688	110,607	45,006	164,301
At 31 August 2005	25,803	321,754	132,121	479,678
<b>Net book value</b>				
At 31 August 2005	57,263	419,547	171,221	648,031
At 31 August 2004	65,951	521,094	209,575	796,620

### 6 Stocks

	2005 £	2004 £
Finished goods and goods for resale	181,074	153,919

# GORDON RAMSAY AT THE CONNAUGHT LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2005

<b>7 Debtors</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Trade debtors	1,941	3,005
Amounts owed by parent and fellow subsidiary undertakings	737,896	320,831
Other debtors	330,000	380,000
Prepayments and accrued income	72,854	105,342
	<u>1,142,691</u>	<u>809,178</u>

Amounts falling due after more than one year and included in the debtors above are:

	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Other debtors	<u>280,000</u>	<u>330,000</u>

<b>8 Creditors: amounts falling due within one year</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	377,512	442,217
Trade creditors	701,146	650,357
Corporation tax	4,750	4,750
Other taxes and social security costs	467,413	626,186
Other creditors	278,089	145,759
Accruals and deferred income	305,743	104,868
	<u>2,134,653</u>	<u>1,974,137</u>

The bank loans and overdrafts are secured on a group basis see note 14.

# GORDON RAMSAY AT THE CONNAUGHT LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2005

<b>9</b>	<b>Creditors: amounts falling due after more than one year</b>	<b>2005</b>	<b>2004</b>
		<b>£</b>	<b>£</b>
	Bank loans	-	146,667
	<b>Analysis of loans</b>		
	Wholly repayable within five years	146,667	306,667
		146,667	306,667
	Included in current liabilities	(146,667)	(160,000)
		-	146,667
	<b>Loan maturity analysis</b>		
	In more than one year but not more than two years	-	146,667
<b>10</b>	<b>Share capital</b>	<b>2005</b>	<b>2004</b>
		<b>£</b>	<b>£</b>
	<b>Authorised</b>		
	100,000 ordinary shares of £1 each	100,000	100,000
	<b>Allotted, called up and fully paid</b>		
	100,000 ordinary shares of £1 each	100,000	100,000
<b>11</b>	<b>Statement of movements on profit and loss account</b>		<b>Profit and loss account £</b>
	Balance at 1 September 2004		(454,664)
	Retained profit for the year		196,036
	Balance at 31 August 2005		(258,628)
<b>12</b>	<b>Reconciliation of movements in shareholders' funds</b>	<b>2005</b>	<b>2004</b>
		<b>£</b>	<b>£</b>
	Profit for the financial year	196,036	155,151
	Opening shareholders' funds	(354,664)	(509,815)
	Closing shareholders' funds	(158,628)	(354,664)

# GORDON RAMSAY AT THE CONNAUGHT LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2005

### 13 Contingent liabilities

The company had contingent liabilities in respect of banking facilities arranged on a group basis, which includes a 'Letter of credit facility' of £1,161,250, and a 'BACS guarantee facility' of £500,000.

### 14 Financial commitments

At 31 August 2005 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 August 2006:

	Land and buildings	
	2005	2004
	£	£
Operating leases which expire:		
In over five years	625,000	625,000

The company's bankers have provided banking facilities on a group basis. A group overdraft and mid-term loan facility totalling £1,521,000 were secured by a debenture over the present and future assets of the company, its parent undertaking, fellow subsidiaries and by personal guarantees from directors in the group. At 31 August 2005 the total group financial commitment under this cross guarantee was £1,323,518 (2004 - £1,415,450).

### 15 Directors' emoluments

	2005	2004
	£	£
Emoluments for qualifying services	100,000	100,000

# GORDON RAMSAY AT THE CONNAUGHT LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2005

### 16 Employees

#### Number of employees

The average monthly number of employees (including directors) during the year was:

	2005 Number	2004 Number
Directors	3	2
Restaurant staff	127	133
	<u>130</u>	<u>135</u>

#### Employment costs

	2005 £	2004 £
Wages and salaries	1,638,949	1,789,247
Social security costs	135,094	142,023
	<u>1,774,043</u>	<u>1,931,270</u>

### 17 Ultimate parent company

The ultimate parent company is Gordon Ramsay Holdings Limited, and the ultimate controlling party is Gordon James Ramsay who owns a controlling interest in Gordon Ramsay Holdings Limited.

Gordon Ramsay Holdings Limited prepares group financial statements and copies can be obtained from 'Companies House, Crown Way, Cardiff, CF14 3UZ.'