

**REGISTRAR'S COPY**

**PJT RESTAURANTS LIMITED**  
**ABBREVIATED ACCOUNTS**  
**31 DECEMBER 2013**

**SATURDAY**



\*A382YROB\*

A30

17/05/2014

#4

COMPANIES HOUSE

**MWS CHARTERED ACCOUNTANTS**  
Chartered Accountants & Statutory Auditor  
601 London Road  
Westcliff-on-Sea  
Essex  
SS0 9PE

**PJT RESTAURANTS LIMITED**

**ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2013**

<b>CONTENTS</b>	<b>PAGE</b>
The directors' report	1
Independent auditor's report to the company	3
Abbreviated profit and loss account	4
Abbreviated balance sheet	5
Cash flow statement	6
Notes to the abbreviated accounts	7

# **PJT RESTAURANTS LIMITED**

## **THE DIRECTORS' REPORT**

### **YEAR ENDED 31 DECEMBER 2013**

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 December 2013

#### **PRINCIPAL ACTIVITIES AND BUSINESS REVIEW**

The principal activity of the company during the year was that of the operation of fast food restaurant franchises

Turnover in the year increased by 9% (2012 10%) and gross profit year on year increased by 9% (2012 10%) The overhead cost has increased within expectation leading to a net profit for the year of £287,621 compared with £276,157 in 2012

The company continues to reinvest in the restaurants to keep in line with expected quality and brand presentation

The state of the business is satisfactory and the directors anticipate the business will continue to remain profitable

#### **RESULTS AND DIVIDENDS**

The profit for the year, after taxation, amounted to £227,948 Particulars of dividends paid are detailed in note 7 to the financial statements

#### **FINANCIAL INSTRUMENTS**

Details of the company's financial risk management objectives and policies are included in note 16 to the accounts

#### **DIRECTORS**

The directors who served the company during the year were as follows

K F Bartrip  
P J Tassell

#### **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 year

In preparing those 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

# **PJT RESTAURANTS LIMITED**

## **THE DIRECTORS' REPORT** *(continued)*

### **YEAR ENDED 31 DECEMBER 2013**

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.

In so far as the directors are aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

#### **DISABLED EMPLOYEES**

The company gives full consideration to applications for employment from disabled persons where the requirements of the job can be adequately fulfilled by a handicapped or disabled person. Where existing employees become disabled, it is the company's policy wherever practicable to provide continuing employment under normal terms and conditions and to provide training and career development and promotion to disabled employees wherever appropriate.

#### **EMPLOYEE INVOLVEMENT**

During the year, the company operated an equal opportunity policy for the employment, training, career development and promotion of disabled people. Employees are made aware of the development of the company via regular meetings whereby they are invited to present their suggestions and views on the company's performance.

#### **AUDITOR**

MWS Chartered Accountants are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

Registered office  
3 Sea Reach  
Leigh on Sea  
Essex  
SS9 1BL

Signed by order of the directors



K F BARTRIP  
Company Secretary

Approved by the directors on 2 April 2014

**PJT RESTAURANTS LIMITED**  
**INDEPENDENT AUDITOR'S REPORT TO PJT RESTAURANTS LIMITED**  
**UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts, together with the financial statements of PJT Restaurants Limited for the year ended 31 December 2013 prepared under Section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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 for our work, for this report, or for the opinions we have formed.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

**BASIS OF OPINION**

We conducted our work in accordance with Bulletin 2008/4 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 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.



CLIVE R SMITH FCA (Senior  
Statutory Auditor)  
For and on behalf of  
MWS CHARTERED ACCOUNTANTS  
Chartered Accountants  
& Statutory Auditor

601 London Road  
Westcliff-on-Sea  
Essex  
SS0 9PE

2 April 2014

**PJT RESTAURANTS LIMITED**  
**ABBREVIATED PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 31 DECEMBER 2013**

	Note	2013 £	2012 £
<b>TURNOVER</b>		<b>9,824,504</b>	<b>9,021,443</b>
Cost of Sales and Other operating income		<b>3,272,995</b>	3,016,618
Administrative expenses		<b>6,247,488</b>	5,726,164
<b>OPERATING PROFIT</b>	<b>2</b>	<b>304,021</b>	278,661
Interest payable and similar charges	<b>5</b>	<b>16,400</b>	13,847
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>287,621</b>	264,814
Tax on profit on ordinary activities	<b>6</b>	<b>59,673</b>	91,136
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<b><u>227,948</u></b>	<b><u>173,678</u></b>

All of the activities of the company are classed as continuing

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

The notes on pages 7 to 18 form part of these abbreviated accounts

# PJT RESTAURANTS LIMITED

## ABBREVIATED BALANCE SHEET

31 DECEMBER 2013

	Note	2013 £	2012 £
<b>FIXED ASSETS</b>			
Intangible assets	8	234,401	261,881
Tangible assets	9	941,077	956,736
Investments	10	5,000	5,000
		<u>1,180,478</u>	<u>1,223,617</u>
<b>CURRENT ASSETS</b>			
Stocks	11	53,453	40,999
Debtors	12	404,980	306,653
Cash at bank and in hand		540,672	422,495
		<u>999,105</u>	<u>770,147</u>
<b>CREDITORS: Amounts falling due within one year</b>	13	<u>1,110,050</u>	<u>1,020,542</u>
<b>NET CURRENT LIABILITIES</b>		<u>(110,945)</u>	<u>(250,395)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>1,069,533</u>	<u>973,222</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	14	253,742	289,127
<b>PROVISIONS FOR LIABILITIES</b>			
Deferred taxation	15	98,785	100,037
		<u>717,006</u>	<u>584,058</u>
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	18	310,000	310,000
Profit and loss account	19	407,006	274,058
<b>SHAREHOLDERS' FUNDS</b>	20	<u>717,006</u>	<u>584,058</u>

These abbreviated financial statements have been prepared in accordance with the special provisions for medium-sized companies under section 445(3) of the Companies Act 2006

These abbreviated accounts were approved by the directors and authorised for issue on 2 April 2014, and are signed on their behalf by

K F BARTRIP

P J TASSELL

Company Registration Number 04416191

The notes on pages 7 to 18 form part of these abbreviated accounts

**PJT RESTAURANTS LIMITED**

**CASH FLOW STATEMENT**

**YEAR ENDED 31 DECEMBER 2013**

	Note	2013 £	2012 £
NET CASH INFLOW FROM OPERATING ACTIVITIES	21	652,788	580,868
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE	21	(16,400)	(13,847)
TAXATION	21	(87,232)	(40,095)
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT	21	(257,322)	(80,121)
EQUITY DIVIDENDS PAID		(95,000)	(150,000)
CASH INFLOW BEFORE FINANCING		196,834	296,805
FINANCING	21	(78,657)	(248,361)
INCREASE IN CASH	21	<u>118,177</u>	<u>48,444</u>

The notes on pages 7 to 18 form part of these abbreviated accounts.



**PJT RESTAURANTS LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2013**

**1. ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of financial instruments

**Turnover**

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

**Amortisation**

Amortisation 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

Goodwill	- 20 years straight line
Franchise fee	- 20 years straight line

**Fixed assets**

All fixed assets are initially recorded at cost

**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

Leasehold Property	- Over the length of the lease
Plant & Machinery	- 3, 5 and 7 years straight line
Fixtures & Fittings	- 3 and 4 years straight line

**Stocks**

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

**Operating lease agreements**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease

**Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

**Deferred taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions

**PJT RESTAURANTS LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2013**

**1. ACCOUNTING POLICIES** *(continued)*

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

**Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

*Investments*

All investments are initially recorded at cost, being the fair value of the consideration given and including acquisition costs associated with the investment. All purchases and sales of investments are recognised using trade date accounting.

After initial recognition, investments, which are classified as held for trading and available-for-sale, are measured at fair value. Gains or losses on investments held for trading are recognised in the profit and loss account. Gains or losses on available-for-sale investments are recognised as a separate component of equity until the investment is disposed of or until its value is impaired, at which time the cumulative gain or loss previously reported in equity is included in the profit and loss account.

Fixed asset investments are stated at cost less provision for permanent diminution in value.

*Trade and other debtors*

Trade and other debtors are recognised and carried forward at invoice amounts less provisions for any doubtful debts. Bad debts are written off when identified.

**PJT RESTAURANTS LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2013**

**1. ACCOUNTING POLICIES** *(continued)*

*Interest-bearing loans and borrowings*

All loans and borrowings are recognised initially at cost, which is the fair value of the consideration received, net of issue costs associated with the borrowing.

After initial recognition, interest-bearing loans and borrowings are measured at amortised cost using the effective interest method. Gains or losses are recognised in the profit and loss account when liabilities are derecognised or impaired, as well as through the amortisation process.

**2. OPERATING PROFIT**

Operating profit is stated after charging

	2013 £	2012 £
Amortisation of intangible assets	27,480	27,480
Depreciation of owned fixed assets	272,981	253,650
Loss on disposal of fixed assets	–	435
Operating lease costs:		
- Other	1,279,675	1,172,379
Auditor's remuneration	<u>6,675</u>	<u>6,495</u>
	2013 £	2012 £
Auditor's remuneration - audit of the financial statements	<u>6,675</u>	<u>6,495</u>

**PJT RESTAURANTS LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2013**

**3. PARTICULARS OF EMPLOYEES**

The average number of staff employed by the company during the financial year amounted to

	<b>2013</b>	<b>2012</b>
	<b>No</b>	<b>No</b>
Number of production staff	<b>343</b>	356
Number of administrative staff	<b>3</b>	3
Number of management staff	<b>14</b>	14
	<b><u>360</u></b>	<b><u>373</u></b>

The aggregate payroll costs of the above were

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Wages and salaries	<b>2,709,470</b>	2,401,113
Social security costs	<b>106,810</b>	117,768
Other pension costs	<b>5,063</b>	3,733
	<b><u>2,821,343</u></b>	<b><u>2,522,614</u></b>

**4. DIRECTORS' REMUNERATION**

The directors' aggregate remuneration in respect of qualifying services were

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Remuneration receivable	<b><u>17,000</u></b>	<b><u>29,836</u></b>

**5. INTEREST PAYABLE AND SIMILAR CHARGES**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Interest payable on bank borrowing	<b><u>16,400</u></b>	<b><u>13,847</u></b>

**PJT RESTAURANTS LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2013**

**6. TAXATION ON ORDINARY ACTIVITIES**

**(a) Analysis of charge in the year**

	2013 £	2012 £
Current tax		
In respect of the year		
UK Corporation tax based on the results for the year at 20.05% (2012 - 21.47%)	<u>60,925</u>	<u>87,231</u>
Total current tax	<u>60,925</u>	<u>87,231</u>
Deferred tax		
Origination and reversal of timing differences (note 15)		
Capital allowances	<u>(1,252)</u>	<u>3,905</u>
Tax on profit on ordinary activities	<u>59,673</u>	<u>91,136</u>

**(b) Factors affecting current tax charge**

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 20.05% (2012 - 21.47%)

	2013 £	2012 £
Profit on ordinary activities before taxation	<u>287,621</u>	<u>264,814</u>
Profit on ordinary activities by rate of tax	<u>57,668</u>	<u>56,856</u>
Capital allowances for period in excess of depreciation	<u>3,257</u>	<u>30,375</u>
Total current tax (note 6(a))	<u>60,925</u>	<u>87,231</u>

**7. DIVIDENDS**

**Equity dividends**

	2013 £	2012 £
Paid during the year		
Dividends on equity shares - Class A	<u>47,500</u>	<u>75,000</u>
Dividends on equity shares - Class B	<u>47,500</u>	<u>75,000</u>
	<u>95,000</u>	<u>150,000</u>

**PJT RESTAURANTS LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2013**

**8. INTANGIBLE FIXED ASSETS**

	Goodwill £	Franchise £	Total £
<b>COST</b>			
At 1 January 2013 and 31 December 2013	<u>430,461</u>	<u>120,000</u>	<u>550,461</u>
<b>AMORTISATION</b>			
At 1 January 2013	226,455	62,125	288,580
Charge for the year	<u>21,480</u>	<u>6,000</u>	<u>27,480</u>
At 31 December 2013	<u>247,935</u>	<u>68,125</u>	<u>316,060</u>
<b>NET BOOK VALUE</b>			
At 31 December 2013	<u>182,526</u>	<u>51,875</u>	<u>234,401</u>
At 31 December 2012	<u>204,006</u>	<u>57,875</u>	<u>261,881</u>

**9. TANGIBLE FIXED ASSETS**

	Leasehold Property £	Plant & Machinery £	Fixtures & Fittings £	Total £
<b>COST</b>				
At 1 January 2013	113,427	2,718,171	14,723	2,846,321
Additions	<u>70,925</u>	<u>186,397</u>	<u>–</u>	<u>257,322</u>
At 31 December 2013	<u>184,352</u>	<u>2,904,568</u>	<u>14,723</u>	<u>3,103,643</u>
<b>DEPRECIATION</b>				
At 1 January 2013	11,343	1,869,410	8,832	1,889,585
Charge for the year	<u>13,240</u>	<u>257,168</u>	<u>2,573</u>	<u>272,981</u>
At 31 December 2013	<u>24,583</u>	<u>2,126,578</u>	<u>11,405</u>	<u>2,162,566</u>
<b>NET BOOK VALUE</b>				
At 31 December 2013	<u>159,769</u>	<u>777,990</u>	<u>3,318</u>	<u>941,077</u>
At 31 December 2012	<u>102,084</u>	<u>848,761</u>	<u>5,891</u>	<u>956,736</u>

**PJT RESTAURANTS LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2013**

**10. INVESTMENTS**

	Total £
<b>COST</b>	
At 1 January 2013 and 31 December 2013	<u>5,000</u>
<b>NET BOOK VALUE</b>	
At 31 December 2013 and 31 December 2012	<u>5,000</u>

**11. STOCKS**

	2013 £	2012 £
Raw materials	<u>53,453</u>	<u>40,999</u>

**12. DEBTORS**

	2013 £	2012 £
Trade debtors	432	50
Amounts owed by group undertakings	356,566	276,154
Other debtors	888	–
Prepayments and accrued income	<u>47,094</u>	<u>30,449</u>
	<u>404,980</u>	<u>306,653</u>

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

	2013 £	2012 £
Bank loans	203,385	246,657
Trade creditors	441,909	358,302
Other creditors including taxation and social security		
Corporation tax	60,924	87,231
PAYE and social security	27,655	26,780
VAT	292,345	263,100
Other creditors	–	378
	<u>1,026,218</u>	<u>982,448</u>
Accruals and deferred income	<u>83,832</u>	<u>38,094</u>
	<u>1,110,050</u>	<u>1,020,542</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company

	2013 £	2012 £
Bank loans	<u>203,385</u>	<u>246,657</u>

**PJT RESTAURANTS LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2013**

**14. CREDITORS: Amounts falling due after more than one year**

	2013	2012
	£	£
Bank loans and overdrafts	<u>253,742</u>	<u>289,127</u>

The following liabilities disclosed under creditors falling due after more than one year are secured by the company

	2013	2012
	£	£
Bank loans and overdrafts	<u>253,742</u>	<u>289,127</u>

**15. DEFERRED TAXATION**

The movement in the deferred taxation provision during the year was

	2013	2012
	£	£
Provision brought forward	100,037	96,132
Profit and loss account movement arising during the year	<u>(1,252)</u>	<u>3,905</u>
Provision carried forward	<u>98,785</u>	<u>100,037</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of

	2013	2012
	£	£
Excess of taxation allowances over depreciation on fixed assets	<u>98,785</u>	<u>100,037</u>
	<u>98,785</u>	<u>100,037</u>

**16. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES**

The company holds or issues financial instruments in order to achieve three main objectives, being

- (a) to finance its operations,
- (b) to manage its exposure to interest and currency risks arising from its operations and from its sources of finance, and
- (c) for trading purposes

In addition, various financial instruments (e.g. trade debtors, trade creditors, accruals and prepayments) arise directly from the company's operations

Transactions in financial instruments result in the company assuming or transferring to another party one or more of the financial risks described below



**PJT RESTAURANTS LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2013**

**16. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES**

*(continued)*

***Interest rate risk***

The company has bank loans at the Balance Sheet date which are exposed to interest rate risk. Interest rates are constantly monitored and renegotiated with the lending body as appropriate to minimise such risk.

***Credit risk***

The company monitors credit risk closely and considers that its current policies of credit checks meets its objectives of managing exposure to credit risk.

The company's main concentration of credit risk relates to supplies from the Franchise. Amounts shown in the balance sheet best represent the maximum credit risk exposure in the event other parties fail to perform their obligations under financial instruments. The Directors manage the credit risk via constant communication and management information with the Franchise to maintain required debt to equity levels.

***Liquidity risk***

The Directors aim to minimise liquidity risk by maintaining cash balances and achieving the required debt to equity ratios to facilitate Franchise credit.

***Currency risk***

The company does not have any exposure to foreign currency risk.

***Fair values of financial assets and liabilities***

The company have no financial assets or liabilities carried at an amount other than their fair value.

***Hedging activities***

The company undertakes no hedging activities.

**17. COMMITMENTS UNDER OPERATING LEASES**

At 31 December 2013 the company had annual commitments under non-cancellable operating leases as set out below:

	<b>Land and buildings</b>	
	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Operating leases which expire		
Within 2 to 5 years	2,040	8,365
After more than 5 years	<u>1,279,675</u>	<u>1,242,254</u>
	<u><b>1,281,715</b></u>	<u><b>1,250,619</b></u>

**PJT RESTAURANTS LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2013**

**18. SHARE CAPITAL**

**Authorised share capital:**

	2013 £	2012 £
155,000 Ordinary shares of £1 each	155,000	155,000
155,000 Ordinary Class 2 shares of £1 each	155,000	155,000
	<u>310,000</u>	<u>310,000</u>

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

	2013 No	£	2012 No	£
155,000 Ordinary shares of £1 each	155,000	155,000	155,000	155,000
155,000 Ordinary Class 2 shares of £1 each	155,000	155,000	155,000	155,000
	<u>310,000</u>	<u>310,000</u>	<u>310,000</u>	<u>310,000</u>

**19. PROFIT AND LOSS ACCOUNT**

	2013 £	2012 £
Balance brought forward	274,058	250,380
Profit for the financial year	227,948	173,678
Equity dividends	(95,000)	(150,000)
Balance carried forward	<u>407,006</u>	<u>274,058</u>

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

	2013 £	2012 £
Profit for the financial year	227,948	173,678
Equity dividends	(95,000)	(150,000)
Net addition to shareholders' funds	132,948	23,678
Opening shareholders' funds	584,058	560,380
Closing shareholders' funds	<u>717,006</u>	<u>584,058</u>

**PJT RESTAURANTS LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2013**

**21. NOTES TO THE CASH FLOW STATEMENT**

**RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	2013	2012
	£	£
Operating profit	304,021	278,661
Amortisation	27,480	27,480
Depreciation	272,981	253,650
Loss on disposal of fixed assets	–	435
Increase in stocks	(12,454)	(1,772)
Increase in debtors	(98,327)	(75,076)
Increase in creditors	159,087	97,490
Net cash inflow from operating activities	<u>652,788</u>	<u>580,868</u>

**RETURNS ON INVESTMENTS AND SERVICING OF FINANCE**

	2013	2012
	£	£
Interest paid	<u>(16,400)</u>	<u>(13,847)</u>
Net cash outflow from returns on investments and servicing of finance	<u>(16,400)</u>	<u>(13,847)</u>

**TAXATION**

	2013	2012
	£	£
Taxation	<u>(87,232)</u>	<u>(40,095)</u>

**CAPITAL EXPENDITURE**

	2013	2012
	£	£
Payments to acquire tangible fixed assets	(257,322)	(83,122)
Receipts from sale of fixed assets	–	3,001
Net cash outflow from capital expenditure	<u>(257,322)</u>	<u>(80,121)</u>

**FINANCING**

	2013	2012
	£	£
Repayment of bank loans	(78,657)	(248,361)
Net cash outflow from financing	<u>(78,657)</u>	<u>(248,361)</u>

**PJT RESTAURANTS LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2013**

**21. NOTES TO THE CASH FLOW STATEMENT** *(continued)*

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS**

	2013		2012
	£	£	£
Increase in cash in the period	118,177		48,444
Net cash outflow from bank loans	<u>78,657</u>		<u>248,361</u>
		<u>196,834</u>	<u>296,805</u>
Change in net funds		196,834	296,805
Net debt at 1 January 2013		(113,289)	(410,094)
Net funds at 31 December 2013		<u>83,545</u>	<u>(113,289)</u>

**ANALYSIS OF CHANGES IN NET FUNDS**

	At 1 Jan 2013 £	Cash flows £	At 31 Dec 2013 £
Net cash			
Cash in hand and at bank	<u>422,495</u>	<u>118,177</u>	<u>540,672</u>
Debt			
Debt due within 1 year	(246,657)	43,272	(203,385)
Debt due after 1 year	<u>(289,127)</u>	<u>35,385</u>	<u>(253,742)</u>
	<u>(535,784)</u>	<u>78,657</u>	<u>(457,127)</u>
Net funds	<u>(113,289)</u>	<u>196,834</u>	<u>83,545</u>

**22. ULTIMATE PARENT COMPANY**

The ultimate parent company was P & K Restaurants Limited, a company incorporated in England