

**COMPANY REGISTRATION NUMBER: 09455044**

**Tafzalhshah Limited**  
**Filleted Unaudited Financial Statements**  
**For the period ended**  
**31 December 2016**

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# **Tafzalhshah Limited**

## **Financial Statements**

**Period ended 31 December 2016**

<b>Contents</b>	<b>Page</b>
Statement of financial position	<b>1</b>
Statement of changes in equity	<b>3</b>
Notes to the financial statements	<b>4</b>

# Tafzalhshah Limited

## Statement of Financial Position

31 December 2016

	Note	£	2016 £
<b>Fixed assets</b>			
Intangible assets	5		508,795
Tangible assets	6		810,410
Investments	7		2,500
			<u>1,321,705</u>
<b>Current assets</b>			
Stocks		25,611	
Debtors	8	20,479	
Cash at bank and in hand		<u>729,951</u>	
		776,041	
<b>Creditors: amounts falling due within one year</b>	9	<u>(685,544)</u>	
<b>Net current assets</b>			<u>90,497</u>
<b>Total assets less current liabilities</b>			<u>1,412,202</u>
<b>Creditors: amounts falling due after more than one year</b>	10		(1,123,096)
<b>Provisions</b>			<u>(62,466)</u>
<b>Net assets</b>			<u>226,640</u>
<b>Capital and reserves</b>			
Called up share capital			2
Profit and loss account			<u>226,638</u>
<b>Shareholders funds</b>			<u>226,640</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the income statement has not been delivered.

For the period ending 31 December 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the period in question in accordance with section 476;
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The statement of financial position  
continues on the following page.

The notes on pages 4 to 9 form part of these financial statements.

## Tafzalshah Limited

### Statement of Financial Position (continued)

31 December 2016

These financial statements were approved by the board of directors and authorised for issue on ~~15/9/2017~~, and are signed on behalf of the board by:



S H Shah  
Director

Company registration number: 09455044

# Tafzalhshah Limited

## Statement of Changes in Equity

Period ended 31 December 2016

	Called up share capital £	Profit and loss account £	Total £
<b>At 1 January 2016</b>	—	—	—
Profit for the period	—	226,638	226,638
<b>Total comprehensive income for the period</b>	—	226,638	226,638
Issue of shares	2	—	2
<b>Total investments by and distributions to owners</b>	2	—	2
<b>At 31 December 2016</b>	<u>2</u>	<u>226,638</u>	<u>226,640</u>

# **Tafzalhshah Limited**

## **Notes to the Financial Statements**

**Period ended 31 December 2016**

### **1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 19 Stapper Green, Wilsden, Bradford, West Yorkshire, BD15 0HQ.

### **2. Statement of compliance**

These financial statements have been prepared in compliance with FRS 102 Section 1A, 'The Financial Reporting Standard applicable to small companies in the UK and Republic of Ireland'.

### **3. Accounting policies**

#### **(a) Basis of preparation**

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

#### **(b) Revenue recognition**

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods supplied, stated net of discounts and of Value Added Tax.

Revenue from sale of goods is recognised at the point of sale to the customer.

#### **(c) Current and deferred tax**

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

#### **(d) Operating leases**

The company's restaurant premises are leased from McDonald's Restaurant Limited under non-cancellable operating leases with expiry terms of more than five years. The rental payments are calculated on a monthly basis and are substantially based on annual sales income generated.

## Tafzalshah Limited

### Notes to the Financial Statements (continued)

Period ended 31 December 2016

#### 3. Accounting policies (continued)

##### (e) Goodwill

Goodwill arises on business acquisitions and represents the excess of the cost of the acquisition over the company's interest in the net amount of the identifiable assets, liabilities and contingent liabilities of the acquired business.

Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. It is amortised on a straight-line basis over its useful life. Where a reliable estimate of the useful life of goodwill or intangible assets cannot be made, the life is presumed not to exceed five years.

##### (f) Intangible assets

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses.

##### (g) Amortisation

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

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

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

##### (h) Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

##### (i) Depreciation

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

Restaurant equipment	-	7 years straight line
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##### (j) Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

**Tafzalshah Limited****Notes to the Financial Statements (continued)****Period ended 31 December 2016****3. Accounting policies (continued)****(k) Stocks**

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

**(l) Provisions**

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset.

**(m) Financial instruments**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

**(n) Defined contribution plans**

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

**4. Employees**

The average number of persons employed by the company during the period, including the director, amounted to 188.



# Tafzalhshah Limited

## Notes to the Financial Statements (continued)

Period ended 31 December 2016

### 5. Intangible assets

	Goodwill	Franchise fee and SDLT	Total
	£	£	£
<b>Cost</b>			
Additions	453,383	77,710	531,093
<b>At 31 December 2016</b>	<u>453,383</u>	<u>77,710</u>	<u>531,093</u>
<b>Amortisation</b>			
Charge for the period	19,015	3,283	22,298
<b>At 31 December 2016</b>	<u>19,015</u>	<u>3,283</u>	<u>22,298</u>
<b>Carrying amount</b>			
<b>At 31 December 2016</b>	<u>434,368</u>	<u>74,427</u>	<u>508,795</u>

### 6. Tangible assets

	Restaurant equipment
	£
<b>Cost</b>	
Additions	875,298
<b>At 31 December 2016</b>	<u>875,298</u>
<b>Depreciation</b>	
Charge for the period	64,888
<b>At 31 December 2016</b>	<u>64,888</u>
<b>Carrying amount</b>	
<b>At 31 December 2016</b>	<u>810,410</u>

### 7. Investments

	Trade investment
	£
<b>Cost</b>	
Additions	2,500
<b>At 31 December 2016</b>	<u>2,500</u>
<b>Impairment</b>	
At 1 Jan 2016 and 31 Dec 2016	<u>—</u>
<b>Carrying amount</b>	
<b>At 31 December 2016</b>	<u>2,500</u>

# Tafzalhshah Limited

## Notes to the Financial Statements (continued)

Period ended 31 December 2016

### 8. Debtors

	2016 £
Prepayments	<u>20,479</u>

### 9. Creditors: amounts falling due within one year

	2016 £
Bank loans and overdrafts	144,061
Trade creditors	232,176
Accruals	116,339
Social security and other taxes	136,164
Other creditors	<u>56,804</u>
	<u>685,544</u>

### 10. Creditors: amounts falling due after more than one year

	2016 £
Bank loans and overdrafts	794,071
Director loan accounts	<u>329,025</u>
	<u>1,123,096</u>

Included within creditors: amounts falling due after more than one year is an amount of £192,406 in respect of liabilities payable or repayable by instalments which fall due for payment after more than five years from the reporting date.

### 11. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2016 £
Not later than 1 year	1,178,763
Later than 1 year and not later than 5 years	4,715,052
Later than 5 years	<u>16,572,026</u>
	<u>22,465,841</u>

The company's restaurant premises are leased from McDonalds Restaurants Limited under non-cancellable operating leases expiring after more than five years. It is not possible to quantify the commitments due under the leases because of the variable basis of the rental payments. Rent is calculated as a percentage of sales above base and therefore the operating lease commitment relates to base rent only. The directors estimate that the total rental payments over the whole lease term will be in the region of £22,465,841.

## **Tafzalhshah Limited**

### **Notes to the Financial Statements (continued)**

**Period ended 31 December 2016**

#### **12. Related party transactions**

During the period the director made a loan to the company. At the year end date the balance owed to the director totalled £329,025. No interest was charged on the loan during the period to 31 December 2016.