

Registered number
2090397

Stringfellow Restaurants Limited

Group Report and Accounts

31 December 2016

SATURDAY



A6FKYSNN

A22

23/09/2017

#139

COMPANIES HOUSE

Stringfellow Restaurants Limited
Report and accounts
Contents

	Page
Company information	1
Directors' report	2
Strategic report	4
Independent auditors' report	5
Consolidated income statement	6
Consolidated statement of financial position	7
Company statement of financial position	8
Consolidated and company statement of changes in equity	9
Consolidated statement of cash flows	10
Notes to the accounts	11

Stringfellow Restaurants Limited
Company Information

Directors

P J Stringfellow

C S Silver

Secretary

B H Company Secretarial Services

Auditors

Palmers

28 Chipstead Station Parade

Chipstead

Coulsdon

Surrey

CR5 3TF

Bankers

Barclays Bank plc

1 Churchill Place

London

E14 5HP

Registered office

235 Old Marylebone Road

London

NW1 5QT

Registered number

2090397

Stringfellow Restaurants Limited

Directors' Report

The directors present their report and accounts of the company and the group for the year ended 31 December 2016.

Principal activities

The parent company's principal activity during the year continued to be that of the operation of "Stringfellows" nightclub in London. The principal activities of subsidiary undertakings are disclosed in the notes to the accounts.

During the year, Softchoice Limited, a subsidiary undertaking, closed the "Peter Stringfellow's Angels Soho" nightclub in London, and sold the lease of the premises.

Directors

The following persons served as directors during the year:

P J Stringfellow
C S Silver

Political donations

During the year, the group made donations to the Conservative Party amounting to £4,000.

Directors' responsibilities

The directors are responsible for preparing the report and accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The accounts are required by law to 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 accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the accounts 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.

Stringfellow Restaurants Limited
Directors' Report

Disclosure of information to auditors

Each person who was a director at the time this report was approved confirms that:

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

This report was approved by the board on7/9/17.....

C S Silver
Director

Stringfellow Restaurants Limited
Strategic Report
for the year ended 31 December 2016

The directors aim to present a balanced and comprehensive review of the development and performance of the business during the year and its position at the year end. The review is consistent with the size and non-complex nature of our business and is written in the context of the risks and uncertainties faced by the company and the group.

The group continues to face (and adjust to) challenging trading conditions, caused, in part, by the ongoing terrorist threat facing major European cities. The closure of the Soho club towards the end of the year has also had an impact on group turnover, although the movement of customers to the Covent Garden club has resulted in an increase in the parent company's turnover. The comparative weakness of sterling has also resulted in an increase in overseas customers. Group net assets remain strong, and the directors believe that the profitability of the group will improve during the forthcoming year, following the consolidation of its operations. The directors continue to investigate other avenues to reduce operating costs.

Total employee numbers reduced following the closure of the Soho club.

In common with other businesses operating in the leisure industry, the principal risks facing the group are its dependence on both strong local economic conditions and visitors from abroad.

Furthermore, under local government regulations, all clubs within our industry are now subject to annual renewals of their sex establishment licences. The directors consider that there are no reasons that those licences should not be renewed.

The group seeks to mitigate these risks by constantly investigating additional sources of revenue, staff training and, as previously mentioned, by reviewing its costs and supplier relationships. Given its high profile in the industry, the group also expends significant resources in ensuring that it complies fully with all applicable regulations, that customer care is paramount, and that the facilities are maintained to the highest standards.

The directors manage the business on the key performance indicators (KPIs) of turnover, the gross margin, and EBITDA. The following group KPIs should be viewed in the light of the closure of the Soho nightclub on 03 September 2016:

	2016	2015
Turnover	£6,459,414	£7,412,019
EBITDA	£(974,515)	£(104,475)
Gross profit margin	64.8%	63.5%

This report was approved by the board on 7/9/17 and signed on its behalf.



C S Silver
Director

Stringfellow Restaurants Limited
Independent auditors' report
to the shareholders of Stringfellow Restaurants Limited

We have audited the accounts of Stringfellow Restaurants Limited for the year ended 31 December 2016 which comprise the Group Income Statement, the Group and Parent Statement of Financial Position, the Group Changes in Equity, the Group Statement of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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 directors and auditors

As explained more fully in the Statement of Directors' Responsibilities, the directors are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view. Our responsibility is to audit the accounts 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 accounts

A description of the scope of an audit of financial statements is provided on the FRC's website at www.frc.org.uk/apb/scope/private.cfm

Opinion on the accounts

In our opinion the accounts:

- give a true and fair view of the state of the group's and the parent company's affairs as at 31 December 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act 2006

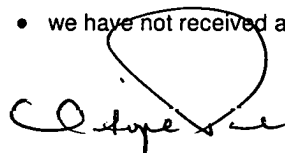
In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Directors' Report for the financial year for which the accounts are prepared is consistent with the accounts; and
- the Strategic Report and the Directors' Report have been prepared in accordance with applicable legal requirements.

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company accounts are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



C M J Palmer (Senior Statutory Auditor)
for and on behalf of Palmers
Chartered Accountants and Statutory Auditors

07.09.2017

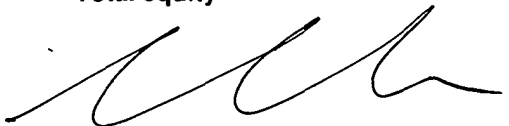
28 Chipstead Station Parade
Chipstead
Coulsdon
Surrey
CR5 3TF

Stringfellow Restaurants Limited
Consolidated Income Statement
for the year ended 31 December 2016

	Notes	2016 £	2015 £
Turnover	3	6,459,414	7,412,019
Cost of sales		(2,276,576)	(2,708,156)
Gross profit		<u>4,182,838</u>	<u>4,703,863</u>
Administrative expenses		(5,324,392)	(5,322,625)
Other operating income		100,549	101,829
Operating loss	4	<u>(1,041,005)</u>	<u>(516,933)</u>
Profit/(loss) on the sale of fixed assets		2,666,253	(601)
		<u>1,625,248</u>	<u>(517,534)</u>
Interest receivable		9,942	10,076
Profit/(loss) on ordinary activities before taxation		<u>1,635,190</u>	<u>(507,458)</u>
Tax on profit/(loss) on ordinary activities	8	1,239	55,811
Profit/(loss) for the financial year		<u>1,636,429</u>	<u>(451,647)</u>

Stringfellow Restaurants Limited
Consolidated Statement of Financial Position
as at 31 December 2016

	Notes	2016 £	2015 £
Fixed assets			
Intangible assets	9	122,728	136,364
Tangible assets	10	<u>228,646</u>	<u>593,814</u>
		351,374	730,178
Current assets			
Stocks	12	139,802	206,690
Debtors	13	406,924	533,042
Cash at bank and in hand		<u>4,814,670</u>	<u>2,409,213</u>
		5,361,396	3,148,945
Creditors: amounts falling due within one year	14	(1,539,983)	(1,341,526)
Net current assets		<u>3,821,413</u>	<u>1,807,419</u>
Total assets less current liabilities		<u>4,172,787</u>	<u>2,537,597</u>
Provisions for liabilities			
Deferred taxation	15	(26,217)	(27,456)
Net assets		<u>4,146,570</u>	<u>2,510,141</u>
Capital and reserves			
Called up share capital	16	500,000	500,000
Revaluation reserve	17	952	952
Profit and loss account	18	3,645,618	2,009,189
Total equity		<u>4,146,570</u>	<u>2,510,141</u>


C S Silver

Director

Approved by the board on 7/9/17

Stringfellow Restaurants Limited
Company Statement of Financial Position
as at 31 December 2016

	Notes	2016 £	2015 £
Fixed assets			
Intangible assets	9	122,728	136,364
Tangible assets	10	226,772	258,669
Investments	11	14	14
		<u>349,514</u>	<u>395,047</u>
Current assets			
Stocks	12	139,802	121,403
Debtors	13	392,355	2,248,027
Cash at bank and in hand		<u>4,819,589</u>	<u>2,295,631</u>
		5,351,746	4,665,061
Creditors: amounts falling due within one year	14	(2,076,199)	(1,720,243)
Net current assets		<u>3,275,547</u>	<u>2,944,818</u>
Total assets less current liabilities		<u>3,625,061</u>	<u>3,339,865</u>
Provisions for liabilities			
Deferred taxation	15	(26,217)	(27,456)
Net assets		<u>3,598,844</u>	<u>3,312,409</u>
Capital and reserves			
Called up share capital	16	500,000	500,000
Revaluation reserve	17	952	952
Profit and loss account	18	3,097,892	2,811,457
Total equity		<u>3,598,844</u>	<u>3,312,409</u>

C S Silver

Director

Approved by the board on 7/9/17

Stringfellow Restaurants Limited
Consolidated and Company Statement of Changes in Equity
for the year ended 31 December 2016

	Share capital	Share premium	Other reserves	Profit and loss account	Total
Group	£	£	£	£	£
At 1 January 2015	500,000	-	952	2,460,836	2,961,788
Profit for the financial year				(451,647)	(451,647)
At 31 December 2015	<u>500,000</u>	<u>-</u>	<u>952</u>	<u>2,009,189</u>	<u>2,510,141</u>
At 1 January 2016	500,000	-	952	2,009,189	2,510,141
Profit for the financial year				1,636,429	1,636,429
At 31 December 2016	<u>500,000</u>	<u>-</u>	<u>952</u>	<u>3,645,618</u>	<u>4,146,570</u>

	Share capital	Share premium	Other reserves	Profit and loss account	Total
Company	£	£	£	£	£
At 1 January 2015	500,000	-	952	2,950,005	3,450,957
Profit for the financial year				(138,548)	(138,548)
At 31 December 2015	<u>500,000</u>	<u>-</u>	<u>952</u>	<u>2,811,457</u>	<u>3,312,409</u>
At 1 January 2016	500,000	-	952	2,811,457	3,312,409
Profit for the financial year				286,435	286,435
At 31 December 2016	<u>500,000</u>	<u>-</u>	<u>952</u>	<u>3,097,892</u>	<u>3,598,844</u>

Stringfellow Restaurants Limited
Consolidated Statement of Cash Flows
for the year ended 31 December 2016

	Notes	2016 £	2015 £
Operating activities			
Operating loss		(1,041,005)	(516,933)
Adjustments for:			
Depreciation		52,857	398,822
Amortisation of trademarks		13,636	13,636
		<u>(974,512)</u>	<u>(104,475)</u>
Decrease in stocks		66,888	4,753
Decrease in debtors		126,118	87,941
Increase/(decrease) in creditors		198,457	(268,186)
		<u>(583,049)</u>	<u>(279,967)</u>
Interest received	19	9,942	10,076
Cash generated by operating activities		<u>(573,107)</u>	<u>(269,891)</u>
Net cash generated/(used)			
Cash used in operating activities		(573,107)	(269,891)
Cash generated by/(used in) investing activities	19	<u>2,978,564</u>	<u>(65,131)</u>
Net cash generated/(used)		<u>2,405,457</u>	<u>(335,022)</u>
Cash and cash equivalents at 1 January		<u>2,409,213</u>	<u>2,744,235</u>
Cash and cash equivalents at 31 December	20	<u>4,814,670</u>	<u>2,409,213</u>

Stringfellow Restaurants Limited
Notes to the Accounts
for the year ended 31 December 2016

1 Summary of significant accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland.

The accounts are prepared to a date which corresponds to the end of the last trading week in an accounting period. In relation to the current accounting period this date was 01 January 2017 (2015 - 02 January 2016).

Basis of consolidation

The group accounts consolidate the accounts of Stringfellow Restaurants Limited and its subsidiary undertakings for the financial year ended 31 December 2016.

Where subsidiary undertakings are acquired or sold during the period, their results are included from or to the date on which control passes.

As permitted Section 408 of the Companies Act 2006, the profit and loss account of the parent company is not presented as part of these accounts. The parent company's profit for the financial year was £286,435 (2015: loss £(138,548)).

Intangible fixed assets

Intangible fixed assets are measured at cost less accumulative amortisation and any accumulative impairment losses.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses.

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Leasehold land and buildings	over the lease term
Fixtures, fittings and equipment	20% reducing balance
Motor vehicles	25% reducing balance

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method.

The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

Stringfellow Restaurants Limited
Notes to the Accounts
for the year ended 31 December 2016

Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts.

Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price).

Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period.

Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments.

Unrelieved tax losses and other deferred tax assets are recognised only 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 and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used.

Current and deferred tax assets and liabilities are not discounted.

Provisions

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

Stringfellow Restaurants Limited
Notes to the Accounts
for the year ended 31 December 2016

Leasing and hire purchase commitments

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. All other leases are classified as operating leases.

The rights of use and obligations under finance leases are initially recognised as assets and liabilities at amounts equal to the fair value of the leased assets or, if lower, the present value of the minimum lease payments.

Minimum lease payments are apportioned between the finance charge and the reduction in the outstanding liability using the effective interest rate method. The finance charge is allocated to each period during the lease so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Leased assets are depreciated in accordance with the company's policy for tangible fixed assets. If there is no reasonable certainty that ownership will be obtained at the end of the lease term, the asset is depreciated over the lower of the lease term and its useful life.

Operating lease payments are recognised as an expense on a straight line basis over the lease term.

Unclaimed vouchers

Vouchers are purchased by customers to spend in the club. Unredeemed vouchers, though still legally claimable, are credited to turnover in the profit and loss account after a two year period (see note 23 Contingent Liabilities).

Pensions

Contributions to defined contribution plans are expensed in the period to which they relate.

Investments

Investments in unquoted equity instruments are measured at fair value. Changes in fair value are recognised in profit or loss. Fair value is estimated by using a valuation technique.

Stringfellow Restaurants Limited
Notes to the Accounts
for the year ended 31 December 2016

2 Critical accounting estimates and judgements

In preparing these financial statements, the directors have made the following judgements:

Determine whether there are indicators of impairment of the group's tangible and intangible assets, including goodwill. Factors taken into consideration in reaching such a decision include the economic viability and expected future financial performance of the asset and where it is a component of a larger cash-generating unit, the viability and expected future performance of that unit.

Other key sources of estimation uncertainty:

Tangible assets are depreciated over their useful lives taking into account residual values, where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending on a number of factors. In re-assessing asset lives, factors such as technological innovation, product life cycles and maintenance programmes are taken into account. Residual value assessments consider issues such as market conditions, the remaining life of the asset and projected disposal values.

3 Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer.

Turnover is attributable to the principal activities of the group, being that of the operation of "Stringfellows" nightclub in London and "Peter Stringfellow's Angels Soho" nightclub in London, and arises wholly within the United Kingdom.

4 Operating profit

2016
£ **2015**
£

This is stated after charging:

Depreciation of owned fixed assets	52,857	398,822
Amortisation of goodwill	13,636	13,636
Operating lease rentals - plant and machinery	7,831	6,488
Operating lease rentals - land buildings	1,033,500	1,244,966
Auditors' remuneration for audit services	26,800	23,750
Carrying amount of stock sold	<u>538,845</u>	<u>641,113</u>

Stringfellow Restaurants Limited
Notes to the Accounts
for the year ended 31 December 2016

5 Exceptional items	2016	2015
	£	£
Profit on disposal of land and buildings	2,682,154	-
Loss on disposal of plant and machinery	(15,901)	(601)
	<u>2,666,253</u>	<u>(601)</u>

During the year, the nightclub operated by Softchoice Limited was closed and the leasehold premises were subsequently sold. Softchoice Limited (a subsidiary undertaking) ceased trading with effect from 03 September 2016.

During the year, agreement was reached between Cabaret of the Angels Limited (a subsidiary undertaking) and HM Revenue & Customs concerning the historic tax treatment of bonus payments to directors. The total amount of the settlement was £680,087, including interest.

6 Directors' emoluments	2016	2015
	£	£
Emoluments	179,117	184,205
Amounts paid by third parties including subsidiary undertakings	542,344	632,119
	<u>721,461</u>	<u>816,324</u>

Highest paid director:		
Emoluments	<u>103,909</u>	<u>111,035</u>

7 Staff costs	2016	2015
	£	£
Wages and salaries	2,804,217	3,180,663
Social security costs	272,797	324,747
	<u>3,077,014</u>	<u>3,505,410</u>

Average number of employees during the year	Number	Number
Office and management	16	19
Bar and restaurant staff	102	115
	<u>118</u>	<u>134</u>

Stringfellow Restaurants Limited
Notes to the Accounts
for the year ended 31 December 2016

8 Taxation	2016	2015
	£	£
Analysis of charge in period		
Deferred tax:		
Origination and reversal of timing differences	(1,239)	(55,811)
Tax on loss on ordinary activities	<u>(1,239)</u>	<u>(55,811)</u>

Factors affecting tax charge for period

The differences between the tax assessed for the period and the standard rate of corporation tax are explained as follows:

	2016	2015
	£	£
Profit/(loss) on ordinary activities before tax	<u>1,635,190</u>	<u>(507,458)</u>
Standard rate of corporation tax in the UK	19%	20%
	£	£
Profit on ordinary activities multiplied by the standard rate of corporation tax	310,686	(101,492)
Effects of:		
Expenses/income not deductible/assessable for tax purposes	(393,427)	838
Capital allowances for period in excess of depreciation	(72,181)	82,492
Utilisation of tax losses and reliefs	154,922	18,162
Current tax charge for period	<u>-</u>	<u>-</u>

Factors that may affect future tax charges

In the opinion of the directors, there are no significant matters to report that may affect future tax charges.

Stringfellow Restaurants Limited
Notes to the Accounts
for the year ended 31 December 2016

9 Intangible fixed assets

Group and company:

£
Trademark

Cost

At 1 January 2016

150,000

At 31 December 2016

150,000

Amortisation

At 1 January 2016

13,636

Provided during the year

13,636

At 31 December 2016

27,272

Net book value

At 31 December 2016

122,728

At 31 December 2015

136,364

The trademark relates to the name "Stringfellows". In the opinion of the directors, this trademark is regarded as having an indefinite useful economic life and previously was not amortised. Furthermore, the directors consider that its current economic value is significantly in excess of its book value. However, under FRS 102, the directors have used an estimated useful life of 11 years in the calculation of amortisation.

Stringfellow Restaurants Limited
Notes to the Accounts
for the year ended 31 December 2016

10 Tangible fixed assets

Group:

	Short leasehold land and buildings <i>At cost</i> £	Plant and machinery <i>At cost</i> £	Total £
Cost			
At 1 January 2016	5,908,985	1,850,224	7,759,209
Additions	-	47,807	47,807
Disposals	(4,280,975)	(729,246)	(5,010,221)
At 31 December 2016	<u>1,628,010</u>	<u>1,168,785</u>	<u>2,796,795</u>
Depreciation			
At 1 January 2016	5,642,677	1,522,718	7,165,395
Charge for the year	5,143	47,714	52,857
On disposals	(4,062,243)	(587,860)	(4,650,103)
At 31 December 2016	<u>1,585,577</u>	<u>982,572</u>	<u>2,568,149</u>
Net book value			
At 31 December 2016	<u>42,433</u>	<u>186,213</u>	<u>228,646</u>
At 31 December 2015	<u>266,308</u>	<u>327,506</u>	<u>593,814</u>

Stringfellow Restaurants Limited
Notes to the Accounts
for the year ended 31 December 2016

Company:

	Short leasehold land and buildings At cost £	Plant and machinery At cost £	Total £
Cost			
At 1 January 2016	1,628,010	1,321,905	2,949,915
Additions	-	47,807	47,807
Disposals	-	(218,441)	(218,441)
At 31 December 2016	<u>1,628,010</u>	<u>1,151,271</u>	<u>2,779,281</u>
Depreciation			
At 1 January 2016	1,580,434	1,110,812	2,691,246
Charge for the year	5,143	46,885	52,028
On disposals	-	(190,765)	(190,765)
At 31 December 2016	<u>1,585,577</u>	<u>966,932</u>	<u>2,552,509</u>
Net book value			
At 31 December 2016	<u>42,433</u>	<u>184,339</u>	<u>226,772</u>
At 31 December 2015	<u>47,576</u>	<u>211,093</u>	<u>258,669</u>
		2016	2015
		£	£
Carrying amount of land and buildings on cost basis		<u>41,481</u>	<u>46,624</u>

Stringfellow Restaurants Limited
Notes to the Accounts
for the year ended 31 December 2016

11 Investments

Company:

	Investments in subsidiary undertakings £	Other investments £	Total £
Cost			
At 1 January 2016	14	-	14
At 31 December 2016	14	-	14

The company holds 20% or more of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held Class	%
Cabaret of the Angels Limited	England and Wales	Ordinary	100
Angels of Mayfair Limited	England and Wales	Ordinary	100
Angels in the City Limited	England and Wales	Ordinary	100
Marylebone Securities Limited	England and Wales	Ordinary	100
Lap Dancing Limited	England and Wales	Ordinary	100
Softchoice Limited	England and Wales	Ordinary	100
Stringfellow.com Limited	England and Wales	Ordinary	100

Financial information summary - subsidiaries:

	Nature of business	Aggregate capital & reserves at last accounting date £	Profit for the last financial year £
Cabaret of the Angels Limited	An agency in the leisure industry	852,479	(660,563)
Angels of Mayfair Limited	Non-trading	2	-
Angels in the City Limited	Non-trading	2	-
Marylebone Securities Limited	Non-trading	2	-
Lap Dancing Limited	Non-trading	2	-
Softchoice Limited	Nightclub operator	(3,018,781)	2,391,527
Stringfellow.com Limited	Non-trading	2	-

12 Stocks

Group:

	2016 £	2015 £
Finished goods and goods for resale	139,802	206,690

Company:

	2016 £	2015 £
Finished goods and goods for resale	139,802	121,403

The difference between purchase price or production cost of stocks and their replacement cost is not material.

Stringfellow Restaurants Limited
Notes to the Accounts
for the year ended 31 December 2016

13 Debtors	2016	2015
Group:	£	£
Trade debtors	72,601	27,268
Other debtors	513	512
Prepayments and accrued income	333,810	505,262
	<u>406,924</u>	<u>533,042</u>
	2016	2015
Company:	£	£
Trade debtors	72,601	26,376
Amounts owed by group undertakings and undertakings in which the company has a participating interest	-	1,948,119
Prepayments and accrued income	319,754	273,532
	<u>392,355</u>	<u>2,248,027</u>
14 Creditors: amounts falling due within one year	2016	2015
Group:	£	£
Trade creditors	240,124	346,573
Other taxes and social security costs	681,650	554,374
Other creditors	44,889	147,506
Accruals and deferred income	573,320	293,073
	<u>1,539,983</u>	<u>1,341,526</u>
	2016	2015
Company:	£	£
Trade creditors	226,393	199,162
Amounts owed to group undertakings and undertakings in which the company has a participating interest	1,372,374	953,538
Other taxes and social security costs	325,497	258,707
Other creditors	36,887	60,946
Accruals and deferred income	115,048	247,890
	<u>2,076,199</u>	<u>1,720,243</u>

Stringfellow Restaurants Limited
Notes to the Accounts
for the year ended 31 December 2016

15 Deferred taxation			2016	2015
Group:			£	£
Accelerated capital allowances			26,217	27,456
Undiscounted provision for deferred tax			26,217	27,456
			2016	2015
			£	£
At 1 January			27,456	83,267
Deferred tax charge in profit and loss account			(1,239)	(55,811)
At 31 December			26,217	27,456
Company:			2016	2015
			£	£
Accelerated capital allowances			26,217	27,456
Undiscounted provision for deferred tax			26,217	27,456
			2016	2015
			£	£
At 1 January			27,456	40,177
Deferred tax charge in profit and loss account			(1,239)	(12,721)
At 31 December			26,217	27,456
16 Share capital	2016	2015	2016	2015
	No	No	£	£
Allotted, called up and fully paid:				
Ordinary shares of £1 each	500,000	500,000	500,000	500,000
17 Revaluation reserve			2016	
Group and company:			£	
At 1 January 2016			952	
At 31 December 2016			952	

Stringfellow Restaurants Limited
Notes to the Accounts
for the year ended 31 December 2016

18 Profit and loss account

Group:

2016

£

At 1 January 2016

2,009,189

Profit for the financial year

1,636,429

At 31 December 2016

3,645,618

Company:

2016

£

At 1 January 2016

2,811,457

Profit for the financial year

286,435

At 31 December 2016

3,097,892

19 Gross cash flows

2016

2015

£

£

Interest received

Bank interest received

9,942

10,076

Investing activities

Payments to acquire tangible fixed assets

(47,807)

(65,530)

Proceeds from sales of tangible fixed assets

3,026,371

399

2,978,564

(65,131)

20 Analysis of changes in cash and cash equivalents

	At 1 Jan 2016 £	Cash flows £	Non-cash changes £	At 31 Dec 2016 £
Cash at bank and in hand	2,409,213	<u>2,405,457</u>		4,814,670
Total	<u>2,409,213</u>	<u>2,405,457</u>	<u>-</u>	<u>4,814,670</u>

21 Events after the reporting date

Once the residual affairs of Softchoice Limited, a subsidiary undertaking, have been addressed following the closure of the nightclub from which it operated, the directors intend to "wind-up" the company and settle all creditors.

Stringfellow Restaurants Limited
Notes to the Accounts
for the year ended 31 December 2016

22 Other financial commitments

Total future minimum lease payments under non-cancellable operating leases:

	Land and buildings 2016 £	Land and buildings 2015 £	Other 2016 £	Other 2015 £
Falling due:				
within one year	-	413,437	-	-
in over five years	5,406,000	6,081,750	-	-
	<u>5,406,000</u>	<u>6,495,187</u>	<u>-</u>	<u>-</u>

23 Contingent liabilities

Unclaimed "Heavenly Pound Vouchers" are credited to the profit and loss account on a periodic basis, as stated in the accounting policies. However, the directors consider (on advice) that such vouchers can be redeemed at any time. The liability for unclaimed vouchers included in other creditors represents only the unclaimed balance arising for the past two financial years, on the basis that later vouchers are unlikely to be redeemed.

24 Transactions with directors

Included in group creditors falling due within one year are directors' loan account balances due to P J Stringfellow amounting £8,297 (2015: £93,588) and to C S Silver amounting to £nil (2015: £nil).

Stringfellow Restaurants Limited
Notes to the Accounts
for the year ended 31 December 2016

25 Related parties

During the year, the company paid an amount of £27,400 (2015: £26,600) to Paul Roberts, the son-in-law of P J Stringfellow, in respect of computer network support services. The services were provided on normal commercial terms and no amounts were owing to him at the balance sheet date.

Subsidiaries

Transactions between the company and its subsidiaries, which are related parties, have been eliminated on consolidation. Since the company's own accounts are not published separately, transactions between the company and its subsidiaries are disclosed as follows:

Cabaret of the Angels Limited (COA), a subsidiary undertaking of the company, charged Stringfellow Restaurants Limited (SRL) a management fee of £487,783 (2015: £488,500) for the year ended 31 December 2016.

At the balance sheet date, an amount of £1,372,375 (2015: £953,538) was owed to COA.

Loans had previously been advanced to Softchoice Limited (SCL), a group undertaking, to enable it to acquire the lease of premises situated in Wardour Street W1 and to refurbish those premises prior to the opening of a new club. An initial provision was made against the inter-company loans amounting to £2,435,000; however, following the disposal of the Wardour Street nightclub during the year, the repayment of the inter-company loans has resulted in a partial release of that provision, amounting to £380,970. No amounts were due from SCL at the balance sheet date (2015: £1,948,119).

Upon the closure of the Wardour Street nightclub, plant and machinery amounting to £27,002 (at book value), and stock valued at £76,196 was sold by SCL to the company. In addition, the company charged SCL a management fee during the year amounting to £250,000 (2015: £264,000).

26 Controlling party

The controlling and ultimate controlling party of the company is C S Silver, a director of the company.

27 Presentation currency

The financial statements are presented in Sterling.

28 Legal form of entity and country of incorporation

Stringfellow Restaurants Limited is a limited company incorporated in England.

Stringfellow Restaurants Limited
Notes to the Accounts
for the year ended 31 December 2016

29 Principal place of business

The address of the company's principal place of business is:

16-19 Upper St Martin's Lane
London
WC2H 9EF