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Company Registration No. 3794021 (England and Wales)

BARWORKS LIMITED - GROUP ACCOUNTS
ANNUAL REPORT
FOR THE YEAR ENDED 30 JUNE 2011

TUESDAY



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20/12/2011
COMPANIES HOUSE

BARWORKS LIMITED - GROUP ACCOUNTS

DIRECTORS AND ADVISERS

Directors	Mr P U M Franzen Mr J A D Akerlund Mr M A Francis-Baum
Secretary	Mr P U M Franzen
Company number	3794021
Registered office	23 Exmouth Market London United Kingdom EC1R 4QL
Registered auditors	The Taylor Cocks Partnership Limited Abbey House Hickleys Court South Street Farnham GU9 7QQ
Bankers	National Westminster Bank Plc 1 Cavendish Square London W1A 4NU

BARWORKS LIMITED - GROUP ACCOUNTS

CONTENTS

	Page
Directors' report	1 - 2
Independent auditors' report	3 - 4
Consolidated profit and loss account	5
Balance sheets	6
Consolidated cash flow statement	7
Notes to the consolidated cash flow statement	8
Notes to the financial statements	9 - 23

BARWORKS LIMITED - GROUP ACCOUNTS

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 JUNE 2011

The directors present their report and financial statements for the year ended 30 June 2011

Principal activities

The principal activity of the group in the year under review was that of the running of licensed bars and restaurants

The results for the year and financial position of the company and the group are as shown in the annexed financial statements

The Directors are pleased to announce a strong year's performance from the Barworks group. Turnover has risen by £1.2M (21.2%) in the year to 30th June 2011. This was achieved largely through a successful first year's trading from the latest addition to the group, The Wenlock & Essex, which produced net turnover of £992k. Operating profit for the group trebled, rising from £120,914 in 2010 to £356,852 in 2011. All this has been achieved by maintaining focus on the creation and retention of a loyal customer base by a dedicated team of employees providing a high level of customer service and by sound management.

Each business within the Group comprises a fully equipped licensed bar and restaurant trading from leasehold premises located in or close to the centre of London. These subsidiary undertakings combined have once again posted record profits before and after group management charges.

All in all and once again, a very satisfactory state of affairs and the more so, given the prevailing general economic conditions.

Results and dividends

The consolidated profit and loss account for the year is set out on page 5.

Interim Dividends declared during the year amounted to £322,500 (2010 - £145,750).

Future developments

This report has been prepared at a time of great economic uncertainty within the UK and worldwide, although the fact is that the business has thrived to date in terms of its day to day trading activities. Also, the economic downturn has made for easier negotiations with suppliers of goods and services and business opportunities that might not have existed in other circumstances. The only limiting factor is the availability of additional bank lending for the medium term and this is a concern that has faced all sectors within the UK during the past year and may remain for some time to come.

Future plans for the business centre on the formation of other subsidiary undertakings operating much in the same way as hitherto with a view to steady expansion, year on year. Irrespective of additional subsidiary undertakings, the Directors anticipate that profits from ordinary activities in the next 12 months will be maintained. In addition, income from management services supplied to associated undertakings and third parties is forecast to rise steadily.

The business is now well placed to make further core and strategic investments in the future - partly funded by cash generated within the business and partly by bank finance. To evidence this, the sixth bar in the group - The Exmouth Arms - completed an extensive refurbishment programme at the start of 2011/12 and commenced trading in early November 2011. Given the prime location of this bar in the bohemian area in and around Exmouth Market, Central London, the Directors anticipate a positive contribution to the group within the current financial year.

Taking all this into account, the Directors remain very optimistic as to the future for this particular business and the results per management accounts for the first quarter of the current financial year and the accuracy of Directors' forecasts to date support this view.

BARWORKS LIMITED - GROUP ACCOUNTS

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2011

Directors

The following directors have held office since 1 July 2010

Mr P U M Franzen
Mr J A D Akerlund
Mr M A Francis-Baum

Auditors

The auditors, The Taylor Cocks Partnership Limited, are deemed to be reappointed under section 487(2) of the Companies Act 2006

Statement of 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 group and of the profit or loss of the group for that period. In preparing these 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,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business.

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 the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the group's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the group's auditors are aware of that information.

On behalf of the board



Mr P U M Franzen

Director

30 November 2011

BARWORKS LIMITED - GROUP ACCOUNTS

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BARWORKS LIMITED - GROUP ACCOUNTS

We have audited the group and parent company financial statements (the "financial statements") of Barworks Limited - Group Accounts for the year ended 30 June 2011 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement 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).

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 Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements 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 financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the group's and the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and parent company's affairs as at 30 June 2011 and of the group's 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 matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

BARWORKS LIMITED - GROUP ACCOUNTS

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF BARWORKS LIMITED - GROUP ACCOUNTS

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 financial statements 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

Mr Alan Jordan (Senior Statutory Auditor)
for and on behalf of The Taylor Cocks Partnership Limited

30 November 2011

Chartered Accountants
Statutory Auditor

Abbey House
Hickleys Court
South Street
Farnham
GU9 7QQ

BARWORKS LIMITED - GROUP ACCOUNTS

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2011

	Notes	2011 £	2010 £
Turnover	2		
Continuing operations		6,774,817	5,591,918
Discontinued activities		-	43,988
		<u>6,774,817</u>	<u>5,635,906</u>
 Cost of sales		 (2,123,479)	 (1,686,704)
 Gross profit		 4,651,338	 3,949,202
 Administrative expenses		 (4,379,083)	 (3,920,937)
Other operating income		84,597	92,649
		<u>84,597</u>	<u>92,649</u>
 Operating profit	4		
Continuing operations		356,852	125,128
Discontinued activities		-	(4,214)
		<u>356,852</u>	<u>120,914</u>
 Other interest receivable and similar income		 6,565	 1,550
Interest payable and similar charges	5	(37,239)	(50,995)
		<u>6,565</u>	<u>1,550</u>
 Profit on ordinary activities before taxation		 326,178	 71,469
 Tax on profit on ordinary activities	6	 (92,217)	 (25,685)
		<u>(92,217)</u>	<u>(25,685)</u>
 Profit on ordinary activities after taxation		 <u>233,961</u>	 <u>45,784</u>

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

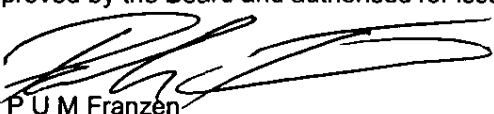
BARWORKS LIMITED - GROUP ACCOUNTS

BALANCE SHEETS

AS AT 30 JUNE 2011

	Notes	Group 2011 £	2010 £	Company 2011 £	2010 £
Fixed assets					
Intangible assets	9	9,885	10,450	-	-
Tangible assets	10	1,768,328	1,679,235	12,240	19,511
Investments	11	41,410	1,310	4,105	4,105
		<u>1,819,623</u>	<u>1,690,995</u>	<u>16,345</u>	<u>23,616</u>
Current assets					
Stocks	12	66,575	43,206	-	-
Debtors	13	892,945	923,532	1,860,222	1,448,856
Cash at bank and in hand		209,805	121,289	53,874	25,315
		<u>1,169,325</u>	<u>1,088,027</u>	<u>1,914,096</u>	<u>1,474,171</u>
Creditors: amounts falling due within one year	14	<u>(1,238,768)</u>	<u>(1,154,666)</u>	<u>(461,679)</u>	<u>(362,365)</u>
Net current liabilities		<u>(69,443)</u>	<u>(66,639)</u>	<u>1,452,417</u>	<u>1,111,806</u>
Total assets less current liabilities		<u>1,750,180</u>	<u>1,624,356</u>	<u>1,468,762</u>	<u>1,135,422</u>
Creditors amounts falling due after more than one year	15	(674,159)	(444,242)	(510,000)	(290,000)
Provisions for liabilities	16	<u>(31,012)</u>	<u>(50,830)</u>	<u>-</u>	<u>(1,079)</u>
		<u>1,045,009</u>	<u>1,129,284</u>	<u>958,762</u>	<u>844,343</u>
Capital and reserves					
Called up share capital	19	3,408	3,408	3,408	3,408
Share premium account	20	77,262	77,262	77,262	77,262
Profit and loss account	20	964,339	1,048,614	878,092	763,673
Shareholders' funds	21	<u>1,045,009</u>	<u>1,129,284</u>	<u>958,762</u>	<u>844,343</u>

Approved by the Board and authorised for issue on 30 November 2011


Mr P U M Franzen
Director

BARWORKS LIMITED - GROUP ACCOUNTS

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2011

		£	2011 £	£	2010 £
	notes				
Net cash outflow from operating activities	1		632,965		241,030
Interest received		6,565		1,550	
Interest paid		(37,239)		(50,995)	
Net cash outflow for returns on investments and servicing of finance			(30,674)		(49,445)
Taxation			(96,768)		(115,118)
Capital expenditure and financial investment					
Payments to acquire tangible assets		(358,429)		(385,214)	
Payments to acquire investments		(40,000)		(1,310)	
Receipts from sales of investments		-	(398,429)	214,526	(171,998)
Equity dividends paid			(322,500)		(145,750)
Net cash outflow before financing			(215,406)		(241,281)
Financing	2				
New long term loans		400,000		500,000	
Repayment of long term loans		-		(1,424,088)	
Loans repaid/(advanced) from/(to) related companies		(191,579)		1,224,617	
Increase/(decrease) in Directors' current accounts		50,993		(20,373)	
Capital element of hire purchase contracts		44,508		(8,509)	
Net cash inflow/(outflow) from financing			303,922		271,647
Increase / (decrease) in cash in the year	3		88,516		30,366

BARWORKS LIMITED - GROUP ACCOUNTS

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2011

1	Reconciliation of operating profit to net cash inflow from operating activities	2011	2010
		£	£
	Operating profit	356,852	120,914
	Depreciation of tangible assets	228,929	142,782
	Amortisation of intangible assets	565	565
	Loss on disposal of tangible assets	40,403	-
	Increase in stocks	(23,369)	9,796
	Decrease in debtors	30,587	8,022
	Increase in creditors within one year	(1,002)	(41,049)
	Net cash inflow from operating activities	632,965	241,030

2	Analysis of net debt	1 July 2010	Cash flow	Other non-cash changes	30 June 2011
		£	£	£	£
	Net cash				
	Cash at bank and in hand	121,289	88,516	-	209,805
	Finance leases	(1,687)	(44,508)	-	(46,195)
	Debts falling due within one year	(203,826)	(1)	-	(203,827)
	Debts falling due after one year	(444,242)	(204,253)	-	(648,495)
		(649,755)	(248,762)	-	(898,517)
	Net debt	(528,466)	(160,246)	-	(688,712)

3	Reconciliation of net cash flow to movement in net debt	2011	2010
		£	£
	Increase in cash in the year	88,516	30,366
	Cash (inflow)/outflow from (increase)/decrease in debt	(248,762)	931,968
	Movement in net debt in the year	(160,246)	962,334
	Opening net debt	(528,466)	(1,490,800)
	Closing net debt	(688,712)	(528,466)

BARWORKS LIMITED - GROUP ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2011

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

1.3 Basis of consolidation

The consolidated profit and loss account and balance sheet include the financial statements of the company and its subsidiary undertakings made up to 30 June 2011. The results of subsidiaries sold or acquired are included in the profit and loss account up to, or from the date control passes. Intra-group sales and profits are eliminated fully on consolidation.

1.4 Turnover

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

1.5 Initial Licences

Initial licences are capitalised and written off over the period of the lease.

1.6 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	Over the term of the lease
Plant and machinery	20% per annum on a reducing balance basis
Computer equipment	33% per annum on cost
Fixtures, fittings & equipment	20% per annum on a reducing balance basis

1.7 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the economic useful life of the lease.

1.8 Investments

Fixed asset investments are stated at cost.

1.9 Stock

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

1.10 Pensions

The Group operates a defined contribution scheme. Contributions payable are charged to the profit and loss account in the year they are payable.

BARWORKS LIMITED - GROUP ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2011

1 Accounting policies

(continued)

1 11 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

2 Turnover

The total turnover of the group for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

3 Cost of sales and net operating expenses

	2011			2010		
	Continuing	Discontinued	Total	Continuing	Discontinued	Total
	£	£	£	£	£	£
Cost of sales	2,123,479	-	2,123,479	1,670,545	16,159	1,686,704
Administrative expenses	4,379,083	-	4,379,083	3,888,894	32,043	3,920,937
Other operating income	(84,597)	-	(84,597)	(92,649)	-	(92,649)
	<u>6,417,965</u>	<u>-</u>	<u>6,417,965</u>	<u>5,466,790</u>	<u>48,202</u>	<u>5,514,992</u>

4 Operating profit

	2011	2010
	£	£
Operating loss is stated after charging		
Amortisation of intangible assets	565	565
Depreciation of tangible assets	228,929	142,782
Loss on disposal of tangible assets	40,403	-
Operating lease rentals		
- Plant and machinery	36,537	-
- Other assets	506,383	429,025
Auditors' remuneration (company £4,850, 2010 £4,200)	<u>19,400</u>	<u>16,800</u>

Depreciation of tangible fixed assets includes £13,587 (2010 - £2,726) in respect of assets held under finance leases or hire purchase contracts.

BARWORKS LIMITED - GROUP ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2011

5	Interest payable	2011 £	2010 £
	On bank loans and overdrafts	31,308	43,979
	Hire purchase interest	1,572	1,093
	Other interest	4,359	5,923
		<u>37,239</u>	<u>50,995</u>

6	Taxation	2011 £	2010 £
	Domestic current year tax		
	U K corporation tax	106,673	25,747
	Adjustment for prior years	5,361	-
	Current tax charge	<u>112,034</u>	<u>25,747</u>
	Deferred tax		
	Movement in deferred tax discount	(19,817)	(62)
		<u>92,217</u>	<u>25,685</u>

7 Profit for the financial year

As permitted by section 408 Companies Act 2006, the holding company's profit and loss account has not been included in these financial statements. The profit for the financial year is made up as follows:

	2011 £	2010 £
Holding company's profit for the financial year	<u>436,917</u>	<u>14,192</u>

8	Dividends	2011 £	2010 £
	"A" Ordinary voting shares	107,500	49,250
	"B" Ordinary voting shares	107,500	49,250
	"C" Ordinary non-voting shares	107,500	47,250
		<u>322,500</u>	<u>145,750</u>

BARWORKS LIMITED - GROUP ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2011

9 Intangible fixed assets Group

	Initial Licences £
Cost	
At 1 July 2010 & at 30 June 2011	14,128
Amortisation	
At 1 July 2010	3,678
Charge for the year	565
At 30 June 2011	4,243
Net book value	
At 30 June 2011	9,885
At 30 June 2010	10,450

BARWORKS LIMITED - GROUP ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2011

10 Tangible fixed assets

Group

	Land and buildings Leasehold	Plant and machinery	Fixtures, fittings & equipment	Total
	£	£	£	£
Cost				
At 1 July 2010	1,490,905	563,359	379,539	2,433,803
Additions	86,232	163,271	108,926	358,429
Disposals	-	(117,863)	(121,988)	(239,851)
At 30 June 2011	1,577,137	608,767	366,477	2,552,381
Depreciation				
At 1 July 2010	211,932	352,769	189,870	754,571
On disposals	-	(98,552)	(100,895)	(199,447)
Charge for the year	103,411	73,020	52,498	228,929
At 30 June 2011	315,343	327,237	141,473	784,053
Net book value				
At 30 June 2011	1,261,794	281,530	225,004	1,768,328
At 30 June 2010	1,278,973	210,592	189,670	1,679,235

Included above are assets held under finance leases or hire purchase contracts as follows

	Plant and machinery	Fixtures, fittings & equipment	Total
	£	£	£
Net book values			
At 30 June 2011	65,754	-	65,754
At 30 June 2010	10,904	-	10,904
Depreciation charge for the year			
30 June 2011	13,587	-	13,587
30 June 2010	2,726	-	2,726

BARWORKS LIMITED - GROUP ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2011

Tangible fixed assets

Company

	Plant and machinery	Fixtures, fittings & equipment	Total
	£	£	£
Cost			
At 1 July 2010	76,912	12,601	89,513
Additions	6,812	-	6,812
Disposals	(1,282)	-	(1,282)
At 30 June 2011	82,442	12,601	95,043
Depreciation			
At 1 July 2010	64,466	5,537	70,003
On disposals	(265)	-	(265)
Charge for the year	11,652	1,413	13,065
At 30 June 2011	75,853	6,950	82,803
Net book value			
At 30 June 2011	6,589	5,651	12,240
At 30 June 2010	12,447	7,064	19,511

BARWORKS LIMITED - GROUP ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2011

11 Fixed asset investments Group

	Shares in group undertakings £
Cost	
At 1 July 2010	1,410
Additions	40,000
At 30 June 2011	41,410
Net book value	
At 30 June 2011	41,410
At 30 June 2010	1,310

In the opinion of the directors, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet

Company

	Shares in group undertakings £
Cost	
At 1 July 2010 & at 30 June 2011	4,105
Net book value	
At 30 June 2011	4,105
At 30 June 2010	4,105

In the opinion of the directors, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet, indeed, in the opinion of the directors, the aggregate value of the company's investment in subsidiary undertakings taken together with the value of the holding company and therefore of the Barworks group as a whole is something in the region of £5M

BARWORKS LIMITED - GROUP ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2011

11 Fixed asset investments

(continued)

Holdings of more than 20%

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

Company	Country of registration or incorporation	Shares held	
		Class	%
Subsidiary undertakings			
Barworks (Soho) Limited	UK	Ordinary	100
Barworks (Hoxton) Limited	UK	Ordinary	100
Barworks (Islington) Limited	UK	Ordinary	100
Barworks (Clerkenwell) Limited	UK	Ordinary	100
Barworks (Electric) Limited	UK	Ordinary	100
Barworks Investments Limited	UK	Ordinary	100
Barworks (Exmouth) Limited	UK	Ordinary	100
Barworks (Brick Lane) Limited	UK	Ordinary	100
Barworks Group Limited	UK	Ordinary	100

The principal activity of these undertakings for the last relevant financial year was as follows

	Principal activity
Barworks (Soho) Limited	Licensed bar
Barworks (Hoxton) Limited	Licensed bar
Barworks (Islington) Limited	Licensed bar
Barworks (Clerkenwell) Limited	Licensed bar
Barworks (Electric) Limited	Licensed bar
Barworks Investments Limited	Property investment
Barworks (Exmouth) Limited	dormant
Barworks (Brick Lane) Limited	dormant
Barworks Group Limited	dormant

12 Stocks

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Finished goods and goods for resale	66,575	43,206	-	-

BARWORKS LIMITED - GROUP ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2011

13 Debtors

	Group 2011 £	2010 £	Company 2011 £	2010 £
Trade debtors	48,159	54,595	48,159	54,595
Amounts owed by group undertakings	-	-	1,660,401	1,247,942
Other debtors	468,766	503,961	142,483	126,324
Prepayments and accrued income	376,020	364,976	9,179	19,995
	<u>892,945</u>	<u>923,532</u>	<u>1,860,222</u>	<u>1,448,856</u>

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

	2011 £	2010 £	2011 £	2010 £
Other debtors	<u>95,100</u>	<u>95,100</u>	<u>-</u>	<u>-</u>

14 Creditors - amounts falling due within one year

	Group 2011 £	2010 £	Company 2011 £	2010 £
Bank loans and overdrafts	203,827	203,826	180,000	180,000
Net obligations under finance lease and hire purchase contracts	20,531	1,687	-	-
Trade creditors	473,029	548,512	30,554	37,607
Amounts owed to group undertakings	-	-	89,464	67,890
Corporation tax	106,673	91,407	12,418	-
Taxes and social security costs	217,332	134,959	25,955	45,158
Directors current accounts	53,254	2,261	53,254	2,261
Other creditors	111,883	62,487	48,409	4,239
Accruals and deferred income	52,239	109,527	21,625	25,210
	<u>1,238,768</u>	<u>1,154,666</u>	<u>461,679</u>	<u>362,365</u>

BARWORKS LIMITED - GROUP ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2011

15 Creditors amounts falling due after more than one year

	Group 2011 £	2010 £	Company 2011 £	2010 £
Bank loans	648,495	444,242	510,000	290,000
Net obligations under finance leases and hire purchase agreements	25,664	-	-	-
	<u>674,159</u>	<u>444,242</u>	<u>510,000</u>	<u>290,000</u>
Analysis of loans				
Wholly repayable within five years	852,322	648,068	690,000	470,000
	<u>852,322</u>	<u>648,068</u>	<u>690,000</u>	<u>470,000</u>
Included in current liabilities	(203,827)	(203,826)	(180,000)	(180,000)
	<u>648,495</u>	<u>444,242</u>	<u>510,000</u>	<u>290,000</u>
Instalments not due within five years	19,360	58,933	-	-
	<u>19,360</u>	<u>58,933</u>	<u>-</u>	<u>-</u>
Net obligations under finance leases and hire purchase contracts				
Repayable within one year	20,531	1,687	-	-
Repayable between one and five years	25,664	-	-	-
	<u>46,195</u>	<u>1,687</u>	<u>-</u>	<u>-</u>
Included in liabilities falling due within one year	(20,531)	(1,687)	-	-
	<u>25,664</u>	<u>-</u>	<u>-</u>	<u>-</u>

BARWORKS LIMITED - GROUP ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2011

16 Provisions for liabilities

Group

	Deferred taxation £
Balance at 1 July 2010	50,829
Profit and loss account	(19,817)
Balance at 30 June 2011	<u>31,012</u>

Company

Balance at 1 July 2010	1,078
Profit and loss account	(1,078)
Balance at 30 June 2011	<u>-</u>

The deferred tax liability is made up as follows

	Group 2011 £	2010 £	Company 2011 £	2010 £
Accelerated capital allowances	<u>31,012</u>	<u>50,830</u>	<u>-</u>	<u>1,079</u>

17 Pension and other post-retirement benefit commitments

Defined contribution

	2011 £	2010 £
Contributions payable by the group for the year	<u>15,104</u>	<u>7,223</u>

18 Secured debts

National Westminster Bank Plc holds a debenture dated 26 February 2007 against the net assets of the Company and against the net assets of all other undertakings within the Barworks group of companies plus a legal charge against the licensed premises of those companies and holds like security against the assets of the Good Life group of companies - all in order to secure borrowings under offset banking arrangements. In addition, personal guarantees of £50,000 each have been given by the directors, JAD Akerlund and PUM Franzen.

BARWORKS LIMITED - GROUP ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2011

19 Share capital	2011 £	2010 £
Allotted, called up and fully paid		
1,500 "A" Ordinary (voting) of £1 each	1,500	1,500
1,500 "B" Ordinary (voting) of £1 each	1,500	1,500
408 "C" Ordinary (non-voting) of £1 each	408	408
	<u>3,408</u>	<u>3,408</u>

20 Statement of movements on reserves Group

	Share premium account £	Profit and loss account £
Balance at 1 July 2010	77,262	1,052,878
Profit for the year	-	233,961
Dividends paid	-	(322,500)
Balance at 30 June 2011	<u>77,262</u>	<u>964,339</u>

Company

	Share premium account £	Profit and loss account £
Balance at 1 July 2010	77,262	763,675
Profit for the year	-	436,917
Dividends paid	-	(322,500)
Balance at 30 June 2011	<u>77,262</u>	<u>878,092</u>

BARWORKS LIMITED - GROUP ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2011

21 Reconciliation of movements in shareholders' funds	2011	2010
Group	£	£
Profit for the financial year	233,961	45,784
Dividends	(322,500)	(145,750)
Net depletion in shareholders' funds	(88,539)	(99,966)
Opening shareholders' funds	1,129,284	1,229,250
Closing shareholders' funds	<u>1,045,009</u>	<u>1,129,284</u>
Company	2011	2010
	£	£
Profit for the financial year	436,917	14,192
Dividends	(322,500)	(145,750)
Net addition to/(depletion in) shareholders' funds	114,417	(131,558)
Opening shareholders' funds	844,343	975,901
Closing shareholders' funds	<u>958,762</u>	<u>844,343</u>

22 Financial commitments

At 30 June 2011 the group had annual commitments under non-cancellable operating leases as follows

	Land and buildings		Other	
	2011	2010	2011	2010
	£	£	£	£
Expiry date				
Between two and five years	-	-	39,059	-
In over five years	559,625	506,500	-	-
	<u>559,625</u>	<u>506,500</u>	<u>39,059</u>	<u>-</u>

At 30 June 2011 the company had annual commitments under non-cancellable operating leases as follows

	Land and buildings		Other	
	2011	2010	2011	2010
	£	£	£	£
Expiry date				
Between two and five years	-	-	39,059	-
	<u>-</u>	<u>-</u>	<u>39,059</u>	<u>-</u>

BARWORKS LIMITED - GROUP ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2011

23 Directors' emoluments	2011 £	2010 £
Emoluments for qualifying services	207,828	519,000
Company pension contributions to money purchase schemes	10,604	7,223
	<u>218,432</u>	<u>526,223</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 3 (2010- 3)

24 Employees

Number of employees

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

2011 Number	2010 Number
<u>100</u>	<u>100</u>

Employment costs

	2011 £	2010 £
Wages and salaries	1,873,754	1,950,318
Social security costs	156,370	146,424
Other pension costs	15,104	7,223
	<u>2,045,228</u>	<u>2,103,965</u>

25 Control

The Company is controlled by the Directors, Mr P U M Franzen and Mr J A D Akerlund who, between them, own all the issued shares with voting rights attached

BARWORKS LIMITED - GROUP ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2011

26 Related party relationships and transactions

Dividends to Directors

	2011 £	2010 £
P U M Franzen	107,500	49,250
J A D Akerlund	107,500	49,250
M A Francis-Baum	107,500	47,250
	<u>322,500</u>	<u>145,750</u>

Other transactions

The directors maintain loan accounts with the company. At the balance sheet date the amount owed to the directors was £53,254 (2010 - £2,261), included in directors current accounts and £19,745, included in other creditors.

Balances owed to Good Life Group Limited and its subsidiaries totalled £29,661 (2010 - zero) at the balance sheet date. The Good Life group is controlled by the same parties as the Barworks group.

The directors also hold an interest in the issued share capital of Well Brewed Group Limited and Camden Town Brewery Limited. During the year the Barworks group bought goods and services to the value of £155,440 from Camden Town Brewery Limited. At the balance sheet date £1,878 was owing to Camden Town Brewery Limited. During the year the Barworks group lent a total of £105,000 to Well Brewed Group Limited which was outstanding at the balance sheet date and which is included in 'Other debtors' amounts receivable in one year.

Short term cash advances have been made to Track Public Houses Limited where the Barworks' directors exert some influence but do not control the company, the amount outstanding at the balance sheet date was £83,122 (2010 - £87,797).

Loans to Imperial Pub Group Limited (£50,000) and Leonard Public Houses Ltd (£30,000) were repaid during the year.

Related party exemption

The company has taken advantage of the exemption available in FRS 8 "Related party disclosures" whereby it has not disclosed transactions with any wholly owned subsidiary undertaking.