

Registered number: 4214607

CAVANNA GROUP MANAGEMENT SERVICES LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 NOVEMBER 2011



CAVANNA GROUP MANAGEMENT SERVICES LIMITED

COMPANY INFORMATION

DIRECTORS

J M Cavanna
P M Cavanna (resigned 4 January 2011)
M G Cavanna
J Cavanna
E J C Rapson

COMPANY SECRETARY

B Bargent

COMPANY NUMBER

4214607

REGISTERED OFFICE

Cavanna House
Riviera Park
Nicholson Road
Torquay
Devon
TQ2 7TD

AUDITORS

Bishop Fleming
Chartered Accountants & Statutory Auditors
50 The Terrace
Torquay
Devon
TQ1 1DD

BANKERS

Lloyds TSB Bank plc
PO Box 128
8 Royal Parade
Plymouth
Devon

SOLICITORS

Boyce Hatton
12 Tor Hill Road
Torquay
Devon

Michelmores
Woodwater House
Pynes Hill
Exeter
Devon

CAVANNA GROUP MANAGEMENT SERVICES LIMITED

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CAVANNA GROUP MANAGEMENT SERVICES LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 NOVEMBER 2011

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

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of a management services company providing staff for other Cavanna group companies

DIRECTORS

The directors who served during the year were

J M Cavanna
P M Cavanna (resigned 4 January 2011)
M G Cavanna
J Cavanna
E J C Rapson

PROVISION OF INFORMATION TO AUDITORS

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditors in connection with preparing their report and to establish that the company's auditors are aware of that information

AUDITORS

The auditors, Bishop Fleming, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006

This report was approved by the board and signed on its behalf



B Bargent
Secretary

Date 6/03/12

Cavanna House
Riviera Park
Nicholson Road
Torquay
Devon
TQ2 7TD

CAVANNA GROUP MANAGEMENT SERVICES LIMITED

DIRECTORS' RESPONSIBILITIES STATEMENT FOR THE YEAR ENDED 30 NOVEMBER 2011

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 period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments 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 financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping 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.

CAVANNA GROUP MANAGEMENT SERVICES LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF CAVANNA GROUP MANAGEMENT SERVICES LIMITED

We have audited the financial statements of Cavanna Group Management Services Limited for the year ended 30 November 2011, set out on pages 5 to 10. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2009) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 and express an opinion on 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 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. In addition, we read all the financial and non-financial information in the Directors' report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 30 November 2011 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, 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.

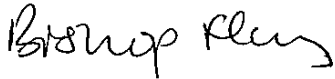
CAVANNA GROUP MANAGEMENT SERVICES LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF CAVANNA GROUP MANAGEMENT SERVICES LIMITED

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, or returns adequate for our audit have not been received from branches not visited by us, or
- the 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, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Directors' report



Pamela Tuckett FCA (Senior Statutory Auditor)

for and on behalf of

Bishop Fleming

Chartered Accountants

Statutory Auditors

50 The Terrace

Torquay

Devon

TQ1 1DD

Date 21/03/12

CAVANNA GROUP MANAGEMENT SERVICES LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 NOVEMBER 2011**

	Note	2011 £	2010 £
TURNOVER	1	3,416,738	3,047,360
Administrative expenses		(3,364,620)	(3,000,753)
OPERATING PROFIT	2	52,118	46,607
EXCEPTIONAL ITEMS			
Other exceptional items	4	(15,614)	(48,878)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		36,504	(2,271)
Tax on profit/(loss) on ordinary activities	5	(5,270)	2,271
PROFIT FOR THE FINANCIAL YEAR	10	31,234	-

The notes on pages 7 to 10 form part of these financial statements

CAVANNA GROUP MANAGEMENT SERVICES LIMITED
REGISTERED NUMBER: 4214607

BALANCE SHEET
AS AT 30 NOVEMBER 2011

	Note	£	2011 £	£	2010 £
CURRENT ASSETS					
Debtors	6	496,603		385,712	
CREDITORS: amounts falling due within one year	7	(495,603)		(384,712)	
NET CURRENT ASSETS			<u>1,000</u>		<u>1,000</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,000</u>		<u>1,000</u>
CAPITAL AND RESERVES					
Called up share capital	9		<u>1,000</u>		<u>1,000</u>
SHAREHOLDERS' FUNDS			<u>1,000</u>		<u>1,000</u>

The financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved and authorised for issue by the board and were signed on its behalf by

JM Cavanna

J M Cavanna
Director

Date

20/3/12

The notes on pages 7 to 10 form part of these financial statements

CAVANNA GROUP MANAGEMENT SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2011

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

1.2 CASH FLOW

The company, being a subsidiary undertaking where 90% or more of the voting rights are controlled within the group whose consolidated financial statements are publicly available, is exempt from the requirement to draw up a cash flow statement in accordance with FRS 1

1.3 TURNOVER

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts

1.4 DEFERRED TAXATION

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

A net deferred tax asset is recognised only if it can be regarded as 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 assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse

Deferred tax assets and liabilities are not discounted

1.5 PENSIONS

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year

2. OPERATING PROFIT

The operating profit is stated after charging

	2011 £	2010 £
Pension costs	<u>199,598</u>	<u>157,060</u>

Auditor's remuneration is disclosed in the parent company accounts

CAVANNA GROUP MANAGEMENT SERVICES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2011**

3. DIRECTORS' REMUNERATION

	2011 £	2010 £
Aggregate emoluments	<u>543,061</u>	<u>540,831</u>

Included in aggregate emoluments are company pension contributions to defined contribution schemes of £111,432 (2010 £82,661)

During the year retirement benefits were accruing to 4 directors (2010 4) in respect of defined contribution pension schemes

The highest paid director received remuneration of £145,235 (2010 £179,752)

The value of the company's contributions paid to a defined contribution pension scheme in respect of the highest paid director amounted to £60,947 (2010 £31,335)

4. EXCEPTIONAL ITEMS

	2011 £	2010 £
Contribution payable for group relief of losses	<u>15,614</u>	<u>48,878</u>

The company has paid for group losses on a £ for £ basis

5. TAXATION

	2011 £	2010 £
ANALYSIS OF TAX CHARGE IN THE YEAR		
CURRENT TAX		
UK corporation tax charge on profit/loss for the year	10,555	9,000
DEFERRED TAX		
Origination and reversal of timing differences	(6,037)	(11,271)
Effects of tax rate changes	752	-
TOTAL DEFERRED TAX (see note 8)	<u>(5,285)</u>	<u>(11,271)</u>
TAX ON PROFIT/LOSS ON ORDINARY ACTIVITIES	<u>5,270</u>	<u>(2,271)</u>

6. DEBTORS

	2011 £	2010 £
Amounts owed by group undertakings	465,897	365,497
Other debtors	14,150	8,944
Deferred tax asset (see note 8)	16,556	11,271
	<u>496,603</u>	<u>385,712</u>

CAVANNA GROUP MANAGEMENT SERVICES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2011**

**7. CREDITORS:
AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2011 £	2010 £
Bank loans and overdrafts	22,161	4,403
Trade creditors	2,242	1,171
Amounts owed to group undertakings	5,651	-
Corporation tax	10,555	9,001
Social security and other taxes	91,694	78,925
Other creditors	363,300	291,212
	<u>495,603</u>	<u>384,712</u>

8. DEFERRED TAX ASSET

	2011 £	2010 £
At beginning of year	11,271	-
Released during/(charge for) the period	5,285	11,271
	<u>16,556</u>	<u>11,271</u>
At end of year		

The deferred tax asset is made up as follows

	2011 £	2010 £
Other timing differences	<u>16,556</u>	<u>11,271</u>

9. SHARE CAPITAL

	2011 £	2010 £
ALLOTTED, CALLED UP AND FULLY PAID		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

10. RESERVES

	Profit and loss account £
Profit for the year	31,234
Dividends Equity capital	(31,234)
	<u>-</u>
At 30 November 2011	<u>-</u>

CAVANNA GROUP MANAGEMENT SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2011

11 DIVIDENDS

	2011 £	2010 £
Dividends paid on equity capital	<u>31,234</u>	<u>-</u>

12. CONTINGENT LIABILITIES

The company has entered into cross guarantees in respect of bank borrowings of other group companies

13 PENSION COMMITMENTS

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £166,323 (2010 £157,060). Contributions totalling £18,617 (2010 £75,207) were payable to the fund at the balance sheet date and are included in creditors.

14. RELATED PARTY TRANSACTIONS

As a wholly owned subsidiary undertaking of Cavanna Group Limited, the company has taken advantage of the exemption in Financial Reporting Standard for Smaller Entities "Related party disclosures" from disclosing transactions with other members of the group headed by Cavanna Group Limited. No other related party transactions have occurred during the year that are required to be reported in accordance with FRSSE.

15. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The holding company is Cavanna Group Limited, a company incorporated in England and Wales. Copies of the group financial statements can be obtained from the holding company's registered office Cavanna House, Riviera Park, Nicholson Road, Torquay, Devon.