

Registered number: SC097813

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P B DEVELOPMENT COMPANY LIMITED

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2012



P B DEVELOPMENT COMPANY LIMITED



COMPANY INFORMATION

DIRECTOR	S A Clarkson
COMPANY SECRETARY	Paull & Williamsons LLP
COMPANY NUMBER	SC097813
REGISTERED OFFICE	Union Plaza, 6th Floor, 1 Union Wynd Aberdeen AB10 1DQ



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**DIRECTOR'S REPORT
FOR THE YEAR ENDED 31 MARCH 2012**

The director presents his report and the financial statements for the year ended 31 March 2012.

PRINCIPAL ACTIVITIES

The principal activity of the company consists of the provision of catering foods, drinks and entertainment.

The director is satisfied with the results for the year.

BUSINESS REVIEW

Development and performance

During the year the company acquired the assets and business of The Howff and The Bielside Inn which now operate as divisions of the company. The company experienced an increase in turnover and gross profit margins have remained constant, a reflection of the consistency of the operations

Principal risks and uncertainties

The company is exposed to trends and fashions which affect all such businesses in the industry, however, the director believes that the diversity offered across the venues and a constant willingness to change in line with customer demands mitigates the risk to an acceptable level.

RESULTS

The profit for the year, after taxation, amounted to £829,337 (2011 - £473,350).

DIRECTOR

The director who served during the year was:

S A Clarkson

PROVISION OF INFORMATION TO AUDITORS

The director at the time when this Director's report is approved has confirmed that:

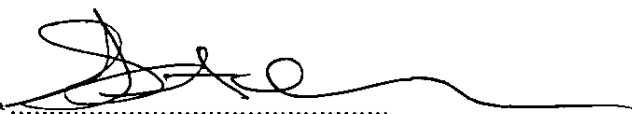
- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditors in connection with preparing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

**DIRECTOR'S REPORT
FOR THE YEAR ENDED 31 MARCH 2012**

AUDITORS

The auditors, Anderson Anderson & Brown LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

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



S A Clarkson
Director

Date: 19 DECEMBER 2012

**DIRECTOR'S RESPONSIBILITIES STATEMENT
FOR THE YEAR ENDED 31 MARCH 2012**

The director is responsible for preparing the Director's report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is required to:

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

The director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF
P B DEVELOPMENT COMPANY LIMITED**

We have audited the financial statements of P B Development Company Limited for the year ended 31 March 2012, set out on pages 6 to 20. 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 DIRECTOR AND AUDITORS

As explained more fully in the Statement of director's responsibilities, the director is 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 company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the director; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Director's 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 31 March 2012 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 MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Director's report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF
P B DEVELOPMENT COMPANY 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 director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Anderson Anderson & Brown LLP

John A Black (Senior statutory auditor)

for and on behalf of

Anderson Anderson & Brown LLP

Statutory Auditor

9 Queens Road

Aberdeen

AB15 4YL

Date: 19 DECEMBER 2012

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2012**

	Note	2012 £	2011 £
TURNOVER	1	5,502,771	4,592,561
Cost of sales		(1,629,113)	(1,326,885)
GROSS PROFIT		3,873,658	3,265,676
Administrative expenses		(2,752,907)	(2,640,364)
OPERATING PROFIT	3	1,120,751	625,312
Interest receivable and similar income		14,270	127,864
Interest payable and similar charges	6	(68,164)	(80,085)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		1,066,857	673,091
Tax on profit on ordinary activities	7	(237,520)	(199,741)
PROFIT FOR THE FINANCIAL YEAR		829,337	473,350

All amounts relate to continuing operations.

The notes on pages 10 to 20 form part of these financial statements.

**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 31 MARCH 2012**

	Note	2012 £	2011 £
PROFIT FOR THE FINANCIAL YEAR		829,337	473,350
Unrealised surplus on revaluation of tangible fixed assets		7,620,913	-
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR		<u>8,450,250</u>	<u>473,350</u>

**NOTE OF HISTORICAL COST PROFITS AND LOSSES
FOR THE YEAR ENDED 31 MARCH 2012**

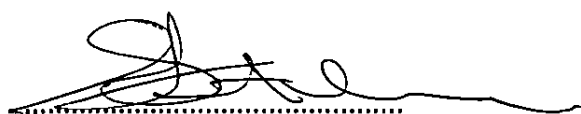
	2012 £	2011 £
REPORTED PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	1,066,857	673,091
HISTORICAL COST PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	<u>1,066,857</u>	<u>673,091</u>
HISTORICAL PROFIT FOR THE YEAR AFTER TAXATION	<u>829,337</u>	<u>473,350</u>

The notes on pages 10 to 20 form part of these financial statements.

**BALANCE SHEET
AS AT 31 MARCH 2012**

	Note	£	2012 £	£	2011 £
FIXED ASSETS					
Intangible assets	8		64,458		-
Tangible assets	9		11,667,078		2,828,680
			<u>11,731,536</u>		<u>2,828,680</u>
CURRENT ASSETS					
Stocks	10	153,467		102,754	
Debtors: amounts falling due after more than one year	11	528,163		523,932	
Debtors: amounts falling due within one year	11	312,311		247,795	
Cash at bank and in hand		1,191,050		2,164,696	
		<u>2,184,991</u>		<u>3,039,177</u>	
CREDITORS: amounts falling due within one year	12	<u>(1,919,996)</u>		<u>(1,619,990)</u>	
NET CURRENT ASSETS			<u>264,995</u>		<u>1,419,187</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>11,996,531</u>		<u>4,247,867</u>
CREDITORS: amounts falling due after more than one year	13		(836,750)		(1,520,362)
PROVISIONS FOR LIABILITIES					
Deferred tax	14		<u>(101,498)</u>		<u>(119,472)</u>
NET ASSETS			<u><u>11,058,283</u></u>		<u><u>2,608,033</u></u>
CAPITAL AND RESERVES					
Called up share capital	15		10		10
Revaluation reserve	16		7,620,913		-
Profit and loss account	16		3,437,360		2,608,023
SHAREHOLDERS' FUNDS	17		<u><u>11,058,283</u></u>		<u><u>2,608,033</u></u>

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



S A Clarkson
Director

Date: 19 DECEMBER 2012

The notes on pages 10 to 20 form part of these financial statements.

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2012**

	Note	2012 £	2011 £
Net cash flow from operating activities	18	1,183,417	676,127
Returns on investments and servicing of finance	19	(53,894)	47,779
Taxation		(362,438)	(164,237)
Capital expenditure and financial investment	19	(1,448,965)	(66,769)
CASH (OUTFLOW)/INFLOW BEFORE FINANCING		(681,880)	492,900
Financing	19	(483,612)	1,314,539
(DECREASE)/INCREASE IN CASH IN THE YEAR		(1,165,492)	1,807,439

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT
FOR THE YEAR ENDED 31 MARCH 2012**

	2012 £	2011 £
(Decrease)/Increase in cash in the year	(1,165,492)	1,807,439
Cash outflow from decrease in debt and lease financing	483,612	433,374
MOVEMENT IN NET DEBT IN THE YEAR	(681,880)	2,240,813
Net funds/(debt) at 1 April 2011	128,635	(2,112,178)
NET (DEBT)/FUNDS AT 31 MARCH 2012	(553,245)	128,635

The notes on pages 10 to 20 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012**
1. ACCOUNTING POLICIES
1.1 Going concern

The directors, having made due and careful enquiry and preparing forecasts, are of the opinion that the company has adequate working capital to execute its operations over the next 12 months. The directors, therefore, have made an informed judgement, at the time of approving the financial statements, that the company has adequate resources to continue in operational existence for the foreseeable future. As a result, the directors have continued to adopt the going concern basis of accounting in preparing the annual financial statements.

1.2 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of heritable property and in accordance with applicable accounting standards.

1.3 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the Profit and loss account over its estimated economic life.

Amortisation is provided at the following rates:

Goodwill	-	10%
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1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is not charged on freehold land. Depreciation on other tangible fixed assets is provided at rates calculated to write off the cost or valuation of those assets, less their estimated residual value, over their expected useful lives on the following bases:

Heritable property	-	15-50 years
Furniture, fixtures and equipment	-	5-10 years
Motor vehicles	-	5 years

Base stock is not depreciated.

1.5 Revaluation of tangible fixed assets

Individual freehold and leasehold properties are carried at current year value at the balance sheet date. A full valuation is obtained from a qualified valuer for each property every five years, with an interim valuation three years after the previous full valuation, and in any year where it is likely that there has been a material change in value

Revaluation gains and losses are recognised in the statement of total recognised gains and losses unless losses exceed the previously recognised gains or reflect a clear consumption of economic benefits, in which case the losses are recognised in the Profit and loss account.

1.6 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012**

1. ACCOUNTING POLICIES (continued)

1.7 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.

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets in the financial statements.

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.

1.8 Pensions

The company contributes to the personal pension scheme of the director. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

1.9 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. 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.

1.10 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.

2. TURNOVER

Turnover represents the sales value of food, drink and services provided and are stated net of value added tax.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012**
3. OPERATING PROFIT

The operating profit is stated after charging:

	2012 £	2011 £
Amortisation - intangible fixed assets	3,042	-
Depreciation of tangible fixed assets: - owned by the company	163,980	145,100
Auditors' remuneration	11,100	10,600
	<u>178,122</u>	<u>155,700</u>

4. STAFF COSTS

Staff costs, including director's remuneration, were as follows:

	2012 £	2011 £
Wages and salaries	1,573,305	1,434,537
Social security costs	122,864	133,922
Other pension costs	4,532	4,532
	<u>1,700,701</u>	<u>1,572,991</u>

The average monthly number of employees, including the director, during the year was as follows:

	2012 No.	2011 No.
Management and administration	12	12
Bar/Restaurant - full time	48	29
Bar/Restaurant - part time	104	78
	<u>164</u>	<u>119</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012**
5. DIRECTOR'S REMUNERATION

	2012 £	2011 £
Emoluments	<u>318,953</u>	<u>316,622</u>
Company pension contributions to defined contribution pension schemes	<u>4,532</u>	<u>4,532</u>

During the year retirement benefits were accruing to 1 director (2011 - 1) in respect of defined contribution pension schemes.

The highest paid director received remuneration of £318,953 (2011 - £316,622).

The value of the company's contributions paid to a defined contribution pension scheme in respect of the highest paid director amounted to £4,532 (2011 - £4,532).

6. INTEREST PAYABLE

	2012 £	2011 £
On bank loans and overdrafts	26,917	38,924
On other loans	40,110	40,000
Other interest payable	1,137	1,161
	<u>68,164</u>	<u>80,085</u>

7. TAXATION

	2012 £	2011 £
Analysis of tax charge in the year		
Current tax (see note below)		
UK corporation tax charge on profit for the year	254,636	201,442
Adjustments in respect of prior periods	858	784
Total current tax	<u>255,494</u>	<u>202,226</u>
Deferred tax (see note 14)		
Origination and reversal of timing differences	(17,974)	(2,485)
Tax on profit on ordinary activities	<u>237,520</u>	<u>199,741</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012**
7. TAXATION (continued)
Factors affecting tax charge for the year

The tax assessed for the year is higher than (2011 - higher than) the standard rate of corporation tax in the UK of 26% (2011 - 28%). The differences are explained below:

	2012 £	2011 £
Profit on ordinary activities before tax	1,066,857	673,091
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 26% (2011 - 28%)	277,383	188,465
Effects of:		
Capital allowances for year in excess of depreciation	10,129	(6,292)
Loss carried back repayment	-	(1,148)
Adjustments to tax charge in respect of prior periods	858	784
Non-taxable income less expenses not deductible for tax purposes, other than goodwill and impairment	(32,876)	20,852
Marginal relief	-	(435)
Current tax charge for the year (see note above)	255,494	202,226

8. INTANGIBLE FIXED ASSETS

	Goodwill
Cost	
Additions	67,500
At 31 March 2012	67,500
Amortisation	
Charge for the year	3,042
At 31 March 2012	3,042
Net book value	
At 31 March 2012	64,458
At 31 March 2011	-

Goodwill relates to the businesses acquired in the year.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012**
9. TANGIBLE FIXED ASSETS

	Heritable property £	Furniture, fixtures and fittings £	Motor vehicles £	Basestock, cutlery and glassware £	Total £
Cost or valuation					
At 1 April 2011	3,282,293	1,303,681	69,626	28,674	4,684,274
Additions	1,198,035	145,944	37,486	-	1,381,465
Revaluation surplus	6,869,672	-	-	-	6,869,672
At 31 March 2012	11,350,000	1,449,625	107,112	28,674	12,935,411
Depreciation					
At 1 April 2011	678,312	1,116,484	60,798	-	1,855,594
Charge for the year	72,929	81,920	9,131	-	163,980
On revalued assets	(751,241)	-	-	-	(751,241)
At 31 March 2012	-	1,198,404	69,929	-	1,268,333
Net book value					
At 31 March 2012	11,350,000	251,221	37,183	28,674	11,667,078
At 31 March 2011	2,603,981	187,197	8,828	28,674	2,828,680

As at 31 March 2012, the heritable property has been revalued at £11,350,000. The valuation was undertaken by the director in consultation with independent chartered surveyors. The valuation is on an open market basis.

The land element of heritable property is not considered material by the director, therefore the full cost of heritable property is depreciated, except for an investment property with cost and net book value of £155,284, which is not depreciated.

If the Heritable property had not been included at valuation they would have been included under the historical cost convention as follows:

	2012 £	2011 £
Cost	4,480,328	-
Accumulated depreciation	(751,241)	-
Net book value	3,729,087	-

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012**
10. STOCKS

	2012 £	2011 £
Finished goods and goods for resale	153,467	102,754

11. DEBTORS

	2012 £	2011 £
Due after more than one year		
Amounts owed by related parties (Note 21)	528,163	523,932
Due within one year		
Trade debtors	37,893	35,139
Amounts owed by related parties (Note 21)	185,209	149,495
Other debtors	23,752	24,649
Prepayments and accrued income	45,641	28,681
Tax recoverable	19,816	9,831
	312,311	247,795

There are no scheduled terms for repayment of the longer term debtor. The director has received confirmation from the directors of the related undertakings that the debt will be repaid.

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

	2012 £	2011 £
Bank loans and overdrafts	791,846	400,000
Other loans	115,700	115,699
Trade creditors	415,995	336,441
Corporation tax	253,481	350,440
Social security and other taxes	238,554	172,751
Director's current account (Note 21)	8,676	111,279
Other creditors	19,941	23,173
Accruals and deferred income	75,803	110,207
	1,919,996	1,619,990

The bank borrowings are secured by a standard security over two of the company's properties, and a bond and floating charge over the company's assets and undertakings. A loan from Carlsberg-Tetley is secured by a standard security over one of the company's properties.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012**
**12. CREDITORS:
Amounts falling due within one year (continued)**

The company has also granted cross guarantees granted in favour of Carlton Rock Limited of £500,000 and Granite Rock Casino Limited of £510,000.

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

	2012 £	2011 £
Bank loans	-	600,000
Other loans	836,750	920,362
	<u>836,750</u>	<u>1,520,362</u>

14. DEFERRED TAXATION

	2012 £	2011 £
At beginning of year	119,472	121,957
Released during year	(17,974)	(2,485)
	<u>101,498</u>	<u>119,472</u>

The provision for deferred taxation is made up as follows:

	2012 £	2011 £
Accelerated capital allowances	<u>101,498</u>	<u>119,472</u>

15. SHARE CAPITAL

	2012 £	2011 £
Allotted, called up and fully paid		
10 Ordinary shares of £1 each	<u>10</u>	<u>10</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012**
16. RESERVES

	Revaluation reserve £	Profit and loss account £
At 1 April 2011		2,608,023
Profit for the year		829,337
Surplus on revaluation of freehold property	7,620,913	
	<u>7,620,913</u>	<u>3,437,360</u>
At 31 March 2012	<u>7,620,913</u>	<u>3,437,360</u>

17. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2012 £	2011 £
Opening shareholders' funds	2,608,033	2,134,683
Profit for the year	829,337	473,350
Other recognised gains and losses during the year	7,620,913	-
	<u>11,058,283</u>	<u>2,608,033</u>
Closing shareholders' funds	<u>11,058,283</u>	<u>2,608,033</u>

18. NET CASH FLOW FROM OPERATING ACTIVITIES

	2012 £	2011 £
Operating profit	1,120,751	625,312
Amortisation of intangible fixed assets	3,042	-
Depreciation of fixed assets	163,980	145,100
Increase in stocks	(50,713)	(15,907)
(Increase)/decrease in debtors	(58,762)	64,700
Increase/(decrease) in creditors	5,119	(143,078)
	<u>1,183,417</u>	<u>676,127</u>
Net cash inflow from operating activities	<u>1,183,417</u>	<u>676,127</u>

19. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT

	2012 £	2011 £
Returns on investments and servicing of finance		
Interest received	14,270	127,864
Interest paid	(68,164)	(80,085)
	<u>(53,894)</u>	<u>47,779</u>
Net cash (outflow)/inflow from returns on investments and servicing of finance	<u>(53,894)</u>	<u>47,779</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012**
19. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT (continued)

	2012 £	2011 £
Capital expenditure and financial investment		
Purchase of intangible fixed assets	(67,500)	(66,769)
Purchase of tangible fixed assets	(1,381,465)	-
Net cash outflow from capital expenditure	<u>(1,448,965)</u>	<u>(66,769)</u>
	2012 £	2011 £
Financing		
Repayment of loans	(400,000)	(400,000)
Repayment of other loans	(83,612)	(33,374)
Related party financing	-	1,747,913
Net cash (outflow)/inflow from financing	<u>(483,612)</u>	<u>1,314,539</u>

20. ANALYSIS OF CHANGES IN NET DEBT

	1 April 2011 £	Cash flow £	Other non-cash changes £	31 March 2012 £
Cash at bank and in hand	2,164,696	(973,646)	-	1,191,050
Bank overdraft	-	(191,846)	-	(191,846)
	<u>2,164,696</u>	<u>(1,165,492)</u>	<u>-</u>	<u>999,204</u>
Debt:				
Debts due within one year	(515,699)	483,612	(683,612)	(715,699)
Debts falling due after more than one year	(1,520,362)	-	683,612	(836,750)
Net funds	<u>128,635</u>	<u>(681,880)</u>	<u>-</u>	<u>(553,245)</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012**
21. RELATED PARTY TRANSACTIONS
Control

Throughout the year the company was controlled by the director.

Transactions

During the year the company had the following transactions with related parties:

Related party	Transaction	Movement in year £	Debtor/(creditor) balance at year end £
S Clarkson, director	Loan	105,417	<u>(8,676)</u>
L Clarkson, wife of director	Interest net of tax	(32,088)	<u>(586,804)</u>
Due < 1 year			
Carlton Rock Limited (a company in which S Clarkson is a director)	Sales	6,165	-
	Net loan repayments	(100,000)	-
	Interest	(905)	-
	Recharges of expenses	25,680	2,822
Granite Rock Casino Limited (a company in which S Clarkson is a director)	Sales	31,924	90,510
	Bad debt provision against sales	-	(12,007)
	Recharges of expenses	20,000	7,113
The Forum Bar and Club Limited (a company in which S Clarkson is a director)	Sales	23,548	4,271
Quatro Venture Limited	Loan	92,500	<u>92,500</u>
			Note 11: <u>185,209</u>
Due > 1 year			
Cotton House (an unincorporated rental business owned by the director)	Loan	2,814	154,037
Granite Rock Casino Limited (a company in which S Clarkson is a director)	Loan	(98,583)	686,500
	Release of bad debt provision against loan	200,000	(400,000)
The Forum Bar and Club Limited (a company in which S Clarkson is a director)	Loan	-	<u>87,626</u>
			Note 11: <u>528,163</u>

The loan to Carlton Rock Limited has no fixed repayment terms. Interest is charged at a commercial rate on the balance outstanding. The loan from S Clarkson has no fixed repayment terms, no interest is charged and the maximum balance due in the year was £111,279. The loan from L Clarkson has no fixed repayment terms. Interest is charged at 8% per annum. The maximum balance due in the year was £586,804.