wagamama

Mabel Mezzco Limited

Interim report
as at and for the 12-week period ended
August 16, 2015

General information

Wagamama operates popular award winning pan-Asian inspired noodle restaurants based in the United Kingdom. In addition to our Company-operated restaurants across the United Kingdom and the United States, we have franchised restaurants operating in 14 countries around the world spread across Western Europe, Eastern Europe, the Middle East and New Zealand.

Wagamama offers fresh, pan-Asian cuisine in a friendly, vibrant setting. Our menu features a wide variety of noodle and rice dishes, as well as salads and side dishes, juices, hot drinks, wine, sake and Asian beers. Freshness and quality are two ingredients that we believe go into every dish. Many Wagamama signature dishes can be found in all of our restaurants across the globe and we also have local specialties that take advantage of regional produce and tastes.

Presentation of financial information

Unless otherwise indicated, the financial information presented in this interim report is the historical consolidated financial information of Mabel Mezzco Limited and its subsidiaries (the "Group").

This interim report includes or derives information from the following financial sources:

- the unaudited consolidated financial information of the Group as of and for the 16 weeks ended August 16, 2015 ("First Quarter 2016", "Q1 2016", or "the quarter"), and the comparative period as of and for the 16 weeks ended August 17, 2014 ("First Quarter 2015" or "Q1 2015"), prepared in accordance with UK GAAP; and

- the audited consolidated financial information of the Group as of and for the 52 weeks ended April 26, 2015 ("Full Year 2015"), and the comparative period as of and for the 52 weeks ended April 27, 2014 ("Full Year 2014"), prepared in accordance with UK GAAP.

The financial year for the Group runs from the calendar day following the previous financial year end to the Sunday nearest to April 30 of each calendar year. Accordingly, from time to time, the financial accounting period covers a 53-week period, which impacts the comparability of results. Our 2016 financial year will end on April 24, 2016 and will constitute a 52-week period.

The Group is in the process of transitioning to the new United Kingdom reporting standard, FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*, which will be applicable for the period ended 24 April 2016. Based on initial analysis, no material measurement differences are expected.

First Quarter 2016 highlights

Financial highlights

- Turnover increased 18.5% to £65.4 million in Q1 2016 with the continued expansion of our restaurants in the UK (5 new openings in the quarter) and 13.1% UK like for like sales growth.

- Adjusted EBITDA up 29.1% in the Q1 2016 to £10.2 million from £7.9 million in Q1 2015 with margin at 15.7% in Q1 2016 compared to 14.4% in Q1 2015.

- Underlying[1] free cashflow at 103.9% of adjusted EBITDA remains strong. It is lower than Q1 2015 as a result of higher pre-opening expense payments for new restaurants.

- Net debt down to £119.6 million at Q1 2016 from £122.3 million net indebtdeness as of Q1 2015, having benefited from improvement in EBITDA and restructuring of debt.

(1) adjusted for one-off refinancing payments of £1.6m and £1.2m of pre-opening expense prepayment.

Operational highlights

- Flagship London restaurant opened at Great Marlborough Street (W1) and four additional restaurants opened at Trowbridge, Glasgow, Winchester and Gatwick North.
- Strong pipeline of restaurants to drive growth going forward
- Smart Rotas and Kaizen continue to be a focus with positive indicators since launch
- Purchasing savings achieved, including capex savings of £1m.

Results of operations

First Quarter 2015 compared with First Quarter 2014

Turnover

Turnover increased 18.5% to £65.4 million in Q1 2016 from £55.2 million in Q1 2015. A geographic and business line analysis of our turnover follows:

£ million	**Q1 2016**	**Q1 2015**	**% change**
Company-operated UK	63.2	53.1	+18.9
Company-operated US	1.7	1.6	+6.3
Franchise	0.5	0.5	-
Total	**65.4**	**55.2**	**+18.5**

Company-operated restaurants

Turnover in our restaurant business in the United Kingdom increased 18.9% to £63.2 million in Q1 2016 from £53.1 million in Q1 2015. This was primarily due to the increase in the number of restaurants from 108 open at the end of Q1 2015 to 115 open at the end of Q1 2016 and a 13.1% like for like sales increase.

Turnover in our restaurant business in the United States increased 6.3% to £1.7 million in Q1 2016 from £1.6 million in Q1 2015. US$ turnover increased by 3.8% to $2.7 million for Q1 2016 versus $2.6m for Q1 2015.

International franchised restaurants

Turnover from our international franchised restaurants business line was flat at £0.5 million in Q1 2016 from £0.5 million in Q1 2015.

Cost of sales

Margin before administrative expenses has improved from 44.0% in Q1 2015 to 44.3% in Q1 2016 due to customer price increases, purchasing savings and improved staffing leverage. The growth in the estate and the like for like sales growth were the primary causes of cost of sales increasing 17.6% to £36.4 million in Q1 2016 from £30.9 million in Q1 2015.

Administrative expenses before exceptional items

Administrative expenses before exceptional items increased 14.8% to £25.5 million in Q1 2016 from £22.2 million in Q1 2015. This was primarily due to overhead costs and depreciation commensurate with the addition of new restaurants in addition to the increase in central overhead expenses, again reflecting the increase in estate size.

Net interest payable and similar charges

Net interest payable and similar charges decreased 14.6% to £4.1 million in Q1 2016 from £4.8 million in Q1 2015, as a result of the lower interest charges following the refinancing of higher interest rate debt.

Tax on loss on ordinary activities

Due to the ongoing improvement in UK profitability, the tax on loss on ordinary activities has increased from a credit position of £0.3m in Q1 2015 to a small payable of £0.02 million in Q1 2016.

Liquidity and capital resources

Net cash inflow from operating activities

Net cash inflow from operating activities decreased 9.2% to £7.5 million in Q1 2016 from £8.2 million in Q1 2015. This was primarily due to an increase in EBITDA of £1.4 million offset by a working capital outflow of £2.1 million, primarily driven by the payment of re-financing costs of £1.6m in Q1 2016.

Net cash outflow from returns on investments and servicing of finance

Net cash outflow from returns on investments and servicing of finance in Q1 2016 was £6.0 million which increased 181% from the outflow in Q1 2015 of £2.1 million. This was primarily due to the refinancing of debt and the first semi-annual interest payment on the Wagamama bond falling due.

Net cash outflow from capital expenditure

Net cash outflow from capital expenditure increased 42.3% to £4.7 million in Q1 2016 from £3.3 million in Q1 2015. This was primarily due to the higher number of restaurants opened in the respective quarters being 5 in Q1 2016 and 2 in Q1 2015.

Net cash inflow/outflow from financing

Net cash inflow from financing was £0 million in both Q1 2016 and Q1 2015.

Capital expenditures

The following table shows our capital expenditures for the periods indicated:

	For the 16 weeks ended	
	August 16, 2015	**August 17, 2014**
New site capital expenditures	3.1	2.6
Maintenance expenditures	1.0	0.5
Other capital expenditures*	0.7	0.3
Total capital expenditures	**4.8**	**3.4**
Corporate expenses	0.1	0.1

*****other capital expenditure: office, systems and central kitchen

Estate summary

We opened 5 new restaurants in Q1 2016 compared to 2 new restaurants in Q1 2015. The decrease in the number of franchised restaurants reflects the closure of 8 restaurants in Australia offset by new openings.

The table below shows the number of our Company-operated and franchised restaurants as at the following dates:

	For the 16 weeks ended	
	August 16, 2015	August 17, 2014
Company-operated restaurants[1]	**119**	**113**
United Kingdom restaurants	115	109
United States restaurants	4	4
Company-operated restaurant openings during the period	5	2
Company-operated restaurants closures during the period	2	-
Franchised[2]	31	34
Total	**150**	**146**

(1) Company-operated restaurants include all of our restaurants in the United Kingdom and the United States.
(2) Franchised restaurants as at the dates listed were located in Belgium, Greece, Ireland, Malta, The Netherlands, Northern Ireland, Denmark, Sweden, Switzerland, Cyprus, Turkey, Qatar, United Arab Emirates and New Zealand.

Key performance indicators

	For the 16 weeks ended		For the 52 weeks ended		
	August 16, 2015	August 17, 2014	April 26, 2015	April 27, 2014	LTM
			(£ millions)		
Like-for-like sales growth (%)	13.1%	9.2%	10.0%	0.3%	11.1%
EBITDAR	14.5	12.0	44.5	35.8	47.0
Rent Expense	5.6	4.5	15.6	13.5	16.7
EBITDA	8.9	7.5	28.9	22.3	30.3
EBITDA Margin (%)	13.7%	13.7%	15.1%	13.7%	15.0%
Adjusted EBITDA[1]	10.2	7.9	30.3	25.3	35.9
Adjusted EBITDA margin[2] (%)	15.7%	14.4%	15.8%	15.6%	16.5%
Net total indebtedness[3]					119.6
Ratio of net total indebtedness to run rate adjusted EBITDA					3.3x
Ratio of net total indebtedness to adjusted EBITDA					3.7x

(1) Please find below a reconciliation calculation from profit for the financial period to EBITDA and Adjusted EBITDA and adjustments made to calculate Adjusted EBITDA for the periods indicated:

	For the 16 weeks ended		For the 52 weeks ended		
	August 16, 2015	August 17, 2014	April 26, 2015	April 27, 2014	LTM
			(£ millions)		
Loss for the financial period	(0.6)	(2.5)	(19.0)	(11.7)	(17.1)
Tax on loss on ordinary activities	0.0	(0.3)	1.1	0.8	1.4
Net interest payable and similar charges	4.1	4.8	17.8	15.6	17.1
Exceptional administrative expenses/(income)	0.0	0.0	11.0	0.8	11.0
Goodwill amortisation	2.8	2.8	9.1	9.1	9.1
Depreciation and impairment of tangible assets	2.6	2.7	8.9	7.7	9.1
EBITDA	**8.9**	**7.5**	**28.9**	**22.3**	**30.3**
Pre-opening costs[(a)]	1.2	0.3	1.0	2.7	2.0
Corporate expenses[(b)]	0.1	0.1	0.3	0.3	0.3
Run rate adjustment[(c)]					3.3
Adjusted EBITDA	**10.2**	**7.9**	**30.3**	**25.3**	**35.9**

(a) Pre-opening costs represents costs incurred prior to the opening of a new restaurant, including rent incurred prior to opening, wages of employees in training and food costs incurred for training of new employees.

(b) Corporate expenses represents fees paid to our principal shareholders and security agent under our senior facilities agreement which was repaid on January 28, 2015, professional fees incurred relating to syndication and listing of loan notes under that agreement and fees in respect of our corporate status.

(c) uk run-rate adjustments represent expected run-rate trading (excluding pre-opening costs) for restaurants open less than 39 four-week periods as of august 16, 2015. these adjustments apply to 23 restaurants open between 21 and 39 four-week periods, 8 restaurants open between 10 and 20 four-week periods, and 6 restaurants open between 1 and 9 four-week periods. The UK run-rate adjustment is based on budgeted EBITDA for the applicable restaurant once it becomes "mature" multiplied by the ratio of actual annual EBITDA at end of 13 four-week periods versus projected EBITDA at the end of 39 four-week periods. Where a restaurant is ahead of its investment case, we do not perform a run-rate adjustment. We believe these UK run-rate adjustments are appropriate because, based on our experience and the actual performance over 39 four-week periods of 31 fully mature restaurants, the first six four-week periods of a restaurant's trading are not representative of run rate trading. We do not include any run-rate adjustments from our franchised restaurants or Company-operated restaurants in the United States in the UK run-rate adjustments. These adjustments to EBITDA are presented for informational purposes only and do not purport to present what EBITDA would have been had newly opened stores been open for the entire period nor does it purport to project EBITDA for any future period. The assumptions underlying the adjustments are based on our current estimates and they involve risks, uncertainties and other factors that may cause actual results or performance to be materially different from anticipated future results or performance expressed or implied by such adjustments.

(2) In calculating Adjusted EBITDA margin for the LTM period, turnover has been adjusted to include approximately £16.9 million of expected turnover generated by the restaurants for which we have added a UK-run rate adjustment to the Adjusted EBITDA definition in the period.

(3) Net total indebtedness represents total debt less cash.

Further information for noteholders

This report was prepared in accordance with the indenture dated January 28, 2015 among Wagamama Finance plc, as Issuer, the guarantors named therein, U.S. Bank Trustees Limited, as Trustee, Elavon Financial Services Limited, UK Branch, as paying agent and transfer agent, Elavon Financial Services Limited, as registrar, and U.S. Bank Trustees Limited, as Security Trustee.

This interim report may include forward-looking statements. All statements other than statements of historical facts included in this interim report, including those regarding the Group's financial position, business and acquisition strategy, plans and objectives of management for future operations are forward-looking statements. Such forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Group, or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements.

Such forward-looking statements are based on numerous assumptions regarding the Group's present and future business strategies and the environment in which the Group will operate in the future. Many factors could cause the Group's actual results, performance or achievements to differ materially from those in the forward-looking statements. Forward-looking statements should, therefore, be construed in light of such risk factors and undue reliance should not be placed on forward-looking statements. These forward-looking statements speak only as of the date of this interim report. The Group expressly disclaims any obligations or undertaking, except as required by applicable law and applicable regulations to release publicly any updates or revisions to any forward-looking statement contained herein to reflect any change in the Group's expectations with regard thereto or any changes in events, conditions or circumstances on which any such statement is based.

Use of non-UK GAAP financial information

Certain parts of this interim report contain non-UK GAAP measures and ratios, including EBITDAR, rent expense, EBITDA, EBITDA margin, Adjusted EBITDA, Adjusted EBITDA margin, new site capital expenditures, maintenance capital expenditures, other capital expenditures, total capital expenditures, like-for-like sales growth, working capital and leverage ratios that are not required by, or presented in accordance with, UK GAAP. We believe that these measures are useful indicators of our ability to incur and service our indebtedness and can assist certain investors, security analysts and other interested parties in evaluating us. Because all companies do not calculate these measures on a consistent basis, our presentation of these measures may not be comparable to measures under the same or similar names used by other companies. Accordingly, undue reliance should not be placed on these measures in this interim report. In particular, EBITDAR, EBITDA and Adjusted EBITDA are not measures of our financial performance or liquidity under UK GAAP and should not be considered as an alternative to (a) net income/(loss) for the period as a measure of our operating performance, (b) cash flows from operating, investing and financing activities as a measure of our ability to meet our cash needs or (c) any other measures of performance under UK GAAP.

Our non-UK GAAP measures are defined by us as follows:

- We define “EBITDAR” as EBITDA plus rent expense.
- We define “rent expense” as the aggregate fees incurred for the period indicated pursuant to our property lease obligations.
- We define “EBITDA” as profit for the financial period plus tax on profit on ordinary activities, net interest payable and similar charges, exceptional administrative (expenses)/income, gain/(loss) on disposal of fixed assets, goodwill amortisation and depreciation and impairment of tangible assets.
- We define “EBITDA margin” as EBITDA divided by turnover.
- We define “Adjusted EBITDA” as EBITDA adjusted for the impact of restaurant pre-opening costs, sponsor monitoring fees, extra days of trading and UK run-rate

adjustments (for the purposes of Last Twelve Months, "LTM" performance). We define LTM performance as FY15 audited full year results less Q1 2015, plus Q1 2016.

- We define "Adjusted EBITDA margin" as Adjusted EBITDA divided by turnover.
- We define "new site capital expenditure" as the capital expenditures we incur in order to purchase and outfit a new restaurant in preparation for its opening.
- We define "maintenance capital expenditure" as the capital expenditures we incur to maintain our restaurants, including fitting and fixtures replacement for existing restaurants.
- We define "other capital expenditure" as the capital expenditures we incur for overhead costs relating to our central kitchen and other centralised capital expenditures relating primarily to training and IT.
- We define "total capital expenditure" as the purchase of tangible fixed assets as reflected in our cash flow statements.
- We define "like-for-like sales growth" as sales from our United Kingdom restaurants that traded for at least 17 full four-week periods. Restaurants are included on a rolling basis as each new restaurant is included in the like-for-like comparison once it has traded for 17 full four-week periods. Any week in which a restaurant did not have revenue and the preceding and following week are excluded both in the period considered and in the comparative period.
- We define "Underlying free cashflow" as adjusted EBITDA less maintenance capex plus/minus changes in net working capital (adjusted for £1.6 million of one-off refinancing payments in Q1 2016 and £1.2m of pre-opening expense prepayment).

Mabel Mezzco Limited

Interim financial information
For the 16 weeks ended 16 August 2015

Registered number: 07556501

Mabel Mezzco Limited

Group profit and loss account
for the period ended 16 August 2015

	Notes	**Unaudited 16 weeks to 16 August 2015**	Unaudited 16 weeks to 17 August 2014	Audited 52 weeks to 26 April 2015
		£'000	£'000	£'000
Turnover	2	**65,357**	55,165	193,292
Cost of sales		**(36,375)**	(30,915)	(107,073)
Gross profit		**28,982**	24,250	86,219
Administrative expenses before exceptional items		**(25,479)**	(22,185)	(75,294)
Exceptional administrative expenses	3	**-**	-	(11,036)
Administrative expenses		**(25,479)**	(22,185)	(86,330)
Operating profit	3	**3,503**	2,065	(111)
Profit on ordinary activities before interest and taxation		**3,503**	2,065	(111)
Interest receivable and similar income		**16**	12	31
Interest payable and similar charges before exceptional items		**(4,093)**	(4,815)	(15,006)
Exceptional items		**-**	-	(2,793)
Interest payable and similar charges	4	**(4,093)**	(4,815)	(17,799)
Loss on ordinary activities		**(574)**	(2,738)	(17,879)
Tax on loss on ordinary activities		**(16)**	253	(1,103)
Loss after tax for the financial period		**(590)**	(2,485)	(18,982)
Dividend in specie		**-**	-	(455)
Loss for the financial period		**(590)**	(2,485)	(19,437)

All of the activities of the Group are continuing.
There are no material differences between the loss on ordinary activities before taxation and the loss for the periods stated above and their historical cost equivalents.

Mabel Mezzco Limited

Consolidated statement of total recognised gains and losses for the period ended 16 August 2015

	Unaudited	Unaudited	Audited
	16 weeks to 16 August 2015	16 weeks to 17 August 2014	52 weeks to 26 April 2015
	£'000	£'000	£'000
Loss for the financial period	**(590)**	(2,485)	(19,437)
Foreign exchange differences arising on consolidation	**(114)**	15	361
Total recognised loss in the period	**(704)**	(2,470)	(19,076)

Consolidated movement in shareholders' funds for the period ended 16 August 2015

	Unaudited	Unaudited	Audited
	16 weeks to 16 August 2015	16 weeks to 17 August 2014	52 weeks to 26 April 2015
	£'000	£'000	£'000
Loss for the financial period	**(590)**	(2,485)	(18,982)
Dividends in specie	**-**	-	(455)
Other recognised gains and losses for the period (per STRGL)	**(114)**	15	361
Net change in shareholders' funds	**(704)**	(2,470)	(19,076)
Opening shareholders' funds	**59,725**	78,801	78,801
Closing shareholders' funds	**59,021**	76,331	59,725

Mabel Mezzco Limited

Group balance sheet
as at 16 August 2015

	Notes	**Unaudited** **16 August 2015** **£'000**	Unaudited 17 August 2014 £'000	Audited 26 April 2015 £'000
Fixed assets				
Intangible assets		**142,846**	151,962	145,651
Tangible assets	5	**72,082**	73,915	69,944
		214,929	225,877	215,595
Current assets				
Stocks		**1,094**	1,089	1,038
Debtors	6	**8,138**	7,247	6,297
Cash at bank and in hand		**25,359**	15,000	28,666
		34,591	23,336	36,001
Creditors: amounts falling due within one year	7	**(39,215)**	(36,864)	(41,007)
Net current liabilities		**(4,624)**	(13,528)	(5,006)
Total assets less current liabilities		**210,305**	212,349	210,589
Creditors: amounts falling due after more than 1 year	8	**(144,932)**	(132,916)	(144,582)
		65,372	79,433	66,007
Provisions for liabilities and charges				
Deferred tax		**(6,351)**	(3,102)	(6,282)
Net assets		**59,021**	76,331	59,725
Capital and reserves				
Called-up share capital		**20,000**	20,000	20,000
Profit and loss account		**39,021**	56,331	39,725
Total shareholders' funds		**59,021**	76,331	59,725

Mabel Mezzco Limited

Group cash flow statement
for the period ended 16 August 2015

	Notes	**Unaudited** **16 weeks to 16 August 2015** **£'000**	Unaudited 16 weeks to 17 August 2014 £'000	Audited 52 weeks to 26 April 2015 £'000
Net cash inflow from operating activities	9	7,491	8,248	34,068
Returns on investments and servicing of finance				
Interest received		16	12	31
Interest paid		(6,065)	(2,164)	(5,141)
Net cash outflow on investments and servicing of finance		(6,049)	(2,152)	(5,110)
Taxation		(3)	(2)	(19)
Capital expenditure				
Proceeds from disposal of tangible fixed assets		-	-	-
Payments to acquire tangible fixed assets		(4,745)	(3,335)	(12,355)
Net cash outflow from capital expenditure		**(4,745)**	(3,335)	(12,355)
Cash inflow/(outflow) before financing		**(3,307)**	2,759	16,584
Financing				
Expenses paid in connection with issue of debt		**-**	-	(5,697)
New bank loans or call bonds		**-**	-	150,000
Repayment of bank loans		**-**	-	(144,472)
Net cash outflow from financing		**-**	-	(169)
Increase / (decrease) in cash	10	**(3,307)**	2,759	16,415
Exchange adjustments		**-**	-	10
Opening cash at bank and in hand		**28,666**	12,241	12,241
Closing cash at bank and in hand		**25,359**	15,000	28,666

Mabel Mezzco Limited

Notes to the interim financial information for the period ended 16 August 2015

1. Basis of preparation

The unaudited interim financial information contains consolidated financial information for Mabel Mezzco Limited and its subsidiary undertakings (the "Group") for the 16 weeks ended 16 August 2015 and are prepared in accordance with the Accounting Standards Board's Reporting Statement on Half Yearly Financial reports.

The unaudited interim financial information has been prepared using consistent accounting policies, presentation and a method of computation to those applied in the latest annual audited financial statements of the Group for the 52 week period ended 26 April 2015. This financial information should be read in conjunction with the Group's financial statements for the period ended 26 April 2015, which have been prepared under United Kingdom Generally Accepted Accounting Practice (UK GAAP).

The Group is in the process of transitioning to the new United Kingdom reporting standard, FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland,* which will be applicable for the period ended 24 April 2016. Based on initial analysis, no material measurement differences are expected.

The statutory accounts for the 52 week period ended 26 April 2015 have been approved by the Board of Directors. The auditors reported on those accounts, their report was unqualified, did not draw attention to any matters by way of emphasis and did not contain a statement under section 498(2) or (3) of the Companies Act 2006.

Notes to the interim financial information for the period ended 16 August 2015 (continued)

2. Turnover

The turnover and operating profit for the period was derived from the Group's continuing activity which was carried out primarily in the UK. The analysis of turnover is as follows:

	Unaudited	Unaudited	Unaudited
	16 weeks to 16 August 2015	16 weeks to 17 August 2014	52 weeks to 26 April 2015
	£'000	£'000	£'000
UK location analysis			
Town	**34,455**	29,596	103,562
Shopping centre	**20,759**	16,766	60,537
Other location	**7,956**	6,763	22,470
Total UK company operated	**63,170**	53,125	186,569
Franchise revenue	**470**	485	1,546
Total UK revenue	**63,640**	53,610	188,115
US revenue	**1,717**	1,555	5,177
Total Revenue	**65,357**	55,165	193,292

Mabel Mezzco Limited

Notes to the interim financial information for the period ended 16 August 2015 (continued)

3. Operating profit

Operating profit is stated after charging / (crediting):

	Unaudited	Unaudited	Audited
	16 weeks to 16 August 2015	16 weeks to 17 August 2014	52 weeks to 26 April 2015
	£'000	£'000	£'000
Amortisation	**2,804**	2,805	9,116
Depreciation of owed fixed assets	**2,574**	2,643	8,899
Impairment - included in exceptional administrative expenses	**-**	-	5,915
Foreign exchange gains	**-**	-	3
Auditors' remuneration			
- as auditors	**19**	19	62
- for taxation services	**31**	31	50
- for other advisory services	**-**	-	575
Operating lease costs - land & buildings	**5,567**	4,478	15,596
Loss on disposal of fixed assets (of which £1,310,000 included in exceptional administrative expenses in the 52 week period to 26 April 2015)	**-**	-	1,310
Exceptional administrative expenses/(income)	**-**	-	11,036

For the period ended 26 April 2015, the exceptional administrative expenses incurred principally comprise of insurance income received from the flooding of a restaurant in prior year (£340,000) impairment of £5,915,000, onerous lease provisions of £2,849,000, loss on disposal of assets of £1,310,000 and professional fees in conjunction with the Group's review of re-financing options of £1,302,000. The impairment and onerous lease provisions follow a review of the Group's estate and an updated view on the application of accounting policy.

Notes to the interim financial information for the period ended 16 August 2015 (continued)

4. Interest payable and similar charges

	Unaudited	Unaudited	Audited
	16 weeks to 16 August 2015	16 weeks to 17 August 2014	52 weeks to 26 April 2015
	£'000	£'000	£'000
Interest payable on bond	**3,625**	0	2,880
Interest payable on bank borrowings	**117**	1,969	4,639
Loan note interest	**-**	2,554	6,491
Loan arrangement fees	**-**	-	-
Amortisation of loan fees	**351**	292	996
Interest payable and similar changes before exceptional items	**4,093**	4,815	15,006
Exceptional items	**-**	-	2,793
Interest payable and similar charges	**4,093**	4,815	17,799

The exceptional interest cost in the 52 week period ended 26 April 2015 relates to accelerated loan costs write-off on repayment of borrowings.

Mabel Mezzco Limited

Notes to the interim financial information
for the period ended 16 August 2015 (continued)

5. Tangible fixed assets

	Leasehold property	Restaurant and office equipment	Total
	£'000	£'000	£'000
Cost			
At 26 April 2015	72,911	29,875	102,786
Additions	996	3,629	4,625
Foreign exchange difference	121	34	155
At 16 August 2015	**74,028**	**33,538**	**107,566**
Accumulated depreciation			
At 26 April 2015	19,203	13,639	32,842
Charge for the period	1,160	1,414	2,574
Foreign exchange difference	45	23	68
At 16 August 2015	**20,408**	**15,076**	**35,484**
Net book value			
At 16 August 2015	**53,620**	**18,462**	**72,082**
At 26 April 2015	53,708	16,236	79,944

Mabel Mezzco Limited

Notes to the interim financial information for the period ended 16 August 2015 (continued)

5. Tangible fixed assets (continued)

	Leasehold property £'000	Restaurant and office equipment £'000	Total £'000
Cost			
at 28 April 2014	68,129	25,891	94,020
Additions	7,811	3,836	11,647
Disposals	(3,603)	0	(3,603)
Foreign exchange difference	574	148	722
At 26 April 2015	**72,911**	**29,875**	**102,786**
Accumulated depreciation			
at 28 April 2014	10,786	9,271	20,057
Charge for the period	5,100	3,799	8,899
Impairment	5,436	479	5,915
Disposals	(2,293)	0	(2,293)
Foreign exchange difference	174	90	264
At 26 April 2015	**19,203**	**13,639**	**32,842**
Net book value			
At 26 April 2015	**53,708**	**16,236**	**69,944**
At 28 April 2014	57,343	16,620	73,963

The impairment wrote certain assets down on a value in use basis using a 10% discount rate.

Mabel Mezzco Limited

Notes to the interim financial information for the period ended 16 August 2015 (continued)

5. Tangible fixed assets (continued)

	Leasehold property £'000	Restaurant and office equipment £'000	Total £'000
Cost			
At 27 April 2014	68,129	25,891	94,020
Additions	1,535	1,032	2,567
Foreign exchange differences	36	9	45
At 17 August 2014	**69,700**	**26,932**	**96,632**
Accumulated depreciation			
At 27 April 2014	10,786	9,271	20,057
Charge for the period	1,287	1,356	2,643
Foreign exchange difference	11	6	17
At 17 August 2014	**12,084**	**10,633**	**22,717**
Net book value			
At 17 August 2014	**57,616**	**16,299**	**73,915**
At 27 April 2014	57,343	16,620	73,963

Mabel Mezzco Limited

Notes to the interim financial information for the period ended 16 August 2015 (continued)

6. Debtors

	Unaudited	Unaudited	Audited
	16 August 2015	17 August 2014	26 April 2015
	£'000	£'000	£'000
Trade debtors	**1,144**	1,984	1,312
Amounts owed by parent undertakings	**-**	321	-
Other debtors and prepayments	**6,994**	4,942	4,985
	8,138	**6,297**	**7,247**

7. Creditors: amounts falling due within one year

	Unaudited	Unaudited	Audited
	16 August 2015	17 August 2014	26 April 2015
	£'000	£'000	£'000
Bank loans	**-**	4,399	-
Trade creditors	**8,308**	8,001	11,869
Amounts owed to parent undertakings	**-**	218	
Corporation tax	**1,626**	617	1,626
Other taxation & social security	**9,409**	8,636	6,920
Other creditors	**2,222**	1,499	2,207
Accruals	**20,555**	13,494	18,385
	42,120	36,864	41,007

8. Creditors: amounts falling due after more than one year

	Unaudited	Unaudited	Audited
	16 August 2015	17 August 2014	26 April 2015
	£'000	£'000	£'000
Bond	**144,932**	-	144,582
Bank loans	-	81,910	-
Loan notes	-	51,006	-
	144,932	132,916	144,582

On 28 January 2015, the Group issued £150 million, 7.875% coupon bond and repaid its existing debt facilities of £140,844,000 valued at the date of the transaction date. The bond is stated net of unamortised issue costs of £5,068,000. The issue costs are being amortised over the five year term of the bond.

Mabel Mezzco Limited

Notes to the interim financial information
for the period ended 16 August 2015 (continued)

9. Reconciliation of operating profit to net cash inflow from operating activities

	Unaudited 16 weeks to 16 August 2015	Unaudited 16 weeks to 17 August 2014	Audited 52 weeks to 26 April 2015
	£'000	£'000	£'000
Operating profit	**3,503**	2,065	(111)
Amortisation	**2,804**	2,805	9,116
Depreciation	**2,574**	2,643	8,899
Loss on disposal of fixed assets	**-**	-	1,310
Impairment	**-**	-	5,915
Decrease/(increase) in stocks	**(56)**	10	61
Decrease/(increase) in debtors	**(1,592)**	254	265
Increase in creditors	**257**	471	5,764
Onerous lease	**-**	-	2,849
Net cash inflow from operating activities	**7,491**	**8,248**	**34,068**

10. Reconciliation of net cash flow to movement in net debt

	Unaudited 16 weeks to 16 August 2015	Unaudited 16 weeks to 17 August 2014	Audited 52 weeks to 26 April 2015
	£'000	£'000	£'000
Increase/ (decrease) in cash in the period	(3,307)	2,759	16,415
Exchange adjustments	-	-	10
Net cash inflow from bank loans	-	-	(150,000)
Write off previously capitalised loan fees	-	-	5,697
Repayment of bank loans	-	-	144,472
Amortisation of loan issue fees	(351)	(292)	(3,791)
Rolled up interest	-	(2,554)	(6,491)
Change in net debt	**(3,658)**	**(87)**	**6,312**
Opening net debt	(115,916)	(122,228)	(122,228)
Closing net debt	**(119,573)**	**(122,315)**	**(115,916)**

Mabel Mezzco Limited

Notes to the interim financial information for the period ended 16 August 2015 (continued)

11. Analysis of changes in net debt

16 weeks ended 16 August 2015

	At 27 April 2015 £'000	Cash flows £'000	Other non-cash changes £'000	At 16 August 2015 £'000
Net cash:				
Cash in hand and at bank	28,666	(3,307)	-	25,359
Debt:				
Debt due within 1 year	-	-	-	-
Debt due after 1 year	(144,582)	-	(351)	(144,932)
	(144,582)	(3,307)	(351)	(144,932)
Net debt after financing issue costs	**(115,916)**	(3,307)	**(351)**	(119,573)
Financing issue costs	(5,418)			(5,068)
Net debt before financing issue costs	**(121,334)**			**(124,641)**

16 weeks ended 17 August 2014

	At 28 April 2014 £'000	Cash flows £'000	Other non-cash changes £'000	At 17 August 2014 £'000
Net cash:				
Cash in hand and at bank	12,241	2,759	-	15,000
Debt:				
Debt due within 1 year	(2,339)	-	(2,060)	(4,399)
Debt due after 1 year	(132,130)	-	(786)	(132,916)
	(134,469)	-	(2,846)	**(137,315)**
Net debt after financing issue costs	**(122,228)**	**2,759**	**(2,846)**	**(122,315)**
Financing issue costs	(1,999)			(3,244)
Net debt before financing issue costs	**(124,227)**			**(125,559)**

Mabel Mezzco Limited

Notes to the interim financial information for the period ended 16 August 2015 (continued)

11. Analysis of changes in net debt (continued)

Non cash changes

	Unaudited 16 weeks to 16 August 2015	Unaudited 16 weeks to 17 August 2014	Audited 52 weeks to 26 April 2015
	£'000	£'000	£'000
Amortisation of loan issue fees	**(351)**	(292)	(3,791)
Rolled up loan interest	**-**	(2,554)	(6,491)
Currency translation	**-**	-	10
	(351)	(2,846)	(10,272)