



ENGINEERING THE ULTIMATE BURGER

ENGINEERING THE ULTIMATE BURGER



BURGERFUEL WORLDWIDE LIMITED HALF YEAR REPORT

FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2013



COMPANY DIRECTORY

Registered Office

Grant Thornton New Zealand Limited
152 Fanshawe Street
Auckland

Company Number

1947191

Date of Incorporation

14 June 2007

Directors

Peter Brook - Chairman (Independent)
Alan Dunn (Independent)
Christopher Mason (Executive)
Josef Roberts (Executive)

Board Executives

Tyrone Foley (Chief Operating Officer)
Mark Piet (Chief Financial Officer/Company Secretary)

Accountant

Grant Thornton New Zealand Limited
Level 4
152 Fanshawe Street
Auckland

Bankers

ASB Bank Limited
CBA Bank Limited (Australia)

Solicitors

Kensington Swan
18 Viaduct Harbour Avenue, Auckland

Missingham Law Limited
Plaza Level, AXA Building, 41 Shortland Street, Auckland

Macky Robertson Limited
Level 1, 144 Parnell Road, Parnell, Auckland

Business Headquarters

Level 1
66 Surrey Crescent
Grey Lynn
Auckland

Auditor

Staples Rodway
Level 9, Tower Centre
45 Queen Street
Auckland

BURGERFUEL WORLDWIDE LIMITED HALF YEAR REPORT

FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2013

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CHAIRMAN'S AND CHIEF EXECUTIVE'S REVIEW

FOR THE 6 MONTH PERIOD ENDED 30 SEPTEMBER 2013

OVERVIEW

BurgerFuel is experiencing an exciting and solid year of significant growth and opportunity as we scale up to move into our next phase of global development and rollout. Accordingly, the Directors are pleased to report unaudited results for the 6 months to September 2013:

Group Operating Revenue is up 25.5% to \$6.73M with BurgerFuel Total System Sales up 35.4% to a record \$30M for the 6 month period. Sales growth continues and we are pleased to advise that we have recently experienced several new Weekly Systems Sales records.

In line with our stated objectives and previous market guidance, net profit after tax in the period was \$95,691 and whilst this was a reduction on the \$308,372 for the same period last year, this is purely based on our earlier advice that FY14 would be a year of investment into people and projects, necessary to prepare the company for future growth.

Shareholders should be reassured that the results are above Directors' expectations and that our expenditure is carefully measured to ensure that we are building the company's value. During the period we have prepared the business for major global growth opportunities. Specifically, the recent announcement earlier this month regarding Franchise Brands, LLC joining BurgerFuel as a major shareholder and franchise advisor. Franchise Brands, LLC was created in 2005 with the support and guidance of the founders of SUBWAY® restaurants, Fred DeLuca and Dr. Peter Buck, in order to invest in and offer guidance to small and mid-market companies with experienced management that are seeking to expand their businesses. SUBWAY® restaurants is the largest single brand restaurant chain in the world with over 40,000 franchised stores in more than 100 countries.

Our significant increase in sales and revenue is a direct result of our investment strategy. The 25.5% increase in Group Operating Revenue over the same period last year, largely comprised long term, recurring royalties from existing and newly opened BurgerFuel restaurants. The 35.4% increase in BurgerFuel System Sales for the 6 month period is also a testament to our strength and growing popularity. We are demonstrating that BurgerFuel is capable of transportation to other markets and is highly scalable in terms of our ability to open stores.

We have increased our number of store openings, with 7 new restaurants added between 1 April and 30 September 2013, against 3 in the same period last year. There were no "one-off" new country fees taken in this period and whilst this has affected short term profit, this was a strategic decision made by the Group for longer term interests where BurgerFuel will retain rights to specific countries as opposed to the previous strategy of selling Master Licence Agreements for individual countries.

The total number of BurgerFuel restaurants operating as at 30 September 2013 was 51.

BFW RESULTS (UNAUDITED) FOR THE PERIOD 1 APRIL TO 30 SEPTEMBER 2013

	30 September 2013	30 September 2012
	\$000	\$000
Operating Revenue	6,730	5,364
Operating Expenses	(6,634)	(4,910)
Net Profit Before Tax	96	454
Net Profit After Tax	96	308

OUR INVESTMENT

Whilst the focus in FY14 continues to be on opening new restaurants in the Middle East and in New Zealand, it's important for our shareholders to note that it is the back end (operational part) of the business where we are also focusing and investing.

Capital expenditure based projects to improve operating systems, staff training, store fit-out efficiencies (to manufacture and open future stores faster), product quality enhancements, cooking efficiencies and many other aspects of the business have either been completed, or are underway, to allow us to scale up for further growth next year. In addition we have recruited more employees at HQ level. Whilst this does incur increased overheads, this is necessary to prepare the company for faster growth.

The opening of the world's first gourmet burger Drive-Thru in Dubai was also a significant investment for the company. Whilst this is franchised and we did not have the capital cost of the store, we did have many other development costs to ensure that our gourmet burgers could be prepared, cooked and delivered freshly - all within 3 minutes. We also posted a significant Kiwi contingent of BurgerFuel staff to Dubai to handle both the opening and the on-going operational fine tuning that this major achievement required.

The opening of our first Drive-Thru was a significant event for BurgerFuel as it introduced many new innovations to the standard operating model. This new format has the potential to open up a new channel of revenue in the future not yet seen in the gourmet / fast-casual segment.

TOTAL SYSTEM SALES UP 35.4% to \$30M

AUSTRALASIAN REGION

Sales across New Zealand & Australia (where only one BurgerFuel restaurant is currently operated in Sydney) have increased by 19.4%.

As well as opening other restaurants in the period, the New Zealand business has also refurbished 19 of its older restaurants. BurgerFuel has proven to be extremely resilient in the face of changes in the wider burger market with increased competition from new entrant Carl's Jr. and an obvious pricing war between McDonald's & Burger King. Clearly, BurgerFuel has proven that it stands on its own, having established a separate market to these other multinational chains.

We have opened stores in Auckland and Wellington this financial year and New Zealand has commenced a store opening programme that will continue well into the second half of FY14. Our first South Island store opened in Christchurch earlier this month and has been a major success, breaking all New Zealand sales records.

MIDDLE EASTERN REGION

Sales across the Middle East have increased 74.1%. There are now 19 BurgerFuel restaurants operating in the region of which 5 have opened in this 6 month period.

Dubai opened 2 and the remaining 3 were in cities new to BurgerFuel; Al Hassa in the Kingdom of Saudi Arabia and 2 in Abu Dhabi the capital city of the UAE. Existing Store Sales have been extremely strong, despite an influx of American fast-casual concepts. Compared to other branded concepts BurgerFuel enjoys a high degree of patronage in the region and is well placed to continue growth. We now have a collection of prime sites in Dubai and are becoming a readily recognised and well-loved brand in the Middle East, like in New Zealand.

Civil unrest has slowed the opening of our first stores in Egypt, however, construction has now resumed. BurgerFuel also has a store under construction in another new country, Kuwait. The store opening programme in the Middle East shows the determination of BurgerFuel to grow its market share in this region, where our brand is popular and well supported by a strong demographic, hungry for the BurgerFuel offerings.

GROUP OUTLOOK

BFW is well set up for continued growth both in our existing and new markets. Project investment and process improvement have been significant in FY14. The work in these areas will support increased future growth and efficiency.

As well as those mentioned above some other notable projects that have been implemented are; new IT systems for the stores and Head Office, a worldwide employee engagement programme called Bite Club,

new look uniforms for all staff and our "Built Fresh" brand proposition, which is all about taking the world's best burger and making it even better. More projects are underway that will help support future growth, and our investment programme will continue this year.

SUMMARY

BurgerFuel continues to grow and the brand is becoming stronger both locally and internationally. This financial year has seen considerable investment in the company's ability to increase its pace of growth. We intend to keep that investment up during this financial year and into the next. The performance demonstrated in the first half of this financial year reflects this strategy, we are confident that our current sacrifice of short term profits will pay off in the coming years.

We have remained in profit whilst investing for future growth and more revenue. The Group has no debt and as at 30 September 2013 has cash reserves of \$3.4M.

The Directors are very positive about BurgerFuel's future, especially with our recent announcement that Franchise Brands, LLC will be joining the company as a major shareholder and franchise advisor. It is intended that Franchise Brands, LLC will collaborate with BurgerFuel to grow the business by providing knowledge and support as well as global development opportunities, including in the United States where BurgerFuel plans to open restaurants.

A date and location for the forthcoming Extraordinary General Meeting (EGM) of shareholders will be announced shortly. In that meeting the shareholders will be requested to vote on the resolution regarding the Franchise Brands, LLC transaction. We are currently awaiting the Takeovers Panel review prior to confirming the EGM details. The Board of Directors of BurgerFuel Worldwide fully support and will be recommending that shareholders vote in favour of the proposed resolution.

The significant increase in the company share price since the above announcements indicates to us that there is major shareholder support for the above transaction to proceed. This endorsement also underpins the strategy of the board to reinvest profits into continued development and growth opportunities over and above the allocation of dividend payments. This has been the policy since listing.

We would like to thank all our shareholders for their continued support and look forward to keeping you informed of forthcoming developments.

Yours Sincerely,

Peter Brook
Chairman

Josef Roberts
Group CEO

STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2013

		Group	Group	Group
		30 Sep 2013	30 Sep 2012	31 Mar 2013
		6 months	6 months	Full Year
	Note	\$'000	\$'000	\$'000
Revenue		6,688	5,333	11,952
Operating expenses		(6,477)	(4,782)	(10,433)
Earnings before interest, taxation, depreciation and amortisation		211	551	1,519
Depreciation	5	139	111	247
Amortisation	5	18	17	37
		157	128	284
Earnings before interest and taxation		54	423	1,235
Interest income		42	31	80
Interest expense		-	-	(1)
		42	31	79
Earnings before taxation		96	454	1,314
Income tax expense		-	146	216
Net surplus attributable to shareholders		96	308	1,098
Other comprehensive income:				
Movement in foreign currency translation reserve		(32)	2	(6)
Total comprehensive income		64	310	1,092
Basic Net Earnings per Share (cents)		0.17	0.57	2.05
Diluted Earnings per Share (cents)		0.17	0.57	2.05
Net Tangible Assets per Share (cents)		12.8	7.94	13.1

The attached notes form part of these financial statements

STATEMENT OF FINANCIAL POSITION (UNAUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2013

		Group	Group	Group
		30 Sep 2013	30 Sep 2012	31 Mar 2013
		6 months	6 months	Full Year
	Note	\$'000	\$'000	\$'000
Shareholders' Equity				
Share capital		10,285	8,286	10,285
Retained earnings		(2,461)	(3,532)	(2,557)
IPO capital costs		(223)	(223)	(223)
Other reserves		(358)	(133)	(326)
		7,243	4,398	7,179
Current assets				
Cash and cash equivalents		3,444	2,311	4,198
Trade and other receivables		3,476	1,984	2,837
Deferred tax asset		49	-	49
Inventories		468	228	512
Loans		23	23	46
		7,460	4,546	7,642
Non-current assets				
Property, plant and equipment		1,146	918	974
Loans		138	181	138
Intangible assets		159	138	135
		1,443	1,237	1,247
Total assets		8,903	5,783	8,889
Current liabilities				
Trade and other payables		1,365	1,133	1,428
Tax payable		44	50	84
Provisions		251	202	162
		1,660	1,385	1,674
Non-current liabilities				
Provisions		-	-	36
Total liabilities		1,660	1,385	1,710
Net assets		7,243	4,398	7,179

For and on behalf of the board on 22nd November 2013


Director



Director

The attached notes form part of these financial statements

STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2013

GROUP - September 2013

	Share capital \$'000	Foreign currency translation reserve \$'000	IPO capital costs \$'000	Share option reserve \$'000	Retained earnings \$'000	Total equity \$'000
Balance as at 1 April 2013	10,285	(331)	(223)	5	(2,557)	7,179
Foreign currency translation reserve recognised in statement of comprehensive income	-	(32)	-	-	-	(32)
Net surplus for the period ended 30 September 2013	-	-	-	-	96	96
Balance as at 30 September 2013	10,285	(363)	(223)	5	(2,461)	7,243

GROUP - September 2012

	Share capital \$'000	Foreign currency translation reserve \$'000	IPO capital costs \$'000	Share option reserve \$'000	Retained earnings \$'000	Total equity \$'000
Balance as at 1 April 2012	8,221	(325)	(223)	5	(3,655)	4,023
Issue of ordinary shares	65	-	-	-	-	65
Foreign currency translation reserve recognised in statement of comprehensive income	-	2	-	-	-	2
Net surplus for the period ended 30 September 2012	-	-	-	-	308	308
Balance as at 30 September 2012	8,286	(324)	(223)	5	(3,347)	4,398

GROUP - March 2013

	Share capital \$'000	Foreign currency translation reserve \$'000	IPO capital costs \$'000	Share option reserve \$'000	Retained earnings \$'000	Total equity \$'000
Balance as at 1 April 2012	8,221	(325)	(223)	5	(3,655)	4,023
Issue of ordinary shares	2,064	-	-	-	-	2,064
Foreign currency translation reserve recognised in statement of comprehensive income	-	(6)	-	-	-	(6)
Net surplus for the period ended 31 March 2013	-	-	-	-	1,098	1,098
Balance as at 31 March 2013	10,285	(331)	(223)	5	(2,557)	7,179

STATEMENT OF CASH FLOWS (UNAUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2013

	Note	Group 30 Sep 2013 6 months \$'000	Group 30 Sep 2012 6 months \$'000	Group 31 Mar 2013 12 months \$'000
Cash flows from operating activities				
<i>Cash was provided from</i>				
Receipts from customers		6,334	4,729	10,479
Interest received		42	31	80
Taxes received		-	-	13
		6,376	4,760	10,572
<i>Cash was applied to</i>				
Operating expenses		(6,414)	(4,492)	(10,047)
Interest paid		-	-	(1)
Taxes paid		(303)	(24)	(188)
		(6,717)	(4,516)	(10,236)
Net cash flow provided from (applied to) operating activities	6	(341)	244	336
Cash flows from investing activities				
<i>Cash was provided from</i>				
Advances from franchisees		23	26	46
Sale of fixed assets		-	18	20
		23	44	66
<i>Cash was applied to</i>				
Acquisition of intangible assets		(42)	(9)	(26)
Acquisition of property, plant & equipment		(324)	(302)	(502)
		(366)	(311)	(528)
Net cash flow provided from (applied to) investing activities		(343)	(267)	(462)
Cash flows from financing activities				
<i>Cash was applied to</i>				
Issue of shares		-	-	2,000
Net cash flow applied to financing activities		-	-	2,000
Net movement in cash and cash equivalents		(684)	(23)	1,874
Net foreign exchange differences		(70)	(6)	(15)
Opening cash and cash equivalents		4,198	2,340	2,339
Closing cash and cash equivalents		3,444	2,311	4,198

The attached notes form part of these financial statements

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2013

1) REPORTING ENTITIES AND STATUTORY BASE

Burger Fuel Worldwide Limited is a public company registered under the Companies Act 1993 and is listed with the New Zealand Alternative Stock Exchange on the NZAX. The company is an issuer in terms of the Financial Reporting Act 1993.

The financial statements presented are those of Burger Fuel Worldwide Limited (the 'Company' or the 'Parent Company') and its wholly owned subsidiaries Burger Fuel International Limited, Burger Fuel International Management Limited, BF Lease Company Limited, BF Lease Company No 1 Limited, BF Lease Company No 2 Limited, BF Lease Company No 3 Limited, BF Lease Company No 4 Limited, BF Lease Company No 5 Limited, BF Lease Company No 6 Limited, BF Lease Company No 7 Limited, BF Lease Company No 8 Limited, BF Lease Company No 9 Limited, BF Lease Company No 10 Limited, BF Lease Company No 11 Limited, BF Lease Company No 12 Limited, BF Lease Company No 13 Limited, BF Lease Company No 14 Limited, BF Lease Company No 15 Limited, BF Lease Company No 16 Limited, BF Lease Company No 17 Limited, BF Lease Company No 18 Limited, BF Lease Company No 19 Limited, BF Lease Company No 20 Limited, BF Lease Company No 21 Limited, BF Lease Company No 22 Limited, BF Lease Company No 23 Limited, BF Lease Company No 24 Limited, BF Lease Company No 25 Limited, BF Lease Company No 26 Limited, BF Lease Company No 27 Limited, BF Lease Company No 28 Limited, BF Lease Company No 29 Limited, BF Lease Company No 30 Limited, and Burger Fuel Limited (the 'Group' or 'BurgerFuel').

2) STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

2.1) STATEMENT OF COMPLIANCE

The condensed consolidated interim financial statements for the six months ended 30 September 2013 have been prepared in accordance with NZ IAS 34, Interim Financial Reporting. The condensed consolidated interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 March 2013, which have been prepared in accordance with NZ IFRS.

2.2) BASIS OF PREPARATION

2.2.1) REPORTING ENTITY

The consolidated financial statements for the Group are for the economic entity comprising Burger Fuel Worldwide Limited and its subsidiaries Burger Fuel International Limited, Burger Fuel International Management Limited, BF Lease Company Limited, BF Lease Company No 1 Limited, BF Lease Company No 2 Limited, BF Lease Company No 3 Limited, BF Lease Company No 4 Limited, BF Lease Company No 5 Limited, BF Lease Company No 6 Limited, BF Lease Company No 7 Limited, BF Lease Company No

8 Limited, BF Lease Company No 9 Limited, BF Lease Company No 10 Limited, BF Lease Company No 11 Limited, BF Lease Company No 12 Limited, BF Lease Company No 13 Limited, BF Lease Company No 14 Limited, BF Lease Company No 15 Limited, BF Lease Company No 16 Limited, BF Lease Company No 17 Limited, BF Lease Company No 18 Limited, BF Lease Company No 19 Limited, BF Lease Company No 20 Limited, BF Lease Company No 21 Limited, BF Lease Company No 22 Limited, BF Lease Company No 23 Limited, BF Lease Company No 24 Limited, BF Lease Company No 25 Limited, BF Lease Company No 26 Limited, BF Lease Company No 27 Limited, BF Lease Company No 28 Limited, BF Lease Company No 29 Limited, BF Lease Company No 30 Limited, and Burger Fuel Limited.

3) ACCOUNTING POLICIES

Except as described below, the accounting policies applied are consistent with those of the annual financial statements for the year ended 31 March 2013, as described in the annual financial statements.

3.1) INCOME TAXES

Preparation of the financial statements requires management to make estimates as to, amongst other things, the amount of tax that will ultimately be payable, the availability of losses to be carried forward and the amount of foreign tax credits it will receive. Actual results may differ from these estimates as a result of reassessment by management or taxation authorities.

4) RESULTS OF SUBSIDIARIES

Burger Fuel Worldwide Limited owns 100% of the shares in Burger Fuel Limited, BF Lease Company Limited, BF Lease Company No 1 Limited, BF Lease Company No 2 Limited, BF Lease Company No 3 Limited, BF Lease Company No 4 Limited, BF Lease Company No 5 Limited, BF Lease Company No 6 Limited, BF Lease Company No 7 Limited, BF Lease Company No 8 Limited, BF Lease Company No 9 Limited, BF Lease Company No 10 Limited, BF Lease Company No 11 Limited, BF Lease Company No 12 Limited, BF Lease Company No 13 Limited, BF Lease Company No 14 Limited, BF Lease Company No 15 Limited, BF Lease Company No 16 Limited, BF Lease Company No 17 Limited, BF Lease Company No 18 Limited, BF Lease Company No 19 Limited, BF Lease Company No 20 Limited, BF Lease Company No 21 Limited, BF Lease Company No 22 Limited, BF Lease Company No 23 Limited, BF Lease Company No 24 Limited, BF Lease Company No 25 Limited, BF Lease Company No 26 Limited, BF Lease Company No 27 Limited, BF Lease Company No 28 Limited, BF Lease Company No 29 Limited, BF Lease Company No 30 Limited, Burger Fuel International Limited and Burger Fuel International Management Limited. Burger Fuel Limited is the main trading entity and franchisor in New Zealand and Burger Fuel International Limited owns all intellectual property.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2013

5) SEGMENT INFORMATION

Geographical Segments

The Group operates in three geographical segments - New Zealand, Australia and the Middle East. All the segment's operations are made up of franchising fees, royalties and sales to franchisees. The segments are in the business of Franchise Systems - Gourmet Burger Restaurants. New Zealand's segment result is also due to the amortisation of intangible assets.

	September 2013			
	New Zealand 6 months \$'000	Australia 6 months \$'000	Middle East 6 months \$'000	Consolidated 6 months \$'000
Revenue				
Sales	2,461	69	1,261	3,791
Royalties	1,021	18	560	1,599
Franchising fees	197	105	69	371
Advertising fees	666	6	113	785
Foreign exchange gain	(31)	(39)	-	(70)
Sundry income	230	-	(18)	212
Interest income	38	-	4	42
Total Revenue	4,582	159	1,989	6,730
Depreciation	139	-	-	139
Amortisation	18	-	-	18
Segment Result	(28)	79	45	96
Segment Assets	7,891	385	627	8,903
Segment Liabilities	1,348	56	256	1,660



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2013

5) SEGMENT INFORMATION (CONTINUED)

Geographical Segments (Continued)

September 2012	New Zealand	Australia	Middle East	Consolidated
	6 months \$'000	6 months \$'000	6 months \$'000	6 months \$'000
Revenue				
Sales	1,821	21	870	2,712
Royalties	836	18	263	1,117
Franchising fees	343	-	245	588
Advertising fees	545	6	60	611
Foreign exchange gain	(3)	(3)	-	(6)
Sundry income	261	-	50	311
Interest income	27	1	3	31
Total Revenue	3,830	43	1,491	5,364
Depreciation	111	-	-	111
Amortisation	17	-	-	17
Income Tax Expense	96	-	50	146
Segment Result	287	(15)	182	454
Segment Assets	4,746	(152)	1,189	5,783
Segment Liabilities	429	-	956	1,385

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2013

5) SEGMENT INFORMATION (CONTINUED)

Geographical Segments (Continued)

The 2012 Australian Geographical Segments have been reclassified to reflect what is currently reported to the Board of Directors.

March 2013	New Zealand	Australia	Middle East	Consolidated
	12 months \$'000	12 months \$'000	12 months \$'000	12 months \$'000
Revenue				
Sales	4,009	-	2,128	6,137
Royalties	1,778	-	835	2,613
Franchising fees	410	563	170	1,143
Training fees	80	-	-	80
Construction management fees	90	-	-	90
Advertising fees	1,147	-	176	1,323
Foreign exchange gain	(6)	(5)	(5)	(16)
Sundry income	371	(147)	358	582
Interest income	73	2	5	80
Total Revenue	7,952	413	3,667	12,032
Interest Expense	-	-	1	1
Depreciation	247	-	-	247
Amortisation	37	-	-	37
Income Tax Expense	126	-	90	216
Segment Result	481	519	314	1,314
Segment Assets	6,682	420	1,787	8,889
Segment Liabilities	185	61	1,464	1,710

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2013

6) NET CASH FLOWS APPLIED TO OPERATING ACTIVITIES

Note	Group	Group	Group
	30 Sep 2013	30 Sep 2012	31 Mar 2013
	6 months	6 months	12 months
	\$'000	\$'000	\$'000
Net surplus after tax	96	308	1,098
Add: Non-cash items			
Amortisation	18	17	37
Capital gain	-	(6)	-
Depreciation	139	111	247
Issue of shares	-	65	64
Loss on sale of property, plant and equipment	13	7	15
Movement in deferred tax	-	(36)	(14)
Unrealised exchange loss / (gain)	70	6	10
	240	164	359
Add: Items classified as investing			
Capital gain on sale of assets	-	-	(7)
Add: Working capital movements			
(Increase) / decrease in trade and other receivables	(490)	(621)	(1,549)
(Increase) / decrease in inventories	44	(2)	(286)
Increase / (decrease) in taxation payable	(303)	11	41
(Increase) / decrease in accounts payable and accruals	72	384	680
	(677)	(228)	(1,114)
Net cash flows provided from (applied to) operating activities	(341)	244	336

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2013

7) ACQUISITIONS AND DISPOSALS OF PROPERTY, PLANT, AND EQUIPMENT

During the six months to 30 September 2013, the Group acquired assets with a total cost of \$324,441. The Group also disposed of assets with a net book value of \$13,085.

8) RELATED PARTY TRANSACTIONS

Interests of Directors in Certain Transactions

Certain Directors have relevant interests in a number of companies with which Burger Fuel Worldwide Ltd has transactions in the normal course of business. A number of Burger Fuel Worldwides Ltd's Directors are also non-executive Directors of other companies. Any transactions undertaken with these entities have been entered into on an arms-length commercial basis.

Transactions with Related Parties

The following are related entities to the Group:

September 2013 (6 months)	Relationship	Nature of transaction	Value of transactions during the period \$'000	Closing Balance Receivable/(Payable) as at 30 Sep 2013 \$'000
Redmond Enterprises Limited	Common Directorship	Consultancy	100	-
Burger Fuel International Limited	Subsidiary	Advance	(273)	-
Burger Fuel Limited	Subsidiary	Advance	1,695	3,520
Burger Fuel International Management Limited	Subsidiary	Advance	(240)	-
66 Surrey Limited	Common Directorship	Head office rental	89	-
September 2012 (6 months)	Relationship	Nature of transaction	Value of transactions during the period \$'000	Closing Balance Receivable/(Payable) as at 30 Sep 2012 \$'000
Redmond Enterprises Limited	Common Directorship	Consultancy	100	-
Burger Fuel International Limited	Subsidiary	Advance	10	268
Burger Fuel Limited	Subsidiary	Advance	134	1,724
Burger Fuel International Management Limited	Subsidiary	Advance	-	138
Peter C Brook	Director	Acquisition of Shares	30	-
Alan M Dunn	Director	Acquisition of Shares	35	-



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2013

8) RELATED PARTY TRANSACTIONS (continued)

March 2013 (Full Year)	Relationship	Nature of transaction	Value of transactions during the period	Closing Balance Receivable/(Payable) as at 31 Mar 2013
Redmond Enterprises Limited	Common Directorship	Consultancy	200	-
Trumpeter Consulting Limited	Common Directorship	Consultancy	43	-
66 Surrey Limited	Common Directorship	Head office rental	19	-

All of the above are related parties of the Group. Other than the entities listed above, there are no additional related parties with whom material transactions have taken place.

9) CONTINGENCIES

There were no contingent liabilities as at 30 September 2013.

10) CAPITAL EXPENDITURE COMMITMENTS

There were no capital expenditure commitments as at 30 September 2013.

ALMOST EVERYWHERE BUT ESPECIALLY HERE

NEW ZEALAND

ADELAIDE RD (WEL)

ALBANY (AKL)

THE BASE (HAM)

BOTANY DOWNS (AKL)

CHRISTCHURCH

COURTENAY PLACE (WEL)

CUBA STREET (WEL)

CUSTOMS STREET (AKL)

ELLERSLIE (AKL)

FIVE CROSS ROADS (HAM)

GLENFIELD (AKL)

HATAITAI (WEL)

HENDERSON (AKL)

JOHNSONVILLE (WEL)

LOWER HUTT (WEL)

MANUKAU (AKL)

MISSION BAY (AKL)

MOUNT MAUNGANUI

MT EDEN (AKL)

MT ROSKILL (AKL)

NAPIER

NEW LYNN (AKL)

NEW PLYMOUTH

PALMERSTON NORTH

PARNELL (AKL)

PUKEKOHE (AKL)

PONSONBY (AKL)

QUEEN STREET (AKL)

ROTORUA

SILVERDALE (AKL)

SYLVIA PARK (AKL)

TAKAPUNA (AKL)

TAUPO

TAURANGA

WINDSOR PARK (AKL)

AUSTRALIA

NEWTOWN (SYD)

UAE

AL BARSHA MALL

DALMA MALL

DUBAI BOULEVARD

DUBAI MALL

DUBAI WORLD TRADE CENTRE

JBR

JUMEIRAH ROAD

MALL OF EMIRATES

MIRDIF CITY CENTRE

SHEIK ZAYED ROAD

SOWWAH SQUARE

SAUDI ARABIA

AL DOHA

AL HASA

AL SHATEA MALL

AMWAJ MALL

FOUAD CENTRE

SAHARA MALL

TALATEEN RIYADH

IRAQ

SULAYMANIYAH



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