

**Unaudited Financial Statements for the Year Ended 30 November 2020**

**for**

**Jabac Finances Limited**

Ward Divecha Limited  
Chartered Accountants &  
Statutory Auditors  
29 Welbeck Street  
London  
W1G 8DA

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**Jabac Finances Limited**

**Company Information**  
**for the Year Ended 30 November 2020**

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**DIRECTORS:**

H M Newman  
C B Newman  
P Newman

**REGISTERED OFFICE:**

Lynwood House  
373-375 Station Road  
Harrow  
Middlesex  
HA1 2AW

**REGISTERED NUMBER:**

00734142 (England and Wales)

**ACCOUNTANTS:**

Ward Divecha Limited  
Chartered Accountants &  
Statutory Auditors  
29 Welbeck Street  
London  
W1G 8DA

**Jabac Finances Limited (Registered number: 00734142)****Balance Sheet**  
**30 November 2020**

	Notes	2020 £	£	2019 £	£
<b>FIXED ASSETS</b>					
Tangible assets	4		<b>5,618</b>		7,896
<b>CURRENT ASSETS</b>					
Debtors	5	<b>12,517,554</b>		12,759,595	
Cash at bank		<u>775,946</u>		<u>445,318</u>	
		<b>13,293,500</b>		13,204,913	
<b>CREDITORS</b>					
Amounts falling due within one year	6	<u><b>8,736,639</b></u>		<u>8,290,844</u>	
<b>NET CURRENT ASSETS</b>			<u><b>4,556,861</b></u>		<u>4,914,069</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<b>4,562,479</b>		4,921,965
<b>PROVISIONS FOR LIABILITIES</b>			<u><b>1,025</b></u>		<u>1,448</u>
<b>NET ASSETS</b>			<u><b>4,561,454</b></u>		<u>4,920,517</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	7		<b>500,000</b>		500,000
Retained earnings	8		<u><b>4,061,454</b></u>		<u>4,420,517</u>
<b>SHAREHOLDERS' FUNDS</b>			<u><b>4,561,454</b></u>		<u>4,920,517</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 November 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 November 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

**Balance Sheet - continued**  
**30 November 2020**

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The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 14 September 2021 and were signed on its behalf by:

H M Newman - Director

**1. STATUTORY INFORMATION**

Jabac Finances Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The principal accounting policies adopted are set out below.

**Turnover**

Interest income on 'trade receivables at amortised cost' are calculated using effective interest method which allocates interest, and loan origination fees, over the expected lives of the assets.

The effective interest method requires the company to estimate future cash flows, but it varies in some cases based on experiences of customer's behaviour, contractual terms of the financial instrument as well as expected lives of the trade receivables.

**Tangible fixed assets**

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is provided at rates calculated to write off the cost evenly over its expected useful life, as follows:

Fixtures, fittings & equipment- 33% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

**2. ACCOUNTING POLICIES - continued**

**Financial instruments**

The company only enters in to basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade debtors and trade and other creditors.

**Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

**Impairment of financial assets**

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised.

The impairment reversal is recognised in profit or loss.

**Basic financial liabilities**

Basic financial liabilities, including creditors and bank loans that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

**Derecognition of financial liabilities**

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Notes to the Financial Statements - continued**  
**for the Year Ended 30 November 2020**

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**2. ACCOUNTING POLICIES - continued**

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**Hire purchase and leasing commitments**

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

**Employee benefits**

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

**Going concern**

The Directors are closely monitoring the impact of COVID-19 on the activities of the Company and at the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 5 (2019 - 5) .



**Notes to the Financial Statements - continued**  
**for the Year Ended 30 November 2020**

**4. TANGIBLE FIXED ASSETS**

	Plant and machinery etc £
<b>COST</b>	
At 1 December 2019	46,060
Additions	354
At 30 November 2020	<u>46,414</u>
<b>DEPRECIATION</b>	
At 1 December 2019	38,164
Charge for year	2,632
At 30 November 2020	<u>40,796</u>
<b>NET BOOK VALUE</b>	
At 30 November 2020	<u>5,618</u>
At 30 November 2019	<u>7,896</u>

**5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2020 £	2019 £
Trade debtors	<u>12,517,554</u>	<u>12,759,595</u>

Customer accounts are stated net of provisions in the current and previous years.

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

	2020 £	2019 £
Trade creditors	8,339,369	8,014,941
Taxation and social security	-	37,822
Other creditors	<u>397,270</u>	<u>238,081</u>
	<u>8,736,639</u>	<u>8,290,844</u>

**7. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2020 £	2019 £
500,000	Ordinary	1	<u>500,000</u>	<u>500,000</u>

**Notes to the Financial Statements - continued**  
**for the Year Ended 30 November 2020**

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**8. RESERVES**

	<b>Retained earnings £</b>
At 1 December 2019	<b>4,420,517</b>
Deficit for the year	<b>(359,063)</b>
At 30 November 2020	<b><u>4,061,454</u></b>

**9. RELATED PARTY DISCLOSURES**

Included in trade creditors at the year end is £1,410,768 (2019: £1,302,038) in respect of directors deposits and £132,117 (2019: £114,134) in respect of shareholders deposits held by the company in the normal course of business.

During the year £77,118 (2019: £71,953) and £7,234 (2019: £6,623) interest was paid on these deposits respectively.

Included in other creditors at the year end is £159,073 (2019: £153,460) due to the directors. The loan is interest only and repayable on demand.

**10. POST BALANCE SHEET EVENTS**

Subsequent to the year end all disputes with the ex-director and his associates have been resolved.

**11. CONTROLLING PARTY**

There is no controlling party for the current and previous year, but it is collectively controlled by the Newman Family.

**Chartered Accountants' Report to the Board of Directors**  
**on the Unaudited Financial Statements of**  
**Jabac Finances Limited**

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**The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Statement of Comprehensive Income and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Jabac Finances Limited for the year ended 30 November 2020 which comprise the Income Statement, Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Jabac Finances Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Jabac Finances Limited and state those matters that we have agreed to state to the Board of Directors of Jabac Finances Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Jabac Finances Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Jabac Finances Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Jabac Finances Limited. You consider that Jabac Finances Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Jabac Finances Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Ward Divecha Limited  
Chartered Accountants &  
Statutory Auditors  
29 Welbeck Street  
London  
W1G 8DA

14 September 2021

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.