

COMPANY REGISTRATION NUMBER 2447155

SOLOMON FINE ARTS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR
31 MARCH 2011



SLAVEN JEFFCOTE LLP
Chartered Certified Accountants
1 Lumley Street
Mayfair
London
W1K 6TT

SOLOMON FINE ARTS LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

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SOLOMON FINE ARTS LIMITED
OFFICERS AND PROFESSIONAL ADVISERS

The board of directors	Lumley Management Limited Ms S Angus-Leppan
Company secretary	JD Secretariat Limited
Registered office	1 Lumley Street Mayfair London W1K 6TT
Accountants	Slaven Jeffcote LLP Chartered Certified Accountants 1 Lumley Street Mayfair London W1K 6TT
Bankers	HSBC Bank Plc 90 Baker Street London W1U 6AX

SOLOMON FINE ARTS LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 MARCH 2011

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 31 March 2011

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of trading in art and antiques

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows

	Ordinary Shares of £1 each	
	At 31 March 2011	At 1 April 2010 or later date of appointment
Lumley Management Limited	-	-
Ms S Angus-Leppan	-	-

Ms S Angus-Leppan was appointed as a director on 30 September 2010

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

Registered office
1 Lumley Street
Mayfair
London
W1K 6TT

Signed by order of the directors



JD SECRETARIAT LIMITED
Company Secretary

Approved by the directors on 17/06/2011

SOLOMON FINE ARTS LIMITED
REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF
THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF
SOLOMON FINE ARTS LIMITED
YEAR ENDED 31 MARCH 2011

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Solomon Fine Arts Limited for the year ended 31 March 2011 as set out on pages 4 to 8 from the company's accounting records and from information and explanations you have given us

As a practising member firm of The Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at [http //rulebook accaglobal com](http://rulebook.accaglobal.com)

This report is made solely to the Board of Directors of Solomon Fine Arts Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Solomon Fine Arts Limited and state those matters that we have agreed to state to them, as a body, in this report in accordance with the requirements of The Association of Chartered Certified Accountants as detailed at [www accaglobal com/factsheet163](http://www.accaglobal.com/factsheet163). To the fullest extent possible permitted by law, we do not accept or assume responsibility to anyone other than Solomon Fine Arts Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Solomon Fine Arts 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 profit or loss of Solomon Fine Arts Limited. You consider that Solomon Fine Arts 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 Solomon Fine Arts 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.



SLAVEN JEFFCOTE LLP
Chartered Certified Accountants

1 Lumley Street
Mayfair
London
W1K 6TT

16/6/11

SOLOMON FINE ARTS LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MARCH 2011

	Note	2011 £	2010 £
TURNOVER		2,405,970	1,754,535
Cost of sales		<u>1,917,128</u>	<u>1,660,775</u>
GROSS PROFIT		488,842	93,760
Administrative expenses		<u>(36,845)</u>	<u>23,713</u>
OPERATING PROFIT	3	525,687	70,047
Interest receivable		—	279
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>525,687</u>	<u>70,326</u>
Tax on profit on ordinary activities	4	130,083	13,678
PROFIT FOR THE FINANCIAL YEAR		<u>395,604</u>	<u>56,648</u>

All of the activities of the company are classed as continuing

The company has no recognised gains or losses other than the results for the year as set out above

The notes on pages 6 to 8 form part of these financial statements.

SOLOMON FINE ARTS LIMITED

BALANCE SHEET

31 MARCH 2011

	Note	2011 £	2010 £
CURRENT ASSETS			
Stocks	5	2,125,393	1,193,637
Debtors	6	—	2,554,697
Cash at bank		155,192	342,356
		<u>2,280,585</u>	<u>4,090,690</u>
CREDITORS: Amounts falling due within one year	7	<u>1,443,258</u>	<u>3,648,967</u>
NET CURRENT ASSETS		<u>837,327</u>	<u>441,723</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>837,327</u>	<u>441,723</u>
CAPITAL AND RESERVES			
Called-up equity share capital	9	100	100
Profit and loss account	10	837,227	441,623
SHAREHOLDERS' FUNDS	11	<u>837,327</u>	<u>441,723</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477(2), and that no member or members have requested an audit pursuant to section 476(1) of the Act

The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps adequate accounting records which comply with section 386 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

These financial statements were approved by the directors and authorised for issue on 16/6/11, and are signed on their behalf by


LUMLEY MANAGEMENT LIMITED

Company Registration Number 2447155

The notes on pages 6 to 8 form part of these financial statements.

SOLOMON FINE ARTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with applicable UK accounting standards

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities

2. GOING CONCERN

The company's ability to trade as a going concern is dependent upon it being able to sell its stock profitably, collect its trade debtors and pay the corresponding trade creditors

The directors are satisfied that the company is a going concern

3. OPERATING PROFIT

Operating profit is stated after charging/(crediting)

	2011 £	2010 £
Directors' remuneration	—	—
Auditor's fees	—	4,000
Net (profit)/loss on foreign currency translation	<u>(51,029)</u>	<u>5,470</u>

SOLOMON FINE ARTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

4. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2011 £	2010 £
Current tax		
UK Corporation tax based on the results for the year at 24 75% (2010 - 21%)	130,142	14,768
Over/under provision in prior year	(59)	(1,090)
Total current tax	<u>130,083</u>	<u>13,678</u>

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 24 75% (2010 - 21%)

	2011 £	2010 £
Profit on ordinary activities before taxation	<u>525,687</u>	<u>70,326</u>
Profit on ordinary activities by rate of tax	130,142	14,768
Adjustments to tax charge in respect of previous periods	(59)	(1,090)
Total current tax (note 4(a))	<u>130,083</u>	<u>13,678</u>

5. STOCKS

	2011 £	2010 £
Stock	<u>2,125,393</u>	<u>1,193,637</u>

6. DEBTORS

	2011 £	2010 £
Trade debtors	<u>—</u>	<u>2,554,697</u>

7. CREDITORS: Amounts falling due within one year

	2011 £	2010 £
Trade creditors	1,295,744	3,512,300
Corporation tax	130,142	14,768
Other taxation	380	11,855
Other creditors	16,992	110,044
	<u>1,443,258</u>	<u>3,648,967</u>

SOLOMON FINE ARTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

8. RELATED PARTY TRANSACTIONS

There is no one controlling party as at the Balance Sheet date

9. SHARE CAPITAL

Authorised share capital:

	2011 £	2010 £
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

Allotted, called up and fully paid:

	2011 No	£	2010 No	£
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

10. PROFIT AND LOSS ACCOUNT

	2011 £	2010 £
Balance brought forward	441,623	384,975
Profit for the financial year	395,604	56,648
Balance carried forward	<u>837,227</u>	<u>441,623</u>

11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2011 £	2010 £
Profit for the financial year	395,604	56,648
Opening shareholders' funds	441,723	385,075
Closing shareholders' funds	<u>837,327</u>	<u>441,723</u>