

Swift Homeloans Limited

Directors' report and financial statements

For the year ended 31 March 2011

Registered number 2807874



Directors' report

The Directors present their annual report and financial statements of the company for the year ended 31 March 2011

The company has not traded during the financial year and accordingly no profit and loss account has been prepared

Going concern

The Company is part of the Kestrel Holdings Limited Group's (the Group) whose performance remains sensitive to the economic environment. The Directors have reviewed the Group's current financial position and have prepared detailed financial projections for the period to March 2014 which, even after accommodating a downside scenario, indicate the adequacy of the Group's cash resources, subject to covenant compliance. The Directors have a reasonable expectation of continuing compliance with its covenants, but note strong pressure on the write-off covenant from mid 2012 in the downside scenario, which may be further impacted by any worsening of economic conditions. In these circumstances, if there is a breach in the covenant the banks have the right to request accelerated repayment of the banking facilities which would accelerate any liabilities due by the Swift Advances group of companies. The Swift Advances group operates as part of the Group. Default of any Swift Advances group bank loan agreements will cross default to accelerate the liabilities of the Group.

The Group is implementing strategies with the objective to mitigate this risk.

These conditions indicate the existence of a material uncertainty, which may cast significant doubt on the Company's ability to continue as a going concern and that, therefore the Company may be unable to realise its assets. Nevertheless, after considering the uncertainties described above, the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. For these reasons, they continue to adopt the going concern basis in preparing the annual financial statements. The financial statements do not include the adjustments that would result if the Company was unable to continue as a going concern.

Directors

The Directors who held office during the year were as follows

B R Barwick	(resigned 19 November 2010)
A Brooks	
J Webster	(resigned 12 August 2011)
A Punch	(appointed 16 July 2010)
D Bolland	(appointed 19 November 2010)

On 19 November 2010 Bernard Barwick resigned as Company Secretary and David Bolland was appointed

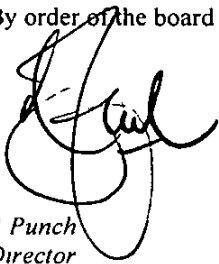
The Directors benefited from qualifying third party indemnity provisions in place during the financial year and at the date of this report

Directors' report (continued)

Auditors

For the financial year ended 31 March 2011 the Company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies

By order of the board



A Punch
Director
26 September 2011

Arcadia House, Warley Hill Business Park,
Great Warley, Brentwood, Essex CM13 3BE

Balance sheet
at 31 March 2011

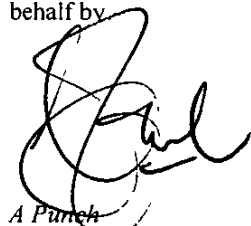
	<i>Note</i>	2011 £000	2010 £000
Current assets – debtors			
Amount owed by group undertaking		<u>1</u>	<u>1</u>
Capital and reserves			
Called up share capital	2	<u>1</u>	<u>1</u>

The Directors confirm that for the year ended 31 March 2011 the Company was entitled to exemption under section 480 of the Companies Act 2006. The members have not required the Company to obtain an audit in accordance with section 476 of the Companies Act 2006. The Directors acknowledge their responsibility for


- i) ensuring the Company keeps accounting records which comply with Section 386, and
- ii) preparing accounts 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 Companies Act relating to accounts, so far as is applicable to the Company

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime

These financial statements were approved by the Board of Directors on 26 September 2011 and were signed on its behalf by



A Punch
Director



A Brooks
Director

The notes on pages 5-6 form part of these financial statements

Notes

(forming part of the financial statements)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements

Basis of preparation

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

Under Financial Reporting Standard 1 the company is exempt from the requirement to prepare a cash flow statement on the grounds that it is a wholly owned subsidiary undertaking of Kestrel Holdings Limited

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2	Called up share capital	2011 £000	2010 £000
	<i>Authorised</i>		
	1,000 Ordinary shares of £1 each	<u>1</u>	<u>1</u>
	<i>Issued and fully paid</i>		
	1,000 Ordinary shares of £1 each	<u>1</u>	<u>1</u>

Notes (continued)

3 Ultimate parent company

The company's ultimate parent undertaking is Kestrel Holdings Limited, incorporated in the United Kingdom. The largest group in which the results of the company are consolidated is that headed by Kestrel Holdings Limited. The smallest group in which they are consolidated is that headed by Swift Advances Plc, incorporated in the United Kingdom. The consolidated accounts of these groups are available from Companies House.

4 Ultimate controlling party

73.4% (2010: 73.4%) of the issued share capital of Kestrel Holdings Limited, the ultimate parent undertaking of the Company, is held by Alchemy Partners Nominees Limited on behalf of investors in the Alchemy Investment Plan. The Alchemy Investment Plan is managed by Alchemy Partners (Guernsey) Limited and is deemed to be the ultimate controlling party.