

4134643

ALFA MORTGAGE SERVICES LIMITED
REPORT AND FINANCIAL STATEMENTS

For the year ended

30 JUNE 2004



ALFA MORTGAGE SERVICES LIMITED

Annual Report and Financial Statements for the year ended 30 June 2004

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ALFA MORTGAGE SERVICES LIMITED

Officers and professional advisors

Directors Mr D R Head (resigned 1 November 2004)
Mr I B Rose

Secretary Mrs M Head

Registered office 25 Station Road
New Barnet
Hertfordshire
EN5 1PH

Bankers Lloyds TSB
Gidea Park Branch
182 Main Road
Gidea Park
Romford
Essex
RM2 5JA

Company number 4134643

ALFA MORTGAGE SERVICES LIMITED

Report of the directors for the year ended 30 June 2004

The directors present their report together with the unaudited financial statements for the year ended 30 June 2004.

Results and dividends

The profit and loss account is set out on page 4 and shows the profit for the period.

The directors do not recommend the payment of a dividend.

Principal activities, trading review and future developments

The Company's principal activity during the year continued to be that of mortgage brokers. The Company acquired the whole of the issued share capital of Capital Hill Finance Limited on 25 March 2004, this company was subsequently put into liquidation on 1 April 2005.

Directors

The directors of the Company during the period are set out on page 1. Both directors owned 375 ordinary shares of £1 each at both 30 June 2003 and 30 June 2004.

Going concern

The directors consider that in preparing the financial statements they have taken into account all information that could reasonably be expected to be available. They have considered the Company's ongoing cash requirements and facilities available and on this basis, they consider that it is appropriate to prepare the financial statements on the going concern basis.

By order of the board



MR I B Rose

Director

30 September 2005

ALFA MORTGAGE SERVICES LIMITED

Consolidated Profit and loss account for the period ended 30 June 2004

	Notes	2004 £	2003 £
Turnover	1	696,686	1,501,597
Cost of Sales		<u>756,793</u>	<u>(1,477,182)</u>
Gross profit		(60,107)	24,415
Administrative expenses		219,443	(151,313)
Operating loss		<u>(279,550)</u>	<u>(126,898)</u>
Interest receivable		55	80
Interest payable		-	(352)
Loss on ordinary activities before taxation		<u>(279,495)</u>	<u>(127,170)</u>
Tax on loss on ordinary activities		-	-
Retained loss for the financial year		<u><u>(279,495)</u></u>	<u><u>(127,170)</u></u>

All the Company's activities are classed as continuing and there are no recognised gains and losses other than those included in the profit and loss account.

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

ALFA MORTGAGE SERVICES LIMITED

Balance sheet at 30 June 2004

	Notes	2004 £	2003 £
Fixed Assets			
Tangible assets	2	13,184	7,937
Investments	3	159,000	-
		<u>172,184</u>	<u>7,937</u>
Current Assets			
Debtors	4	10,633	62,428
Cash at bank		295	44,672
		<u>10,928</u>	<u>107,100</u>
Creditors: amounts falling due within one year	5	(622,252)	(274,682)
Net current liabilities		<u>(611,324)</u>	<u>(167,582)</u>
Net liabilities		<u>(439,140)</u>	<u>(159,645)</u>
Capital and reserves			
Called up share capital	6	1,000	1,000
Profit and loss account		(440,140)	(160,645)
Shareholders' funds		<u>(439,140)</u>	<u>(159,645)</u>

For the year ended 30 June 2004, the Company was entitled to the exemption under subsection (1) of section 249A, Companies Act 1985. No notice from members requiring an audit has been deposited under subsection (2) of section 249B, Companies Act 1985 in relation to the company's financial statements for the year ended 31 December 2004. The Company has therefore taken advantage of the exemption from requiring an audit. These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The directors acknowledge their responsibilities for:

- Ensuring that the company keeps accounting records that comply with section 221; and
- Preparing financial statements that give a true and fair view and which otherwise comply with requirements of the Companies Act 1985.

The financial statements were approved by the Board of Directors on 30 September 2005.


I B Rose
Director

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

ALFA MORTGAGE SERVICES LIMITED

Notes forming part of the financial statements for the year ended 30 June 2004

1. Accounting policies

Basis of accounting

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

The directors consider that in preparing the financial statements they have taken into account all the available information that could reasonably be expected to be available.

Turnover

Turnover represents fees and commissions received.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Office equipment 25% per annum reducing balance method

Pensions

The Company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

2. Tangible fixed assets

	£
Cost	
At 1 July 2003	10,250
Additions	<u>8,543</u>
At 30 June 2004	<u>18,793</u>
Depreciation	
At 1 July 2003	2,313
Charge for the year	<u>3,296</u>
At 30 June 2004	<u>5,609</u>
Net book value	
At 30 June 2004	<u>13,184</u>
At 30 June 2003	<u>7,937</u>

ALFA MORTGAGE SERVICES LIMITED

Notes forming part of the financial statements for the year ended 30 June 2004

3. Investments and Intangible Assets

On 25 March 2004 the Company acquired the whole of the issued share capital of Capital Hill Finance Limited for a cash consideration of £150,000. The value of the net assets of Capital Hill Finance Limited at the date of acquisition was £58,159.

Capital Hill Finance Limited was placed into liquidation on 1 April 2005.

4. Debtors

	2004 £	2003 £
Trade debtors	6,050	6,050
Other debtors	4,583	56,378
	<u>10,633</u>	<u>62,428</u>

5. Creditors: amounts falling due within one year

	2004 £	2003 £
Bank loans and overdrafts	9,354	7,181
Trade creditors	207,940	245,662
Taxation and Social Security	6,208	7,323
Other creditors	398,750	14,516
	<u>622,252</u>	<u>274,682</u>

6. Share capital

	2003 and 2004	
	Number	£
<i>Authorised</i>		
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
<i>Allotted, called up and fully paid</i>		
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

ALFA MORTGAGE SERVICES LIMITED

Notes forming part of the financial statements for the year ended 30 June 2004

7. Related parties

At 30 June 2005 there was a directors loan account with a balance owed to Mr I B Rose of £32,903.

During the year the Company paid fees of £5,160 to Alfa Insurance Associates, a business controlled by Mr D R Head.

In addition, the company paid fees of £500 to The Alfa Group Limited, a company controlled by Mr D R Head.