

Registration number 04222507

Neville James Portfolio Management Limited

Directors' Report and Financial Statements

for the Year Ended 31 December 2011

Blue Spire South LLP
Statutory Auditors
Holbrook Court
Cumberland Business Centre
Northumberland Road
Portsmouth
PO5 1DS



Neville James Portfolio Management Limited
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Neville James Portfolio Management Limited
Company Information

Directors	J G Heller P W Mason K A Gill N Jones
Company secretary	J G Heller
Registered office	Cawley Priory South Pallant Chichester West Sussex PO19 1SY
Auditors	Blue Spire South LLP Statutory Auditors Holbrook Court Cumberland Business Centre Northumberland Road Portsmouth PO5 1DS

Neville James Portfolio Management Limited
Directors' Report for the Year Ended 31 December 2011

The directors present their report and the financial statements for the year ended 31 December 2011

Directors of the company

The directors who held office during the year were as follows

J G Heller

P W Mason

K A Gill

N Jones

Principal activity

The principal activity of the company is fund management. The company is authorised and regulated in the UK by the Financial Services Authority.

The Company provides offshore fund investment management, advisory and promotional services in connection with Isle of Man based collective investment schemes.

Business review

Funds managed and advised by the Company continued to decline during the period, due principally to continued net redemptions from open-ended funds. However, redemptions, and hence net revenues, were broadly in line with expectations and the Company made a small operating loss for the year. Since the year end, the Company has been notified by Neville James International Funds PCC plc of that company's intention to compulsorily redeem all the outstanding shares in its remaining fund, With Profits Plus Fund, on 30th November 2012. In anticipation of this development, during the year under review the directors took further steps to reduce overheads and will continue to monitor expenditure in the light of the expected reduction in fee income during the current year.

The loss before tax for the year amounted to £2,193 (year ended 31 December 2010: profit £33,138). Corporation tax of £nil (year ended 31 December 2010: £nil) and dividends paid of £nil (year ended 31 December 2010: £nil) resulted in a reduction in reserves of £2,193 (year ended 31 December 2010: retained profit £33,138). The directors do not recommend payment of a final dividend.

Disclosure of information to the auditors

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and which they know the auditors are unaware of.

Approved by the Board on 24/4/12 and signed on its behalf by



N Jones
Director

Neville James Portfolio Management Limited

Statement of Directors' Responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Auditor's Report to the Members of Neville James Portfolio Management Limited

We have audited the financial statements of Neville James Portfolio Management Limited for the year ended 31 December 2011, set out on pages 6 to 10. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities (set out on page 3), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on the financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2011 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

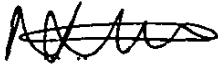
**Independent Auditor's Report to the Members of
Neville James Portfolio Management Limited**

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Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit



Nicola Torrance FCCA (Senior Statutory Auditor)
For and on behalf of Blue Spire South LLP, Statutory Auditor

Holbrook Court
Cumberland Business Centre
Northumberland Road
Portsmouth
PO5 1DS

Date 24 4. 12

Neville James Portfolio Management Limited
Profit and Loss Account for the Year Ended 31 December 2011

	Note	2011 £	2010 £
Turnover		69,704	92,157
Cost of sales		<u>(4,825)</u>	<u>(5,250)</u>
Gross profit		64,879	86,907
Administrative expenses		(67,172)	(53,769)
Other operating income		<u>100</u>	<u>-</u>
Operating (loss)/profit	2	<u>(2,193)</u>	<u>33,138</u>
(Loss)/profit on ordinary activities before taxation		<u>(2,193)</u>	<u>33,138</u>
(Loss)/profit for the financial year	8	<u><u>(2,193)</u></u>	<u><u>33,138</u></u>

Turnover and operating profit derive wholly from continuing operations

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

Neville James Portfolio Management Limited

(Registration number: 04222507)

Balance Sheet at 31 December 2011

	Note	2011 £	2010 £
Current assets			
Debtors	5	30,650	81,261
Cash at bank and in hand		<u>116,444</u>	<u>68,026</u>
		147,094	149,287
Creditors Amounts falling due within one year	6	<u>(58)</u>	<u>(58)</u>
Net assets		<u>147,036</u>	<u>149,229</u>
Capital and reserves			
Called up share capital	7	50,000	50,000
Profit and loss account	8	<u>97,036</u>	<u>99,229</u>
Shareholders' funds	9	<u>147,036</u>	<u>149,229</u>

Approved by the Board on 24.4.12 and signed on its behalf by



N Jones
Director

The notes on pages 8 to 10 form an integral part of these financial statements

Neville James Portfolio Management Limited
Notes to the Financial Statements for the Year Ended 31 December 2011

1 Accounting policies

Basis of preparation

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

The company is exempt from preparing a cash flow statement as 90% or more of the voting rights are held within the group

Going concern

The financial statements have been prepared on a going concern basis

Turnover

Income is the amount derived from ordinary activities and is stated net of VAT Income for the provision of management services is recognised when those services are performed

2 Operating (loss)/profit

Operating (loss)/profit is stated after charging

	2011 £	2010 £
Auditor's remuneration	<u>2,643</u>	<u>1,500</u>

3 Directors' remuneration

Directors' remuneration in the year ended 31 December 2011 have been borne by Neville James Group Limited the parent company of Neville James Portfolio Management Limited

4 Taxation

Tax on (loss)/profit on ordinary activities

	2011 £	2010 £
Current tax		
UK Corporation tax	<u>-</u>	<u>-</u>

Neville James Portfolio Management Limited

Notes to the Financial Statements for the Year Ended 31 December 2011

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Factors affecting current tax charge for the year

Tax on (loss)/profit on ordinary activities for the year is higher than (2010 - lower than) the standard rate of corporation tax in the UK of 20% (2010 - 21%)

The differences are reconciled below

	2011 £	2010 £
(Loss)/profit on ordinary activities before taxation	(2,193)	33,138
Corporation tax at standard rate	(439)	6,959
Losses carried forward	439	-
Losses brought forward	-	(6,959)
Total current tax	<u> </u>	<u> </u>

5 Debtors

	2011 £	2010 £
Trade debtors	1,584	-
Amounts owed by group undertakings	28,702	80,939
Prepayments and accrued income	364	322
	<u>30,650</u>	<u>81,261</u>

6 Creditors: Amounts falling due within one year

	2011 £	2010 £
Other creditors	<u>58</u>	<u>58</u>

Neville James Portfolio Management Limited
Notes to the Financial Statements for the Year Ended 31 December 2011

..... *continued*

7 Share capital

Allotted, called up and fully paid shares

	2011		2010	
	No.	£	No.	£
Ordinary shares of £1 each	50,000	50,000	50,000	50,000

8 Reserves

	Profit and loss account £	Total £
At 1 January 2011	99,229	99,229
Loss for the year	(2,193)	(2,193)
At 31 December 2011	97,036	97,036

9 Reconciliation of movement in shareholders' funds

	2011 £	2010 £
(Loss)/profit attributable to the members of the company	(2,193)	33,138
Net (reduction)/addition to shareholders' funds	(2,193)	33,138
Shareholders' funds at 1 January	149,229	116,091
Shareholders' funds at 31 December	147,036	149,229

10 Related party transactions

The company has taken advantage of the exemption in FRS8 "Related Party Disclosures" from disclosing transactions with other members of the group

11 Control

The company is controlled by Neville James Group Limited of which Neville James Portfolio Management Limited is a 100% owned subsidiary. Group accounts can be obtained from the registered office, Cawley Priory, South Pallant, Chichester, PO19 1SY