

MARTIN SUMMERS FINE ART LIMITED

UNAUDITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2012

TUESDAY



A31 *A2HKGS10* 24/09/2013 #146
COMPANIES HOUSE

MARTIN SUMMERS FINE ART LIMITED

COMPANY INFORMATION

DIRECTORS	S M Summers A T Summers
COMPANY SECRETARY	R V Francis
REGISTERED NUMBER	04371584
REGISTERED OFFICE	Fairfax House 15 Fulwood Place London WC1V 6AY
ACCOUNTANTS	haysmacintyre Fairfax House 15 Fulwood Place London WC1V 6AY
BANKERS	C Hoare & Co 32 Lowndes Street London SW1X 9HZ
SOLICITORS	Hunters 9 New Square Lincolns Inn London WC2A 3QN

MARTIN SUMMERS FINE ART LIMITED

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MARTIN SUMMERS FINE ART LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2012

The directors present their report and the financial statements for the year ended 31 December 2012

PRINCIPAL ACTIVITIES

The company's principal activity is that of a Fine Art Dealer. The company has had a strong year of trading and incurred a profit before tax of £650,691 (2011 £258,867) however there remain net current liabilities of £1,103,855. As detailed in note 16, the directors have considered the company's ability to continue as a going concern and due to the willingness of Mr S M Summers to continue to offer financial support, they have concluded that it is appropriate to prepare the financial statements on a going concern basis.

DIRECTORS

The directors who served during the year were

S M Summers
A T Summers

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

On behalf of the board


S M Summers
Director

18 SEPTEMBER 2013

MARTIN SUMMERS FINE ART LIMITED

**DIRECTORS' STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2012**

We confirm that as directors we have met our duty in accordance with the Companies Act 2006 to

- ensure that the company has kept adequate accounting records,
- prepare financial statements which give a true and fair view of the state of affairs of the company as at 31 December 2012 and of profit and loss for that period in accordance with the Financial Reporting Standard for Smaller Entities, and
- follow the applicable accounting policies, subject to any material departures disclosed and explained in the notes to the financial statements

On behalf of the board


S M. Summers
Director

18 SEPTEMBER 2013

MARTIN SUMMERS FINE ART LIMITED

**CHARTERED ACCOUNTANTS' INDEPENDENT ASSURANCE REPORT
ON THE UNAUDITED FINANCIAL STATEMENTS OF MARTIN SUMMERS FINE ART LIMITED
FOR THE YEAR ENDED 31 DECEMBER 2012**

TO THE BOARD OF DIRECTORS OF MARTIN SUMMERS FINE ART LIMITED ("THE COMPANY")

We have performed certain procedures in respect of the company's unaudited financial statements for the year ended 31 December 2012 as set out on pages 4 to 8, made enquiries of the company's directors and assessed accounting policies adopted by the directors, in order to gather sufficient evidence for our conclusion in this report

This report is made solely to the company's directors, as a body, in accordance with the terms of our engagement letter dated 10 September 2012. It has been released to the directors on the basis that this report shall not be copied, referred to or disclosed, in whole (save for the directors' own internal purposes or as may be required by law or by a competent regulator) or in part, without our prior written consent. Our work has been undertaken so that we might state to the directors those matters that we have agreed to state to them in this 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 directors, as a body, for our work, for this report or the conclusions we have formed.

RESPECTIVE RESPONSIBILITIES

You have confirmed that you have met your duty as set out in the Directors' statement on page 2. You consider that the company is exempt from the statutory requirement for an audit for the year. Our responsibility is to form and express an independent conclusion, based on the work carried out, to you on the financial statements.

SCOPE

We conducted our engagement in accordance with the Institute of Chartered Accountants in England & Wales Interim Technical Release AAF 03/06. Our work was based primarily upon enquiry, analytical procedures and assessing accounting policies in accordance with the Financial Reporting Standard for Smaller Entities. If we considered it to be necessary, we also performed limited examination of evidence relevant to certain balances and disclosures in the financial statements where we became aware of matters that might indicate a risk of material misstatement in the financial statements.

The terms of our engagement exclude any requirement to carry out a comprehensive assessment of the risks of material misstatement, a consideration of fraud, laws, regulations and internal controls, and we have not done so. We are not required to, and we do not, express an audit opinion on these financial statements.

CONCLUSION

Based on our work, nothing has come to our attention to refute the directors' confirmation that in accordance with the Companies Act 2006 the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2012 and of its profit for the year then ended and have been properly prepared in accordance with the Financial Reporting Standard for Smaller Entities.

Hay Macintyre

18 SEPTEMBER 2013

HAYSMACINTYRE

Fairfax House
15 Fulwood Place
London
WC1V 6AY

MARTIN SUMMERS FINE ART LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012**

	Note	2012 £	2011 £
TURNOVER	1	4,084,205	869,364
Cost of sales		(3,111,844)	(204,631)
GROSS PROFIT		972,361	664,733
Distribution costs		(6,528)	(9,220)
Administrative expenses		(315,081)	(396,670)
OPERATING PROFIT		650,752	258,843
Interest receivable and similar income		13	24
Interest payable and similar charges		(74)	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		650,691	258,867
Tax on profit on ordinary activities	3	(3)	-
PROFIT FOR THE FINANCIAL YEAR	8	650,688	258,867

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

MARTIN SUMMERS FINE ART LIMITED
REGISTERED NUMBER 04371584

BALANCE SHEET
AS AT 31 DECEMBER 2012

	Note	2012 £	2011 £
FIXED ASSETS			
Tangible assets	4	52,949	52,949
CURRENT ASSETS			
Stocks		561,993	678,965
Debtors	5	462,332	20,855
Cash at bank and in hand		310,860	78
		<u>1,335,185</u>	<u>699,898</u>
CREDITORS amounts falling due within one year	6	<u>(2,439,040)</u>	<u>(2,454,441)</u>
NET CURRENT LIABILITIES		<u>(1,103,855)</u>	<u>(1,754,543)</u>
NET LIABILITIES		<u>(1,050,906)</u>	<u>(1,701,594)</u>
CAPITAL AND RESERVES			
Called up share capital	7	101	101
Profit and loss account	8	<u>(1,051,007)</u>	<u>(1,701,695)</u>
SHAREHOLDERS' DEFICIT		<u>(1,050,906)</u>	<u>(1,701,594)</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 December 2012 and of its profit for the year in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company

The financial statements have been prepared in accordance with the provisions applicable to small companies within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved and authorised for issue by the board and were signed on its behalf on


S M. Summers
 Director

18 SEPTEMBER 2013

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

MARTIN SUMMERS FINE ART LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

1 ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

1.2 TURNOVER

Turnover consists entirely of the sale of fine art pieces during the course of the year. All revenue recognised is exclusive of Value Added Tax and trade discounts and arose within the United Kingdom.

1.3 TANGIBLE FIXED ASSETS AND DEPRECIATION

Other fixed assets comprise of reference books and are stated at cost. In the opinion of the directors the books have an enduring value to the business and a residual value materially equal to their cost. For this reason the directors consider it appropriate not to charge depreciation against this fixed asset class.

1.4 OPERATING LEASES

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

1.5 STOCKS

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Costs includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.6 GOING CONCERN

The financial statements have been prepared on the going concern basis as Mr S M Summers, a director of the company, is willing to financially support the company for the foreseeable future. Mr S M Summers has indicated to the company that he will not recall the amounts due to him until the resources of the company allow.

2 DIRECTORS' REMUNERATION

	2012 £	2011 £
Aggregate remuneration	-	20,167

MARTIN SUMMERS FINE ART LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012**

3. TAXATION

	2012 £	2011 £
UK corporation tax charge on profit for the year	3	-

4 TANGIBLE FIXED ASSETS

	Other fixed assets £
COST	
At 1 January 2012 and 31 December 2012	52,949
DEPRECIATION	
At 1 January 2012 and 31 December 2012	-
NET BOOK VALUE	
At 31 December 2012	52,949
At 31 December 2011	52,949

5 DEBTORS

	2012 £	2011 £
Trade debtors	450,000	10,653
Other debtors	12,332	10,202
	462,332	20,855

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

	2012 £	2011 £
Trade creditors	607,500	-
Corporation tax	3	-
Other taxation and social security	13,200	4,882
Other creditors	1,818,337	2,449,559
	2,439,040	2,454,441

MARTIN SUMMERS FINE ART LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

7. SHARE CAPITAL

	2012 £	2011 £
ALLOTTED, CALLED UP AND FULLY PAID		
101 Ordinary shares of £1 each	101	101

8 RESERVES

	Profit and loss account £
At 1 January 2012	(1,701,695)
Profit for the financial year	650,688
At 31 December 2012	(1,051,007)

9 OPERATING LEASE COMMITMENTS

At 31 December 2012 the company had annual commitments under non-cancellable operating leases as follows

	Land and buildings 2012 £	2011 £
EXPIRY DATE:		
Between 2 and 5 years	15,000	15,000

10 RELATED PARTY TRANSACTIONS

During the year the company was charged rent of £38,600 (2011 £39,512) by Mr S M Summers, a director of the company, and owner of the property out of which the company operated during part of the year. At the year end, £1,812,841 was owed to Mr S M Summers (2011 £2,444,897) and this amount is included within other creditors in note 6

11 CONTROLLING PARTY

In the opinion of the directors S M Summers is the ultimate controlling party