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**Industrial Securities (Interchange East) Limited**

Directors' report and financial statements

for the year ended 31 October 2009

Registered number 04393866

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**Industrial Securities (Interchange East) Limited**  
**Directors' report and financial statements**  
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## **Industrial Securities (Interchange East) Limited**

### **Directors' report**

The directors present their report and financial statements for the year ended 31 October 2009

#### **Principal activities and review of business**

The company's principal activity during the year continued to be that of property investment

The directors consider the financial position at the year end to be satisfactory. The company has no investment plans at present.

#### **Results and dividends**

The loss for the year, after taxation, amounted to £50 (2008 loss £1,579)

#### **Directors**

The directors who served during the year were as follows

T S Cole

N W H Lax

M N Steinberg

#### **Directors' Responsibilities**

The directors are responsible for preparing 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). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and 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 statement, 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 maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to 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.

## **Industrial Securities (Interchange East) Limited**

### **Directors' report**

#### **Disclosure of information to auditors**

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of the relevant audit information and to establish that the company's auditors are aware of that information.

#### **Auditors**

A resolution to reappoint J B Klein & Partners as auditors will be put to the members at the Annual General Meeting.

This report has been prepared in accordance with the special provisions of part 15 of the Companies Act 2006 relating to small companies.

This report was approved by the board on

**27 JUL 2010**

A handwritten signature in black ink, appearing to be 'M N Steinberg', written over the text 'This report was approved by the board on'.

**M N Steinberg**

**Director**

**Independent auditors' report  
to the shareholders of Industrial Securities (Interchange East) Limited**

We have audited the financial statements of Industrial Securities (Interchange East) Limited for the year 31 October 2009 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. 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 shareholders, as a body, in accordance with Sections 495 and 496 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditors' 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 shareholders 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 Directors' Responsibilities Statement set out on page 1 and 2, 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 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, and the overall presentation of the financial statements.

**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 October 2009 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 auditors' report  
to the shareholders of Industrial Securities (Interchange East) Limited**

**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



Raju Patel (Senior Statutory Auditor)

For and on behalf of

JB Klein & Partners

Chartered Certified Accountants and

Registered Auditor

3rd Floor

10 Argyll Street

London

W1F 7TQ

**27 JUL 2010**

**Industrial Securities (Interchange East) Limited**  
**Profit and loss account**  
**for the year ended 31 October 2009**

	<b>Notes</b>	<b>2009</b> <b>£</b>	<b>2008</b> <b>£</b>
Administrative expenses		(50)	(1,587)
<b>Operating loss</b>	<b>3</b>	<u>(50)</u>	<u>(1,587)</u>
Interest receivable		-	8
<b>Loss on ordinary activities before taxation</b>		<u>(50)</u>	<u>(1,579)</u>
Tax on loss on ordinary activities	<b>4</b>	-	-
<b>Retained loss for the financial year</b>	<b>10</b>	<u>(50)</u>	<u>(1,579)</u>

**Continuing operations**

Amounts stated in the profit and loss account relate to continuing operations. None of the company's activities were discontinued during the above financial period.

The notes on pages 7 to 10 form part of these financial statements.

**Industrial Securities (Interchange East) Limited****Balance sheet****as at 31 October 2009**

	Notes	2009 £	2008 £
<b>Fixed assets</b>			
Investments	5	200	200
		<u>200</u>	<u>200</u>
<b>Current assets</b>			
Debtors	6	3,070,711	3,070,711
Cash at bank and in hand		64	64
		<u>3,070,775</u>	<u>3,070,775</u>
<b>Creditors: amounts falling due within one year</b>	7	<u>(3,069,545)</u>	<u>(3,069,495)</u>
<b>Net current assets</b>		<u>1,230</u>	<u>1,280</u>
<b>Total assets less current liabilities</b>		<u>1,430</u>	<u>1,480</u>
<b>Net assets</b>		<u>1,430</u>	<u>1,480</u>
<b>Capital and reserves</b>			
Called up share capital	8	400	400
Share premium	9	700	700
Profit and loss account	10	330	380
<b>Shareholders' funds</b>		<u>1,430</u>	<u>1,480</u>

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

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

27 JUL 2010

Signed on behalf of the Board of Directors



N W H Lax  
Director

The notes on pages 7 to 10 form part of these financial statements



## **Industrial Securities (Interchange East) Limited**

### **Notes**

#### **1 Accounting policies**

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

##### ***Basis of preparation***

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

##### ***Cash flow statement***

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to prepare a cash flow statement on the grounds that it is a small company

##### ***Group accounts***

The company is entitled to exemption under section 398 of the Companies Act 2006 from the obligation to prepare group accounts

#### **2 Going Concern**

The company will receive continued financial support from its parent and related companies. The directors consider that it is therefore appropriate to prepare the financial statements based on a "going concern" basis

#### **3 Notes to the profit and loss account**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Loss on ordinary activities before taxation is stated after charging		
Auditors' remuneration	<u>50</u>	<u>1,300</u>

**Industrial Securities (Interchange East) Limited**  
**Notes**

<b>4 Taxation</b>	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
UK corporation tax	-	-
	-	-
<b>5 Investments</b>	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Cost		
At 1 November 2008	200	200
At 31 October 2009	200	200

The company holds 20% or more of the share capital of the following companies

<b>Company</b>	<b>Country of registration or incorporation</b>	<b>Share held Class</b>	<b>%</b>
Industrial Securities Ltd	England and Wales	Ordinary	100
Industrial Securities Number 3 Ltd	England and Wales	Ordinary	100

**Industrial Securities (Interchange East) Limited**  
**Notes**

<b>6 Debtors</b>	<b>2009</b>	<b>2008</b>
	£	£
Amounts owed by related companies	3,070,611	3,070,611
Other debtors	100	100
	<u>3,070,711</u>	<u>3,070,711</u>
 <b>7 Creditors, amounts falling due within one year</b>	 <b>2009</b>	 <b>2008</b>
	£	£
Amounts owed to related companies	3,067,195	3,067,195
Other creditors	2,350	2,300
	<u>3,069,545</u>	<u>3,069,495</u>
 <b>8 Share capital</b>	 <b>2009</b>	 <b>2008</b>
	£	£
Authorised		
100 Ordinary shares of £1 each	100	100
300 Non voting ordinary shares of £1 each	300	300
	<u>400</u>	<u>400</u>
	<b>2009</b>	<b>2008</b>
	£	£
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	100	100
300 Non voting ordinary shares of £1 each	300	300
	<u>400</u>	<u>400</u>
 <b>9 Share premium</b>	 <b>2009</b>	 <b>2008</b>
	£	£
At 1 November and at 31 October	<u>700</u>	<u>700</u>

**Industrial Securities (Interchange East) Limited**  
**Notes**

<b>10 Profit and loss account</b>	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
At 1 November	380	1,959
Loss for the financial year	(50)	(1,579)
At 31 October	<u>330</u>	<u>380</u>

<b>11 Reconciliation of movement in shareholders' funds</b>	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
At 1 November	1,480	3,059
Loss for the financial year	(50)	(1,579)
At 31 October	<u>1,430</u>	<u>1,480</u>

**12 Related parties transactions**

The following balances were due from related companies at the year end	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Industrial Securities Group Limited	355,104	355,104
Industrial Securities (Number Three) Limited	2,715,507	2,715,507

The following balances were due to related companies at the year end

Industrial Securities Limited	1,913,045	1,913,045
Cinnamon Limited	70,000	70,000
Industrial Securities (Management) Limited	150	150
Industrial Securities (Holdings One) Limited	1,084,000	1,084,000

Mr M N Steinberg, Mr T S Cole, and Mr N W H Lax are directors of Industrial Securities Group Limited, Industrial Securities (Number Three) Limited, Industrial Securities (Holdings One) Limited, Industrial Securities Limited, Industrial Securities (Management) Limited and Cinnamon Limited. Mr M N Steinberg, Mr T S Cole, their wives, and Mr N W H Lax have an interest in the shares of the parent company.

**13 Ultimate parent company**

The company's immediate parent company is Industrial Securities (Holdings One) Limited.

The company's ultimate parent company is Industrial Securities Group Limited, a company registered in England & Wales.