

AK1 P12772

Company Registration No. 5397019 (England and Wales)

REGISTRAR'S COPY:

Please return to H.W. Fisher & Co.

www.hwfisher.co.uk



CREATIVITY ENTHUSIASM ENERGY VISION

PORTMAN FINANCE LIMITED
DIRECTORS' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2008

FRIDAY



LC01B6KZ

LD4

16/01/2009

107

COMPANIES HOUSE

PORTMAN FINANCE LIMITED

COMPANY INFORMATION

Directors	M.C. Hay S. Barnes
Secretary	M.C. Hay
Company number	5397019
Registered office	120 West Heath Road London NW3 7TU
Auditors	H W Fisher & Company Acre House 11-15 William Road London NW1 3ER
Bankers	HSBC Plc Cross Road Golders Green London NW11 7NX

PORTMAN FINANCE LIMITED

CONTENTS

	Page
Directors' report	1
Statement of directors' responsibilities	2
Auditors' report	3
Profit and loss account	4
Balance sheet	5
Notes to the accounts	6 - 10

PORTMAN FINANCE LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 AUGUST 2008

The directors present their report and accounts for the year ended 31 August 2008.

Principal activities

The principal activity of the company is the provision of finance.

Directors

The directors who served during the year were:

M.C. Hay
S. Barnes

Disclosure of information to auditors

Each of the directors has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditors are unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditors

H W Fisher & Company were appointed auditors during the period and a resolution proposing that they be reappointed will be put to the members at the next Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the Board



S. Barnes

Director

Dated: 13 January 2009

PORTMAN FINANCE LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The accounts 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 of the company for that period.

In preparing these accounts, the directors are required to:

- * select suitable accounting policies and then apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts comply with the Companies Act 1985. 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.

PORTMAN FINANCE LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the accounts of Portman Finance Limited for the year ended 31 August 2008 set out on pages 4 to 10. These accounts have been prepared under the accounting policies set out on page 6.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. 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 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are as described on page 2.

Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether, in our opinion, the information given in the Directors' Report is consistent with the accounts.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

Opinion

In our opinion:

- * the accounts give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 August 2008 and of its profit for the year then ended;
- * the accounts have been properly prepared in accordance with the Companies Act 1985; and
- * the information given in the Directors' Report is consistent with the accounts.

H W Fisher & Company

Chartered Accountants
Registered Auditor
Acre House
11-15 William Road
London
NW1 3ER

Dated:

15 January 2009

PORTMAN FINANCE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2008

	Notes	2008 £	2007 £
Turnover	2	674,547	465,536
Cost of sales		(72,452)	(64,388)
Gross profit		602,095	401,148
Administrative expenses		(563,186)	(406,823)
Operating profit/(loss)	3	38,909	(5,675)
Other income	6	1,361	1,558
Profit/(loss) on ordinary activities before taxation		40,270	(4,117)
Tax on profit/(loss) on ordinary activities	7	(2,506)	-
Profit/(loss) on ordinary activities after taxation		37,764	(4,117)
Dividends	8	-	(40,000)
Retained profit/(net deficit) for the financial year		37,764	(44,117)
Accumulated loss brought forward		(72,184)	(28,067)
Accumulated loss carried forward		(34,420)	(72,184)

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

PORTMAN FINANCE LIMITED

BALANCE SHEET

AS AT 31 AUGUST 2008

	Notes	£	2008 £	£	2007 £
Fixed assets					
Tangible assets	9		916		-
Current assets					
Debtors	10	598,334		497,784	
Cash at bank and in hand		24,110		62,881	
		622,444		560,665	
Creditors: amounts falling due within one year	11	(657,680)		(632,749)	
Net current liabilities			(35,236)		(72,084)
Total assets less current liabilities			(34,320)		(72,084)
Capital and reserves					
Called up share capital	12		100		100
Profit and loss account			(34,420)		(72,184)
Shareholders' funds - all equity interests	13		(34,320)		(72,084)

The accounts were approved by the Board on 13 January 2009

M.C. Hay
Director

PORTMAN FINANCE LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2008

1 Accounting policies

1.1 Basis of preparation

The accounts have been prepared under the historical cost convention.

The directors have received confirmation from a creditor amounting to £295,000 that they will not seek repayment until the company is in a financial position to do so. The directors therefore believe that it is appropriate for the accounts to be prepared on a going concern basis.

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

1.2 Compliance with accounting standards

The accounts have been prepared in accordance with applicable accounting standards.

1.3 Turnover

Turnover represents the invoiced value of services provided gross of VAT. Fees arising on termination of loans are recognised in accordance with the terms and conditions of the loan agreements. Loan arrangement fees are recognised as income once the loan facility has been accepted by the borrower and the fee has been paid.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Computer equipment	33% Straight Line
--------------------	-------------------

1.5 Deferred taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the accounts. Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the assets. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

2 Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

3 Operating profit/(loss)	2008	2007
	£	£
Operating profit/(loss) is stated after charging:		
Depreciation of owned tangible fixed assets	458	-
Auditors' remuneration	4,713	3,700

PORTMAN FINANCE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2008

4	Directors' emoluments	2008 £	2007 £
	Aggregate emoluments	<u>74,399</u>	<u>37,332</u>
5	Employees		
	Number of employees		
	The average monthly number of employees during the year was:		
		2008 Number	2007 Number
	Administration	<u>2</u>	<u>1</u>
	Employment costs		
		£	£
	Wages and salaries	98,397	37,332
	Social security costs	11,454	4,173
		<u>109,851</u>	<u>41,505</u>
6	Other income	2008 £	2007 £
	Interest receivable and similar income	<u>1,361</u>	<u>1,558</u>

PORTMAN FINANCE LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2008

7	Tax on profit/(loss) on ordinary activities	2008	2007	2006
			£	£
	Current tax			
	<u>UK corporation tax</u>			
	Current tax on income for the period	2,506	-	-
		<u>2,506</u>		<u>-</u>
	Factors affecting the tax charge for the year			
	Profit/(loss) on ordinary activities before taxation	40,270		(4,117)
		<u>40,270</u>		<u>(4,117)</u>
	Profit/(loss) on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20.42% (2007: 20.00%)	8,223		(823)
	Effects of:			
	Expenses not deductible for tax purposes	290		302
	Capital allowances for period in excess of depreciation	(47)		-
	Movement in tax losses	(5,960)		-
	Other tax adjustments	-		521
	Current tax charge	<u>2,506</u>		<u>-</u>

The company has estimated losses of £nil (2007- £29,186) available to carry forward against future trading profits.

8	Dividends	2008	2007
		£	£
	Ordinary interim paid	-	40,000
		<u>-</u>	<u>40,000</u>

PORTMAN FINANCE LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2008

9 Tangible fixed assets

	Computer equipment £
Cost	
At 1 September 2007	-
Additions	1,374
At 31 August 2008	1,374
Depreciation	
At 1 September 2007	-
Charge for the year	458
At 31 August 2008	458
Net book value	
At 31 August 2008	916

10 Debtors

	2008 £	2007 £
Trade debtors	547,327	469,910
Called up share capital not paid	100	100
Prepayments and accrued income	50,907	27,774
	598,334	497,784

11 Creditors: amounts falling due within one year

	2008 £	2007 £
Other loans	595,000	595,000
Corporation tax	2,506	-
Other taxes and social security costs	3,891	2,075
Other creditors	11,704	9,526
Accruals and deferred income	44,579	26,148
	657,680	632,749

PORTMAN FINANCE LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2008

12	Share capital	2008	2007
		£	£
	Authorised		
	100 Ordinary of £1 each	100	100
	Allotted, called up and fully paid		
	100 Ordinary of £1 each	100	100
13	Reconciliation of movements in shareholders' funds	£	£
	Profit/(loss) for the financial year	37,764	(4,117)
	Dividends	-	(40,000)
	Net addition to/(depletion in) shareholders' funds	37,764	(44,117)
	Opening shareholders' funds	(72,084)	(27,967)
	Closing shareholders' funds	(34,320)	(72,084)

14 Related party transactions

Included in Other loans is an amount of £295,000 (2007: £295,000) owed to Provincial Pension Scheme, a shareholder in which M Hay has an interest. Interest is payable at 6% p.a. on this loan and included in Accruals is an amount of £33,994 (2007: £17,700) accrued interest.

Included in Other Creditors is an amount of £9,526 (2007: £9,526) owed to Southcourt Properties Limited, a company in which M Hay is director.

During the year £75,000 (2007: £245,000) was loaned to the company by Woodstar Properties Limited, a company in which M Hay has an interest. This loan was fully repaid during the year and £4,292 was paid as interest over the period.