

HIFX MORTGAGE SERVICES LIMITED

Directors' Report and Financial Statements

For the year ended 30 June 2012

TUESDAY



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25/09/2012
COMPANIES HOUSE

HIFX MORTGAGE SERVICES LIMITED

REPORT AND FINANCIAL STATEMENTS 2012

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HIFX MORTGAGE SERVICES LIMITED

REPORT AND FINANCIAL STATEMENTS 2012

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

S M Bown
L N Butcher
M Knowles
S P Taylor

REGISTERED OFFICE

Morgan House
Madeira Walk
Windsor
Berkshire
SL4 1EP

AUDITORS

Deloitte LLP
Chartered Accountants & Statutory Auditors
Reading, United Kingdom

HIFX MORTGAGE SERVICES LIMITED

DIRECTORS' REPORT

For the year ended 30 June 2012

The directors present their report and the financial statements for the year ended 30 June 2012. The directors' report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Principal activities, Business review and dividend

The company ceased taking on new business in April 2009 and accordingly the directors have prepared the financial statements on the basis that the company is no longer a going concern. No material adjustments arose as a result of ceasing to apply the going concern basis. Prior to ceasing to trade, the company's principal activity was that of UK and overseas mortgage brokerage.

The company was regulated by the Financial Services Authority until 24 August 2009.

The results for the current year are set out in the profit and loss account. Dividend proposed is £nil (2011: £nil).

Financial risk management

The company does not intend to trade in the foreseeable future and consequently has eliminated the key ongoing risks associated with the business.

Directors

The directors of the company, who served throughout the year and to the date of signing, are:

S M Bown
L N Butcher
J E Halewood (deceased 15 October 2011)
M Knowles
S P Taylor
A J Vaughan (resigned 6 September 2012)

Auditors

Each of the persons who is a director at the date of approval of this report confirms that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the director has taken all the steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

A resolution to reappoint Deloitte LLP will be proposed at the forthcoming Annual General Meeting.

Approved by the Board and signed on its behalf by



S M Bown
Director

20 September 2012

HIFX MORTGAGE SERVICES LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual 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 then apply them consistently,
- make judgments and estimates that are reasonable and prudent, 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 AUDITORS' REPORT TO THE MEMBERS OF HIFX MORTGAGE SERVICES LIMITED

We have audited the financial statements of HiFX Mortgage Services Limited for the year ended 30 June 2012 which comprise the profit and loss account, the balance sheet, and the related notes 1 to 8. 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 Section 3, 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 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

As explained more fully in the Directors' Responsibilities Statement, 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, 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 annual 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 financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 30 June 2012 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.

Emphasis of matter – Financial statements prepared other than on a going concern basis

In forming our opinion on the financial statements, which is not qualified, we have considered the adequacy of the disclosure made in note 1 to the financial statements, which explains that the financial statements have been prepared on a basis other than that of a going concern.

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.

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, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime or take advantage of the small companies exemption in preparing the directors' report.



John Clennett (Senior Statutory Auditor)
for and on behalf of Deloitte LLP
Chartered Accountants and Statutory Auditors
Reading, United Kingdom
20 September 2012

HIFX MORTGAGE SERVICES LIMITED

PROFIT AND LOSS ACCOUNT For the period ended 30 June 2012

	Note	2012 £	2011 £
TURNOVER	1	-	-
Administrative expenses		(21,353)	-
		<hr/>	<hr/>
OPERATING LOSS	2	(21,353)	-
Interest payable and similar charges		-	-
		<hr/>	<hr/>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(21,353)	-
Tax charge on loss on ordinary activities	3	-	-
		<hr/>	<hr/>
LOSS ON ORDINARY ACTIVITIES AFTER TAXATION AND RETAINED PROFIT FOR THE PERIOD	6	(21,353)	-
		<hr/>	<hr/>

All activities relate to discontinued operations

There are no recognised gains or losses for the current financial year or previous period other than those shown in the profit and loss account. Accordingly, a statement of total recognised gains and losses has not been presented.

HIFX MORTGAGE SERVICES LIMITED

BALANCE SHEET

As at 30 June 2012

	Note	2012 £	2011 £
CURRENT ASSETS			
Debtors	4	-	21,353
Cash at bank and in hand		-	-
NET ASSETS		<u>-</u>	<u>21,353</u>
 CAPITAL AND RESERVES			
Called up share capital	5	20,000	20,000
Profit and loss account	6	(20,000)	1,353
SHAREHOLDERS' FUNDS	6	<u>-</u>	<u>21,353</u>

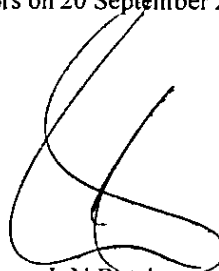
The accounts of HIFX Mortgage Services Limited, registration number 06309775, have been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption

These financial statements were approved by the Board of Directors on 20 September 2012

Signed on behalf of the Board of Directors



S M Bown
Director



L N Butcher
Director

HIFX MORTGAGE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 30 June 2012

1 ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards. The principal accounting policies are summarised below. They have all been applied consistently throughout the current and preceding period.

Going concern

As explained in the directors' report on page 2, the company ceased trading in April 2009. As required by FRS 18 *Accounting Policies*, the directors have prepared the financial statements on a basis other than that of a going concern which includes, inter alia, the writing down of assets to their recoverable amount. No provision has been made for future losses other than those committed at the balance sheet date. No material adjustments arose as a result of ceasing to apply the going concern basis.

Turnover

Turnover represents commission receivable and is derived from the company's principal activity. It is recognised on an accruals basis. All turnover originates in the UK.

Cash flow statements

The company has taken the exemption not to prepare a cash flow statement under paragraph 5(f) of Financial Reporting Standard 1 (revised 1996), "Cash Flow Statements" as it meets the definition of a small company in companies legislation.

Taxation

Current tax, including UK corporation tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or the right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the group's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

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 OPERATING PROFIT

The company had no employees in the current year or previous financial year.

Auditors' and directors' remuneration costs were borne by the parent company, HIFX plc. The amount allocated to the company for directors' services was £nil (2011: £nil).

HIFX MORTGAGE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 30 June 2012

3. TAXATION

	2012 £	2011 £
Current tax		
UK corporation tax	-	-

The current tax charge differs from the standard rate of corporation tax for the following reasons

	2012 £	2011 £
Tax on ordinary activities at the applicable rate of 25.5% (2011: 28%)	5,445	-
Expenses not deductible	(5,445)	-
	<u>-</u>	<u>-</u>
Current tax charge	<u>-</u>	<u>-</u>

4. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012 £	2011 £
Amounts due from parent undertaking	-	21,353

5. SHARE CAPITAL

	2012 £	2011 £
Authorised		
100,000 ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>
Allotted, called up and paid		
20,000 ordinary shares of £1 each	<u>20,000</u>	<u>20,000</u>

HIFX MORTGAGE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 30 June 2012

6. COMBINED STATEMENT OF MOVEMENTS IN SHAREHOLDERS' FUNDS AND STATEMENT OF MOVEMENTS ON RESERVES

	Share capital £	Profit and loss account £	2012 Total £	2011 Total £
As at start of period	20,000	1,353	21,353	21,353
Retained loss for the period	-	(21,353)	(21,353)	-
As at end of period	20,000	(20,000)	-	21,353

7 RELATED PARTY DISCLOSURES

The company has taken the exemption not to disclose related party transactions with fellow group undertakings under paragraph 3(c) of Financial Reporting Standard 8

8 ULTIMATE PARENT COMPANY & CONTROLLING PARTY

At the balance sheet date, the company's immediate parent company and ultimate parent company into which the company is consolidated was HIFX plc, incorporated in the United Kingdom and registered in England & Wales. Financial statements for HIFX plc can be obtained from HIFX plc, Morgan House, Madeira Walk, Windsor, Berkshire, SL4 1EP.

At the balance sheet date, the estate of John Halewood, a former director of the Company, controlled the company as a result of controlling, directly or indirectly, 52.6% of the issued voting share capital of HIFX plc.

On 30 July 2012, EIM (FX) Ltd, a company incorporated in the United Kingdom and registered in England & Wales, acquired the entire issued share capital of HIFX plc. EIM (FX) Ltd has no single controlling party.