

Registered number
06737856

Asset Bridging & Funding PLC

Report and Accounts

31 October 2011



Asset Bridging & Funding PLC
Report and accounts
Contents

	Page
Company information	1
Directors' report	2
Statement of directors' responsibilities	4
Independent auditors' report	5
Profit and loss account	6
Statement of total recognised gains and losses	7
Balance sheet	8
Cash flow statement	9
Notes to the accounts	10
For the information of the directors only	
Profit and loss account	14

Asset Bridging & Funding PLC

Company Information

Directors

J Stickley
Mrs M Stickley
C Allan

Secretary

C Allan

Auditors

Mead Turner & Co Limited
48 Thorley Hill
Bishops Stortford
Herts
CM23 3NA

Bankers

Nat West Bank plc
7 - 9 High Street
Royston
Herts
SG8 9YY

Registered office

49 Ringstone
Duxford
Cambridge
Cambs
CB22 4GY

Registered number

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Asset Bridging & Funding PLC

Registered number: 06737856

Directors' Report

The directors present their report and accounts for the year ended 31 October 2011

Principal activities

The company's principal activity during the year continued to be that of providing finance

Review of the business

The company continued to operate despite the uncertainty in general economic conditions, and whilst the results for the year do not reflect an improvement the turnover did increase year on year. The directors are confident that going forward opportunities will continue to arise, and the company will be in a position to take advantage of these opportunities.

As a finance company lending to small businesses that are finding it difficult to secure finance elsewhere, bad debts will always be the key focus in our planning and operation. We are secured by the legal ownership of the hard assets we finance and, increasingly, by a charge on property or land, when a termination of a finance agreement occurs due to bad debt, we operate a robust policy of repossession and litigation. Bad debt figures stated in the accounts represent the end of year position after accounting for future receipts of asset and/or property sales.

Future developments

We continue to carry out our plan of writing well secured transactions for small businesses against the background of a market which continues to be depressed. Business confidence in the small business community continues to be low and this has had an adverse effect on our main source of business, finance introducers and brokers. The need to gain business has not affected our underwriting approach and in fact, in the latter part of the year, we decided to increase the percentage of transactions secured by charges on property and we are pleased to see this now taking place.

New investment has been put in place for the forthcoming year, though still not at the levels we had hoped, and we are in discussions with various parties to increase this. Bad debts continue to be mitigated by asset repossession and our early settlement profits continue to help develop the portfolio.

We expect another challenging year as economic predictions continue to be gloomy, but are satisfied that we are carving a unique niche in the market by providing vitally needed funds to small business owners through highly efficient and professional services to finance introducers.

Dividends

The directors do not recommend a dividend for the year.

Directors

The following persons served as directors during the year

J. Stickley
Mrs M. Stickley
C. Allan

Asset Bridging & Funding PLC

Registered number: 06737856

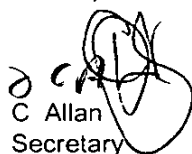
Directors' Report

Disclosure of information to auditors

Each person who was a director at the time this report was approved confirms that

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

This report was approved by the board on 13/2/2012 and signed by its order


C Allan
Secretary

Asset Bridging & Funding PLC

Statement of Directors' Responsibilities

The directors are responsible for preparing the report and 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). Under company law the directors must not approve the accounts 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 accounts, 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 accounts,
- 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 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 accounts 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.

Asset Bridging & Funding PLC
Independent auditors' report
to the shareholders of Asset Bridging & Funding PLC

We have audited the accounts of Asset Bridging & Funding PLC for the year ended 31 October 2011 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement, the Statement of Total Recognised Gains and Losses 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)

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities, the directors are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the accounts 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 Ethical Standards for Auditors.

Scope of the audit of the accounts

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/private.cfm

Opinion on the accounts

In our opinion the accounts

- give a true and fair view of the state of the company's affairs as at 31 October 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 matters prescribed by the Companies Act 2006

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

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 accounts 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

James Mead
(Senior Statutory Auditor)
for and on behalf of
Mead Turner & Co Limited
Accountants and Statutory Auditors



48 Thorley Hill
Bishops Stortford
Herts
CM23 3NA

Asset Bridging & Funding PLC
Profit and Loss Account
for the year ended 31 October 2011

	Notes	2011 £	2010 £
Turnover	2	76,753	53,278
Cost of sales		(31,324)	(42,805)
Gross profit		<u>45,429</u>	<u>10,473</u>
Administrative expenses		(62,824)	(30,842)
Operating loss		<u>(17,395)</u>	<u>(20,369)</u>
Interest receivable		376	433
Loss on ordinary activities before taxation		<u>(17,019)</u>	<u>(19,936)</u>
Tax on loss on ordinary activities	3	-	875
Loss for the financial year		<u><u>-£17,019</u></u>	<u><u>-£19,061</u></u>

Continuing operations

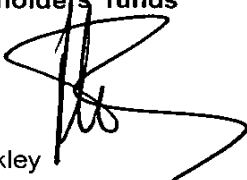
None of the company's activities were acquired or discontinued during the above two financial years

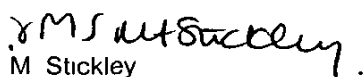
Asset Bridging & Funding PLC
Statement of total recognised gains and losses
for the year ended 31 October 2011

	Notes	2011 £	2010 £
Loss for the financial year		(17,019)	(19,061)
Total recognised gains and losses related to the year		<u><u>-£17,019</u></u>	<u><u>-£19,061</u></u>

Asset Bridging & Funding PLC
Balance Sheet
as at 31 October 2011

	Notes	2011 £	2010 £
Current assets			
Debtors	4	222,072	220,851
Cash at bank and in hand		<u>13,398</u>	<u>31,971</u>
		235,470	252,822
Creditors: amounts falling due within one year	5	(105,427)	(13,590)
Net current assets		<u>130,043</u>	<u>239,232</u>
Total assets less current liabilities		<u>130,043</u>	<u>239,232</u>
Creditors: amounts falling due after more than one year	6	(114,830)	(207,000)
Net assets		<u><u>£15,213</u></u>	<u><u>£32,232</u></u>
Capital and reserves			
Called up share capital	7	50,000	50,000
Profit and loss account	8	(34,787)	(17,768)
Shareholders' funds	9	<u><u>£15,213</u></u>	<u><u>£32,232</u></u>


J. Stickley
Director


M. Stickley

Approved by the board on 13th February 2012

Asset Bridging & Funding PLC
Cash Flow Statement
for the year ended 31 October 2011

	Notes	2011 £	2010 £
Reconciliation of operating profit to net cash inflow from operating activities			
Operating loss		(17,395)	(20,369)
Increase in debtors		(1,221)	(146,365)
(Decrease)/increase in creditors		(333)	195,368
Net cash (outflow)/inflow from operating activities		<u><u>-£18,949</u></u>	<u><u>£28,634</u></u>
CASH FLOW STATEMENT			
Net cash (outflow)/inflow from operating activities		(18,949)	28,634
Returns on investments and servicing of finance	10	376	433
		<u>(18,573)</u>	<u>29,067</u>
(Decrease)/increase in cash		<u><u>-£18,573</u></u>	<u><u>£29,067</u></u>
Reconciliation of net cash flow to movement in net debt			
(Decrease)/increase in cash in the period		(18,573)	29,067
Change in net debt	11	<u>(18,573)</u>	<u>29,067</u>
Net funds at 1 November		<u>31,971</u>	<u>2,904</u>
Net funds at 31 October		<u><u>£13,398</u></u>	<u><u>£31,971</u></u>

Asset Bridging & Funding PLC
Notes to the Accounts
for the year ended 31 October 2011

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with applicable United Kingdom Accounting Standards

Turnover

Turnover represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers

Financial Instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities

2 Analysis of turnover	2011	2010
	£	£
By activity		
Providing Finance	<u>£76,753</u>	<u>£53,278</u>
By geographical market		
UK	<u>£76,753</u>	<u>£53,278</u>
3 Taxation	2011	2010
	£	£
Analysis of charge in period		
Current tax		
UK corporation tax on profits of the period	-	(875)
Tax on loss on ordinary activities	<u>£0</u>	<u>-£875</u>

Asset Bridging & Funding PLC
Notes to the Accounts
for the year ended 31 October 2011

Factors affecting tax charge for period

The differences between the tax assessed for the period and the standard rate of corporation tax are explained as follows

	2011	2010
	£	£
Loss on ordinary activities before tax	<u>-£17,019</u>	<u>-£19,936</u>
Standard rate of corporation tax in the UK	20.4%	21%
	£	£
Profit on ordinary activities multiplied by the standard rate of corporation tax	(3,472)	(4,187)
Effects of Utilisation of tax losses	3,472	3,312
Current tax charge for period	<u>£0</u>	<u>-£875</u>

4 Debtors	2011	2010
	£	£
Trade debtors	201,509	199,127
Called Up Share capital not paid	20,000	20,000
Other debtors	563	1,724
	<u>£222,072</u>	<u>£220,851</u>

5 Creditors amounts falling due within one year	2011	2010
	£	£
Trade creditors	-	50
Convertible loan notes	62,136	-
Other taxes and social security costs	2,234	-
Other creditors	34,260	7,590
Accruals and deferred income	6,797	5,950
	<u>£105,427</u>	<u>£13,590</u>

Asset Bridging & Funding PLC
Notes to the Accounts
for the year ended 31 October 2011

6 Creditors, amounts falling due after one year	2011	2010
	£	£
Convertible loan notes	<u>£114,830</u>	<u>£207,000</u>

7 Share capital	Nominal value	2011 Number	2011	2010
			£	£
Allotted, called up Ordinary shares	£ 05 each	1,000,000	<u>£50,000</u>	<u>£50,000</u>

The amounts of paid up share capital for the following categories of shares differed from the called up share capital stated above due to unpaid calls and were as follows

Ordinary shares	<u>£20,000</u>	<u>£20,000</u>
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8 Profit and loss account	2011
	£
At 1 November 2010	(17,768)
Loss for the financial year	(17,019)
At 31 October 2011	<u>-£34,787</u>

9 Reconciliation of movement in shareholders' funds	2011	2010
	£	£
At 1 November	32,232	51,293
Loss for the financial year	(17,019)	(19,061)
At 31 October	<u>£15,213</u>	<u>£32,232</u>

10 Gross cash flows	2011	2010
	£	£
Returns on investments and servicing of finance		
Interest received	<u>£376</u>	<u>£433</u>

Asset Bridging & Funding PLC
Notes to the Accounts
for the year ended 31 October 2011

11 Analysis of changes in net debt

	At 1 Nov 2010 £	Cash flows £	Non-cash changes £	At 31 Oct 2011 £
Cash at bank and in hand	31,971	(18,573)		13,398
Total	<u>£31,971</u>	<u>-£18,573</u>	<u>£0</u>	<u>£13,398</u>

12 Related party transactions

2011
£

2010
£

The Business Lending Exchange

Mr J Stickley and Mrs M Stickley are directors

During the year the company bought services from The Business Lending Exchange under normal commercial terms At the year end no amounts were outstanding

Amount of services £31,827 £14,300

Mr J Stickley

Director

During the year the company bought services from Mr J Stickley under normal commercial terms At the year end no amounts were outstanding

Amount of services 500 2,500

13 Ultimate controlling party

The ultimate controlling party is Mr J Stickley and Mrs M Stickley, directors, who each own 33 33% of the issued ordinary share capital in the company No dividends were paid to the directors in the year