

Registered number
06737856

Asset Bridging & Funding Limited

Report and Accounts

31 October 2012

WE TUESDAY



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Asset Bridging & Funding Limited
Report and accounts
Contents

	Page
Company information	1
Directors' report	2
Independent auditors' report	4
Profit and loss account	5
Statement of total recognised gains and losses	6
Balance sheet	7
Cash flow statement	8
Notes to the accounts	9
For the information of the directors only	
Profit and loss account	13

Asset Bridging & Funding Limited

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 Limited

Registered number: 06737856

Directors' Report

The directors present their report and accounts for the year ended 31 October 2012

Principal activities

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

Review of the business

We are pleased to report a transition into profit, as was expected after the first years of setting up the lending model. Demand for our finance facilities continues to be buoyant and we are very grateful to new investors who have supported us this year and also to those who continue to support us, thus helping us to meet this increasing demand.

More smaller investors are becoming aware of the returns available on three year loans to us, and these also include an element of profit share. Thanks to IFAs and other contacts, we are beginning to see an increase in interest from investors wishing to offer loans to us of £10,000 and more. These loans are producing significantly better returns to the investor than alternative investment opportunities.

Our bad debt position continues to be mitigated by future proceeds from property sales, where we have charges on property, and repossessed asset sales. We are confident that terminated cases producing bad debt positions will continue to provide profit opportunities for us in the future. Our security policy was further advanced when we launched 'Hold & Loan' this year. This facility involves our physically holding assets such as classic cars and jewellery etc, against funds advanced to small businesses.

The general economy in the UK continues to be depressed and this has affected SMEs particularly, where high street banks are not providing anywhere near the level of finance required to assist small business growth. We are pleased to see awareness of our facilities spread more widely in the market via finance introducers, and we are confident that this will continue to provide successive increases in demand in the coming few years.

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 Limited

Registered number: 06737856

Directors' Report

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.

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 *28 January 2013* and signed by its order

C. Allan
Secretary



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

We have audited the accounts of Asset Bridging & Funding Limited for the year ended 31 October 2012 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 2012 and of its profit 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 FCCA

(Senior Statutory Auditor)

for and on behalf of

Mead Turner & Co Limited

Accountants and Statutory Auditors



28 January 2013

48 Thorley Hill
Bishops Stortford
Herts
CM23 3NA

Asset Bridging & Funding Limited
Profit and Loss Account
for the year ended 31 October 2012

	Notes	2012 £	2011 £
Turnover	2	127,004	76,753
Cost of sales		(33,539)	(31,324)
Gross profit		<u>93,465</u>	<u>45,429</u>
Administrative expenses		(73,198)	(62,824)
Operating profit/(loss)		<u>20,267</u>	<u>(17,395)</u>
Interest receivable		215	376
Profit/(loss) on ordinary activities before taxation		<u>20,482</u>	<u>(17,019)</u>
Tax on profit/(loss) on ordinary activities	3	-	-
Profit/(loss) for the financial year		<u><u>£20,482</u></u>	<u><u>-£17,019</u></u>

Continuing operations

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

Asset Bridging & Funding Limited
Statement of total recognised gains and losses
for the year ended 31 October 2012

	Notes	2012 £	2011 £
Profit/(loss) for the financial year		20,482	(17,019)
Total recognised gains and losses related to the year		<u>£20,482</u>	<u>-£17,019</u>

Asset Bridging & Funding Limited
Balance Sheet
as at 31 October 2012

	Notes	2012 £	2011 £
Current assets			
Debtors	4	280,068	222,072
Cash at bank and in hand		<u>43,847</u>	<u>13,398</u>
		323,915	235,470
Creditors. amounts falling due within one year	5	(267,526)	(105,427)
Net current assets		<u>56,389</u>	<u>130,043</u>
Total assets less current liabilities		<u>56,389</u>	<u>130,043</u>
Creditors amounts falling due after more than one year	6	(20,694)	(114,830)
Net assets		<u><u>£35,695</u></u>	<u><u>£15,213</u></u>
Capital and reserves			
Called up share capital	7	50,000	50,000
Profit and loss account	8	(14,305)	(34,787)
Shareholders' funds	9	<u><u>£35,695</u></u>	<u><u>£15,213</u></u>


J. Stickley
Director


M. Stickley


C. Allan

Approved by the board on 28 January 2013

Asset Bridging & Funding Limited
Cash Flow Statement
for the year ended 31 October 2012

	Notes	2012 £	2011 £
Reconciliation of operating profit to net cash inflow from operating activities			
Operating profit/(loss)		20,267	(17,395)
(Increase) in debtors		(57,996)	(1,221)
Increase/(decrease) in creditors		67,963	(333)
Net cash inflow/(outflow) from operating activities		<u><u>£30,234</u></u>	<u><u>-£18,949</u></u>

CASH FLOW STATEMENT

Net cash inflow/(outflow) from operating activities		30,234	(18,949)
Returns on investments and servicing of finance	10	215	376
		<u>30,449</u>	<u>(18,573)</u>

Increase/(decrease) in cash		<u><u>£30,449</u></u>	<u><u>-£18,573</u></u>
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Reconciliation of net cash flow to movement in net debt

Increase/(decrease) in cash in the period		30,449	(18,573)
Change in net debt	11	<u>30,449</u>	<u>(18,573)</u>
Net funds at 1 November		<u>13,398</u>	<u>31,971</u>
Net funds at 31 October		<u><u>£43,847</u></u>	<u><u>£13,398</u></u>

Asset Bridging & Funding Limited
Notes to the Accounts
for the year ended 31 October 2012

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. The interest element of payments made by customers is credited to the profit and loss account over the period of the agreement and represents a constant proportion of the balance of the capital repayments outstanding.

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

	2012 £	2011 £
By activity		
Providing Finance	<u>£127,004</u>	<u>£76,753</u>
By geographical market		
UK	<u>£127,004</u>	<u>£76,753</u>

3 Taxation

	2012 £	2011 £
Analysis of charge in period		
Tax on profit on ordinary activities	<u>£0</u>	<u>£0</u>

Asset Bridging & Funding Limited
Notes to the Accounts
for the year ended 31 October 2012

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

	2012 £	2011 £
Profit/(loss) on ordinary activities before tax	<u>£20,482</u>	<u>-£17,019</u>
Standard rate of corporation tax in the UK	20.0%	20%
	£	£
Profit on ordinary activities multiplied by the standard rate of corporation tax	4,096	(3,404)
Effects of		
Expenses not deductible for tax purposes	-	(68)
Utilisation of tax losses	(4,096)	3,472
Current tax charge for period	<u>£0</u>	<u>£0</u>

4 Debtors		
	2012 £	2011 £
Trade debtors	251,087	201,509
Called Up Share capital not paid	20,000	20,000
Other debtors	8,981	563
	<u>£280,068</u>	<u>£222,072</u>

5 Creditors amounts falling due within one year		
	2012 £	2011 £
Investors capital	122,411	62,136
Other taxes and social security costs	77	2,234
Other creditors	129,401	34,260
Accruals and deferred income	15,637	6,797
	<u>£267,526</u>	<u>£105,427</u>

Asset Bridging & Funding Limited
Notes to the Accounts
for the year ended 31 October 2012

6 Creditors' amounts falling due after one year	2012	2011
	£	£
Investors capital	<u>20,694</u>	<u>114,830</u>

7 Share capital	Nominal value	2012 Number	2012	2011
			£	£
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	2012
	£
At 1 November 2011	(34,787)
Profit for the financial year	20,482
At 31 October 2012	<u>-£14,305</u>

9 Reconciliation of movement in shareholders' funds	2012	2011
	£	£
At 1 November	15,213	32,232
Profit/(loss) for the financial year	20,482	(17,019)
At 31 October	<u>£35,695</u>	<u>£15,213</u>

10 Gross cash flows	2012	2011
	£	£
Returns on investments and servicing of finance		
Interest received	<u>£215</u>	<u>£376</u>

Asset Bridging & Funding Limited
Notes to the Accounts
for the year ended 31 October 2012

11 Analysis of changes in net debt

	At 1 Nov 2011 £	Cash flows £	Non-cash changes £	At 31 Oct 2012 £
Cash at bank and in hand	13,398	30,449		43,847
Total	<u>£13,398</u>	<u>£30,449</u>	<u>£0</u>	<u>£43,847</u>

12 Related party transactions

2012
£

2011
£

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 £41,435 £31,827

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

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.