

Company Registration No. 07889226 (England and Wales)

ALPHA BRIDGING SOLUTIONS LIMITED
ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2014

THURSDAY



A4136263

A17

12/02/2015

#120

COMPANIES HOUSE

ALPHA BRIDGING SOLUTIONS LIMITED

COMPANY INFORMATION

Chairman	K Hillen
Directors	W Booth M Binning S Moody (Appointed 4 July 2014) B Thind
Company number	07889226
Registered office	12 Helmet Row London EC1V 3QJ
Auditors	Leigh Carr Chartered Accountants and Statutory Auditors 12 Helmet Row London EC1V 3QJ
Business address	Unit A3 Lion Business Park Dering Way Gravesend Kent DA12 2DN
Solicitors	Druces LLP Salisbury House London Wall London EC2M 5PS

ALPHA BRIDGING SOLUTIONS LIMITED

CONTENTS

	Page
Chairman & Managing Director statement	1
Directors' report	2 - 3
Independent auditors' report	4 - 5
Profit and loss account	6
Balance sheet	7
Cash flow statement	8
Notes to the financial statements	9 - 14

ALPHA BRIDGING SOLUTIONS LIMITED

CHAIRMAN & MANAGING DIRECTOR STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

Chairman's Statement

The UK economy now seems to have recovered from the turmoil of the financial crises, with an abundance of opportunities for developing both property and growing businesses, yet traditional high street banks still seem reluctant to lend.

Our ability to provide fast and flexible finance at affordable rates has helped the company to double in size in the year under review and we continue to see a good flow of high-quality borrowers which should enable us to continue our rapid rate of growth over the year ahead.

This will not, however, be at the expense of quality – either in our service or loan book. While it is inevitable that we will, eventually, experience asset impairment, we continue to maintain the systems and credit procedures which have enabled us to avoid this scenario so far. Our conservative loan to value ratios should protect us from any ill effects should there be such an occurrence in future.

I would like to take this opportunity to thank our staff who have made this remarkable progress possible. Their hard work and tireless efforts have helped both the company and our clients to grow rapidly, for which I am grateful.

Ken Hillen
Chairman

Managing Director's Statement

The year under review has seen dramatic growth in our operations, with loan turnover, fees and pre-tax profits doubling since the previous year. By retaining profits within the company, we have been able to manage sustained, significant growth in the volume of funds lent.

I'm proud of the team that has enabled us to demonstrate such rapid progress in such a short time and would like to thank our network of brokers for continuing to recommend us to their clients.

We have needed to recruit more staff to deal with higher volumes of business while maintaining our ability to provide finance within 48 hours, but with the continuation of careful controls, we look forward to rewarding our shareholders with the payment of our first dividend in the year ahead.

We continue to innovate in order to remain at the forefront of the highly competitive sector of short term secured lending, particularly in terms of flexibility, speed of response and affordable rates, which is why I fully expect our dramatic success to continue.

Mercedez Binning
Managing Director

ALPHA BRIDGING SOLUTIONS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2014

The directors present their report and financial statements for the year ended 31 December 2014.

Principal activities

The principal activity of the business continues to be the provision of secured short term bridging finance facilities.

Our clients are individuals and small and medium sized enterprises. They value our flexible approach and speed of delivery. Many take further loans and recommend us to others.

This approach has enabled the company to conclude a very successful second full year of trading. Turnover grew to £1.76 million and profit before tax doubled to £626 thousand.

Support from our investors and lenders provided a further £2.49 million of funds available to lend. When operational cash flow is added, the total of funds available to lend has grown to £5.43 million by the year-end. £4.78 million of the total funds available were out on loan at the same date. Shareholders funds have increased during the year by over half a million pounds.

Looking forward, we see continuing demand for our facilities from a much broader client base, predominately introduced by specialist brokers. Growth continues apace and the company plans to raise further funds to meet it. The company continues to invest in staff training, compliance and back office systems. The company's systems and processing scalability is well placed to accommodate further growth in its operations.

Results and dividends

The results for the year are set out on page 6.

Directors

The following directors have held office since 1 January 2014:

K Hillen
W Booth
M Binning
S Moody
B Thind

(Appointed 4 July 2014)

Auditors

Leigh Carr Chartered Accountants and Statutory Auditors were appointed auditors to the company and in accordance with section 485 of the Companies Act 2006, a resolution proposing that they be re-appointed will be put at a General Meeting.

ALPHA BRIDGING SOLUTIONS LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2014

Statement of directors' responsibilities

The directors are responsible for preparing the Strategic Report, Directors' 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 judgements and accounting estimates that are reasonable and prudent;
- 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.

Statement of disclosure 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 all relevant audit information and to establish that the company's auditors are aware of that information.

On behalf of the board



W Booth

Director

9 February 2015

ALPHA BRIDGING SOLUTIONS LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF ALPHA BRIDGING SOLUTIONS LIMITED

We have audited the financial statements of Alpha Bridging Solutions Limited for the year ended 31 December 2014 set out on pages 6 to 14. 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 Chapter 3 of 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 set out on pages 2 - 3, 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 and express an opinion on 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 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 and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. 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 31 December 2014 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 matter prescribed by the Companies Act 2006

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

ALPHA BRIDGING SOLUTIONS LIMITED

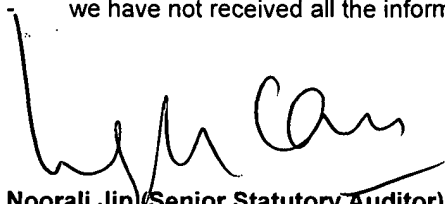
INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF ALPHA BRIDGING SOLUTIONS 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.



Noorali Jin (Senior Statutory Auditor)
for and on behalf of Leigh Carr

10 February 2015

Chartered Accountants
Statutory Auditor

12 Helmet Row
London
EC1V 3QJ

ALPHA BRIDGING SOLUTIONS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	2014 £	2013 £
Turnover	2	1,761,956	731,114
Administrative expenses		(937,115)	(382,538)
Operating profit	3	824,841	348,576
Interest payable and similar charges		(199,243)	(39,742)
Profit on ordinary activities before taxation		625,598	308,834
Tax on profit on ordinary activities	4	(135,326)	(59,381)
Profit for the year	11	490,272	249,453

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.

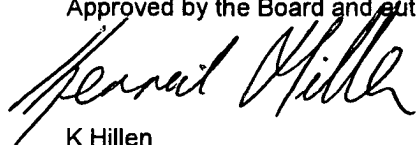
ALPHA BRIDGING SOLUTIONS LIMITED

BALANCE SHEET

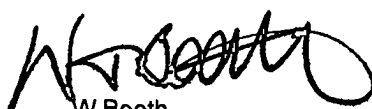
AS AT 31 DECEMBER 2014

	Notes	2014 £	£	2013 £	£
Fixed assets					
Tangible assets	5		11,477		13,416
Investments	6		50,000		-
			<u>61,477</u>		<u>13,416</u>
Current assets					
Debtors	7	4,777,830		2,239,095	
Cash at bank and in hand		654,362		213,436	
		<u>5,432,192</u>		<u>2,452,531</u>	
Creditors: amounts falling due within one year	8	(195,190)		(146,441)	
Net current assets			<u>5,237,002</u>		<u>2,306,090</u>
Total assets less current liabilities			<u>5,298,479</u>		<u>2,319,506</u>
Creditors: amounts falling due after more than one year	9	(3,443,201)		(1,004,500)	
			<u>1,855,278</u>		<u>1,315,006</u>
Capital and reserves					
Called up share capital	10		1,502		1,500
Share premium account	11		1,071,394		1,021,396
Profit and loss account	11		782,382		292,110
Shareholders' funds	12		<u>1,855,278</u>		<u>1,315,006</u>

Approved by the Board and authorised for issue on 9 February 2015



K Hillen
Chairman



W Booth
Director

Company Registration No. 07889226

ALPHA BRIDGING SOLUTIONS LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	£	2014 £	£	2013 £
Net cash outflow from operating activities	15		(1,736,510)		(1,385,046)
Returns on investments and servicing of finance					
Interest paid		(199,243)		(39,742)	
Net cash outflow for returns on investments and servicing of finance			(199,243)		(39,742)
Taxation			(59,120)		(10,631)
Capital expenditure					
Payments to acquire tangible assets		(2,902)		(17,728)	
Net cash outflow for capital expenditure			(2,902)		(17,728)
Acquisitions and disposals					
Purchase of subsidiary undertakings (net of cash acquired)		(50,000)		-	
Net cash outflow for acquisitions and disposals			(50,000)		-
Net cash outflow before management of liquid resources and financing			(2,047,775)		(1,453,147)
Financing					
Issue of ordinary share capital		50,000		825,176	
Other new long term loans		2,438,701		824,500	
Net cash inflow from financing			2,488,701		1,649,676
Increase in cash in the year	16, 17		440,926		196,529

ALPHA BRIDGING SOLUTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Tangible fixed assets and depreciation

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

Fixtures, fittings & equipment	25% straight line method
--------------------------------	--------------------------

1.5 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.6 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.7 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been 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

	2014	2013
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	4,841	4,492
Operating lease rentals	208,575	132,739
Auditors' remuneration (including expenses and benefits in kind)	9,600	6,696

ALPHA BRIDGING SOLUTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2014

4	Taxation	2014 £	2013 £
	Domestic current year tax		
	U.K. corporation tax	135,635	59,429
	Adjustment for prior years	(309)	(48)
	Total current tax	<u>135,326</u>	<u>59,381</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	<u>625,598</u>	<u>308,834</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 21.32% (2013 - 20.00%)	<u>133,387</u>	<u>61,767</u>
	Effects of:		
	Non deductible expenses	-	309
	Depreciation add back	4,841	898
	Capital allowances	(2,902)	(3,545)
	Adjustments to previous periods	-	(48)
		<u>1,939</u>	<u>(2,386)</u>
	Current tax charge for the year	<u>135,326</u>	<u>59,381</u>

ALPHA BRIDGING SOLUTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

5 Tangible fixed assets

	Fixtures, fittings & equipment £
Cost	
At 1 January 2014	17,968
Additions	2,902
	<hr/>
At 31 December 2014	20,870
	<hr/>
Depreciation	
At 1 January 2014	4,552
Charge for the year	4,841
	<hr/>
At 31 December 2014	9,393
	<hr/>
Net book value	
At 31 December 2014	11,477
	<hr/>
At 31 December 2013	13,416
	<hr/>

6 Fixed asset investments

	Shares in subsidiary undertakings £
Cost	
At 1 January 2014	-
Additions	50,000
	<hr/>
At 31 December 2014	50,000
	<hr/>
Net book value	
At 31 December 2014	50,000
	<hr/>

ALPHA BRIDGING SOLUTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2014

7	Debtors	2014	2013
		£	£
	Trade debtors	4,679,708	2,179,383
	Called up share capital not paid	5,178	5,178
	Prepayments and accrued income	92,944	54,534
		<u>4,777,830</u>	<u>2,239,095</u>
8	Creditors: amounts falling due within one year	2014	2013
		£	£
	Trade creditors	23,955	10,194
	Amounts owed to subsidiary undertakings	25,000	-
	Corporation tax	135,635	59,429
	Other taxes and social security costs	-	3,523
	Directors' current accounts	-	1,075
	Accruals and deferred income	10,600	72,220
		<u>195,190</u>	<u>146,441</u>
9	Creditors: amounts falling due after more than one year	2014	2013
		£	£
	Other loans	<u>3,443,201</u>	<u>1,004,500</u>
	Analysis of loans		
	Wholly repayable within five years	<u>3,443,201</u>	<u>1,004,500</u>
		<u>3,443,201</u>	<u>1,004,500</u>
	Loan maturity analysis		
	In more than one year but not more than two years	<u>3,443,201</u>	<u>1,004,500</u>

ALPHA BRIDGING SOLUTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

10	Share capital	2014 £	2013 £
	Allotted, called up and fully paid		
	10,500,000 Ordinary 'A' shares of 0.0001p each	1,050	1,050
	4,525,000 Ordinary 'B' shares of 0.0001p each	452	450
		<u>1,502</u>	<u>1,500</u>

During the year, 25,000 'B' Ordinary shares of 0.0001p each were subscribed, issued and fully paid.

11	Statement of movements on reserves	Share premium account £	Profit and loss account £
	Balance at 1 January 2014	1,021,396	292,110
	Profit for the year	-	490,272
	Premium on shares issued during the year	49,998	-
	Balance at 31 December 2014	<u>1,071,394</u>	<u>782,382</u>

12	Reconciliation of movements in shareholders' funds	2014 £	2013 £
	Profit for the financial year	490,272	249,453
	Proceeds from issue of shares	50,000	825,176
	Net addition to shareholders' funds	<u>540,272</u>	<u>1,074,629</u>
	Opening shareholders' funds	1,315,006	240,377
	Closing shareholders' funds	<u>1,855,278</u>	<u>1,315,006</u>

13 Financial commitments

At 31 December 2014 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 December 2015:

	Other 2014 £	2013 £
Operating leases which expire:		
Within one year	<u>139,200</u>	<u>79,200</u>

ALPHA BRIDGING SOLUTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2014

14 Directors' remuneration	2014	2013
	£	£
Remuneration for qualifying services	52,000	14,517
	<u> </u>	<u> </u>
15 Reconciliation of operating profit to net cash inflow from operating activities	2014	2013
	£	£
Operating profit	824,841	348,576
Depreciation of tangible assets	4,841	4,492
Increase in debtors	(2,538,735)	(1,817,420)
(Decrease)/Increase in creditors within one year	(27,457)	79,306
Net cash outflow from operating activities	(1,736,510)	(1,385,046)
	<u> </u>	<u> </u>

16 Analysis of net debt	1 January 2014	Cash flow	Other non-cash changes	31 December 2014
	£	£	£	£
Net cash:				
Cash at bank and in hand	213,436	440,926	-	654,362
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Debt:				
Debts falling due after one year	(1,004,500)	(2,438,701)	-	(3,443,201)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net debt	(791,064)	(1,997,775)	-	(2,788,839)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

17 Reconciliation of net cash flow to movement in net debt	2014	2013
	£	£
Increase in cash in the year	440,926	196,529
Cash inflow from increase in debt	(2,438,701)	(824,500)
	<u> </u>	<u> </u>
Movement in net debt in the year	(1,997,775)	(627,971)
Opening net debt	(791,064)	(163,093)
	<u> </u>	<u> </u>
Closing net debt	(2,788,839)	(791,064)
	<u> </u>	<u> </u>

18 Related party relationships and transactions

During the year the company paid consultancy fees to the following directors; W Booth £17,650 (2013: £4,000), K Hillen £17,500 (2013: £4,500).