

## THE LONDON GOLD MARKET FIXING LIMITED



### Directors' Report And Financial Statements

For the year ended 31 March 2011

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# THE LONDON GOLD MARKET FIXING LIMITED

## COMPANY INFORMATION

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### Directors

Jeremy Charles  
François Combes  
Matthew Keen  
Simon Weeks  
Martyn Whitehead (became main director 03 January 2011)  
Steven Lowe (alternate director to Simon Weeks)  
David Rose (alternate director to Jeremy Charles)  
James Vorley (alternate director to Matthew Keen)  
Vincent Domien (alternate director to François Combes)  
Jonathan Spall (alternate director to Martyn Whitehead)  
(appointed 03 January 2011)

### Secretary

Hackwood Secretaries Limited

### Company number

02891916

### Registered office

One Silk Street  
London  
EC2Y 8HQ

### Auditors

Kingston Smith LLP  
Devonshire House  
60 Goswell Road  
London  
EC1M 7AD

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# THE LONDON GOLD MARKET FIXING LIMITED

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# THE LONDON GOLD MARKET FIXING LIMITED

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2011

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The directors present their report and financial statements for the year ended 31 March 2011

### **Principal activities**

The principal activity of the company continued to be that of the promotion, administration and conduct of the London Gold Market Fixings

### **Directors**

The following directors have held office since 1 April 2010

Jeremy Charles

François Combes

Benoit de Vitry (Resigned 3 January 2011)

Matthew Keen

Simon Weeks

Martyn Whitehead (became main director 03 January 2011)

Steven Lowe (alternate director to Simon Weeks)

David Rose (alternate director to Jeremy Charles)

James Vorley (alternate director to Matthew Keen)

Vincent Domien (alternate director to François Combes)

Jonathan Spall (alternate director to Martyn Whitehead) (appointed 03 January 2011)

None of the directors who held office at the end of the financial year had any disclosable interest in the company

### **Auditors**

The auditors, Kingston Smith LLP, are deemed to be reappointed under section 487(2) of the Companies Act 2006

# THE LONDON GOLD MARKET FIXING LIMITED

## DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

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### **Directors' responsibilities**

The directors are responsible for preparing the 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 auditor**

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.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

On behalf of the board



Director (M. WHITEHEAD)

Date 18-7-11

# THE LONDON GOLD MARKET FIXING LIMITED

## INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE LONDON GOLD MARKET FIXING LIMITED

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We have audited the financial statements of The London Gold Market Fixing Limited for the year ended 31 March 2011 set out on pages 5 to 9. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 for no purpose other than to draw to the attention of the company's members those matters which we are required to include in an auditors' report addressed to them. 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 1 - 2, 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.

### **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 March 2011 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

# THE LONDON GOLD MARKET FIXING LIMITED

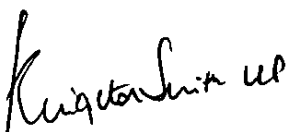
## INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE MEMBERS OF THE LONDON GOLD MARKET FIXING LIMITED

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### **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 and take advantage of the small companies' exemption in preparing the directors' report



**Jonathan Sutcliffe (Senior Statutory Auditor)**  
for and on behalf of Kingston Smith LLP

22 July 2011

**Chartered Accountants**  
**Statutory Auditor**

Devonshire House  
60 Goswell Road  
London  
EC1M 7AD

# THE LONDON GOLD MARKET FIXING LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2011

	Notes	2011 £	2010 £
Turnover		25,000	-
Administrative expenses		(19,357)	(10,543)
<b>Profit/(loss) on ordinary activities before taxation</b>	<b>2</b>	<b>5,643</b>	<b>(10,543)</b>
Tax on profit/(loss) on ordinary activities	<b>3</b>	-	-
<b>Profit/(loss) for the year</b>	<b>7</b>	<b>5,643</b>	<b>(10,543)</b>



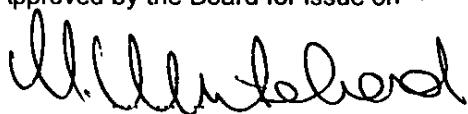
# THE LONDON GOLD MARKET FIXING LIMITED

## BALANCE SHEET AS AT 31 MARCH 2011

	Notes	2011 £	£	2010 £	£
<b>Fixed assets</b>					
Investments	4		3		3
<b>Current assets</b>					
Debtors	5	30,556		556	
Cash at bank and in hand		17,755		17,257	
		48,311		17,813	
<b>Creditors: amounts falling due within one year</b>	6	(34,740)		(9,885)	
<b>Net current assets</b>			13,571		7,928
<b>Total assets less current liabilities</b>			13,574		7,931
<b>Capital and reserves</b>					
Profit and loss account	7		13,574		7,931
<b>Shareholders' funds</b>			13,574		7,931

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Approved by the Board for issue on 18<sup>TH</sup> JULY 2011



Director (M. WHITEHEAD)

Company Registration No. 02891916

# THE LONDON GOLD MARKET FIXING LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2011

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### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

#### 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 Investments

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

#### 1.5 Revenue recognition

Membership income is included in the financial statements on an accruals basis

### 2 Operating profit/(loss)

	2011	2010
	£	£
Operating profit/(loss) is stated after charging		
Auditors' remuneration	3,398	3,171

### 3 Taxation

	2011	2010
	£	£
U K corporation tax	-	-

The company has estimated losses of £ 32,000 (2010 - £ 38,000) available for carry forward against future trading profits

# THE LONDON GOLD MARKET FIXING LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

### 4 Fixed asset investments

	Shares in group undertakings and participating interests £
<b>Cost</b>	
At 1 April 2010 & at 31 March 2011	3
<b>Net book value</b>	
At 31 March 2011	3
At 31 March 2010	3

At 31 March 2011 the Company owned the whole of the issued share capital of The London Gold Futures Market Limited and the whole of the issued share capital of The London Gold Market Limited, dormant companies registered in England and Wales. The London Gold Futures Market Limited had net assets of £2 financed by issued and fully paid up ordinary share capital of £2 at 31 March 2011. The London Gold Market Limited had net assets of £1 financed by issued and fully paid up ordinary share capital of £1 at 31 March 2011.

5 Debtors	2011 £	2010 £
Other debtors	30,556	556
6 Creditors: amounts falling due within one year	2011 £	2010 £
Other creditors	34,740	9,885

# THE LONDON GOLD MARKET FIXING LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

### 7 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 April 2010	7,931
Profit for the year	5,643
Balance at 31 March 2011	<u>13,574</u>

### 8 Control

The company is limited by guarantee and as such has no share capital. The liability of the members is limited to £10 each.

### 9 Related party relationships and transactions

The following were members of The London Gold Market Fixing Limited during the financial year:

Deutsche Bank AG

Barclays Bank Plc

HSBC Bank USA

The Bank of Nova Scotia

Societe Generale

The company's membership income is derived from the members in equal shares.

# **THE LONDON GOLD MARKET FIXING LIMITED**

**Management Information**

**For the year ended 31 March 2011**

# THE LONDON GOLD MARKET FIXING LIMITED

## DETAILED TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2011

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	2011	2010
	£	£
<b>Turnover</b>		
Membership Income	25,000	-
<b>Administrative expenses</b>	(19,357)	(10,543)
<b>Operating profit/(loss)</b>	<u>5,643</u>	<u>(10,543)</u>

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# THE LONDON GOLD MARKET FIXING LIMITED

## SCHEDULE OF ADMINISTRATIVE EXPENSES FOR THE YEAR ENDED 31 MARCH 2011

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	2011	2010
	£	£
<b>Administrative expenses</b>		
Conferencing charges	1,198	4,412
Website costs	88	271
Legal and professional fees	14,628	2,653
Audit fees	3,398	3,171
Bank charges	45	36
	<hr/>	<hr/>
	19,357	10,543
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