

Company Registration No 02552785 (England and Wales)

ASSET AND COMMERCIAL FINANCE LIMITED
DIRECTORS' REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2012

TUESDAY



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12/03/2013
COMPANIES HOUSE

ASSET AND COMMERCIAL FINANCE LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 OCTOBER 2012

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

Principal activities

The principal activity of the company continued to be that of finance broker and dealer in second hand equipment

Directors

The following directors have held office since 1 November 2011

M W Rees

I C Hosegood

Statement of 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.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board



M W Rees

Director

25 February 2013

ASSET AND COMMERCIAL FINANCE LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 OCTOBER 2012

	Notes	2012 £	2011 £
Turnover		337,420	305,033
Cost of sales		(307,537)	(266,482)
Gross profit		<u>29,883</u>	<u>38,551</u>
Administrative expenses		(28,995)	(29,651)
Profit on ordinary activities before taxation	2	<u>888</u>	<u>8,900</u>
Tax on profit on ordinary activities	3	-	-
Profit for the year	9	<u><u>888</u></u>	<u><u>8,900</u></u>

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

ASSET AND COMMERCIAL FINANCE LIMITED

BALANCE SHEET

AS AT 31 OCTOBER 2012

	Notes	2012 £	£	2011 £	£
Fixed assets					
Tangible assets	4		2,679		2,165
Current assets					
Debtors	5	5,919		9,444	
Cash at bank and in hand		4,989		11,352	
		<u>10,908</u>		<u>20,796</u>	
Creditors amounts falling due within one year	6	<u>(10,925)</u>		<u>(21,187)</u>	
Net current liabilities			(17)		(391)
Total assets less current liabilities			<u>2,662</u>		<u>1,774</u>
Capital and reserves					
Called up share capital	8	10,000		10,000	
Profit and loss account	9	(7,338)		(8,226)	
Shareholders' funds	10	<u>2,662</u>		<u>1,774</u>	

For the financial year ended 31 October 2012 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies


Directors' responsibilities

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476,
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime

Approved by the Board and authorised for issue on

25 February 2013


I.C. Hosegood
Director

Company Registration No. 02552785

ASSET AND COMMERCIAL FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2012

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 15% on cost

1.5 Leasing

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

1.6 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable

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 Operating profit

	2012	2011
	£	£
Operating profit is stated after charging		
Depreciation of tangible assets	899	810
Operating lease rentals	10,850	8,250
Directors' remuneration	-	1,600
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The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 2 (2011 - 2)

ASSET AND COMMERCIAL FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2012

3	Taxation	2012 £	2011 £
	Domestic current year tax	-	-
	Current tax charge	-	-
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	888	8,900
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 0.00% (2011 - 0.00%)	-	-
	Current tax charge	-	-

A Deferred Tax asset of approximately £4,700 (2011 £4,900) has not been recognised in these accounts, as there is insufficient evidence that it will be recoverable. The asset would be recoverable, were the company to achieve a sustained period of sufficient trading profitability.

4	Tangible fixed assets	Plant and machinery etc £
	Cost	
	At 1 November 2011	25,335
	Additions	1,413
	At 31 October 2012	26,748
	Depreciation	
	At 1 November 2011	23,170
	Charge for the year	899
	At 31 October 2012	24,069
	Net book value	
	At 31 October 2012	2,679
	At 31 October 2011	2,165

ASSET AND COMMERCIAL FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2012

5 Debtors	2012	2011
	£	£
Trade debtors	5,589	9,113
Other debtors	330	331
	<u>5,919</u>	<u>9,444</u>
6 Creditors amounts falling due within one year	2012	2011
	£	£
Trade creditors	7,088	18,148
Taxation and social security	2,276	1,477
Other creditors	1,561	1,562
	<u>10,925</u>	<u>21,187</u>
7 Pension and other post-retirement benefit commitments		
Defined contribution		
	2012	2011
	£	£
Contributions payable by the company for the year	-	1,600
	<u>-</u>	<u>1,600</u>
8 Share capital	2012	2011
	£	£
Allotted, called up and fully paid		
10,000 Ordinary shares of £1 each	10,000	10,000
	<u>10,000</u>	<u>10,000</u>

ASSET AND COMMERCIAL FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2012

9 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 November 2011	(8,226)
Profit for the year	888
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Balance at 31 October 2012	(7,338)
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10 Reconciliation of movements in shareholders' funds

	2012 £	2011 £
Profit for the financial year	888	8,900
Opening shareholders' funds	1,774	(7,126)
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Closing shareholders' funds	2,662	1,774
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11 Financial commitments

At 31 October 2012 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 October 2013

	Land and buildings	
	2012	2011
	£	£
Operating leases which expire In over five years	10,350	10,350
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12 Control

The company is controlled by the directors

ASSET AND COMMERCIAL FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2012

13 Related party relationships and transactions

Loans to directors

Transactions in relation to loans with directors during the year are outlined in the table below

Description	% Rate	Opening Balance £	Amounts Advanced £	Interest Charged £	Amounts Repaid £	Closing Balance £
I C Hosegood - cash loan	-	331	-	-	-	331
		<u>331</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>331</u>

Other transactions

At 31 October 2012, the company owed M W Rees £462 (2011 £462)

The company rents premises from M W Rees and I C Hosegood, on normal commercial terms, for which rent of £10,850 (2011 £8,250) was paid during the year

The company trades with Avon Finance, a business in which M W Rees is a partner and Automotive Commercial Funding, a business of which I C Hosegood is the proprietor. Transactions between the company and these businesses during the year, which were on normal commercial terms, were

	2012 £	2011 £
Purchases from Avon Finance	22,406	18,350
Purchases from Automotive Commercial Funding	45,182	48,890
Sales to Avon Finance	-	24,360
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