

Companies House

WESSEX INSURANCE FUNDING LIMITED
FINANCIAL STATEMENTS
31 DECEMBER 2014

WEDNESDAY



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COMPANIES HOUSE

WESSEX INSURANCE FUNDING LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2014

CONTENTS	PAGE
Officers and professional advisers	1
Directors' report	2
Statement of directors' responsibilities	3
Independent auditor's report to the shareholders	4
Profit and loss account	6
Balance sheet	7
Notes to the financial statements	8

WESSEX INSURANCE FUNDING LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

K R Spencer
K J Barber
G Humphreys

Company secretary

C J Payne

Registered office

45 Westerham Road
Bessels Green
Sevenoaks
Kent
TN13 2QB

Auditor

Baker Tilly UK Audit LLP
Chartered Accountants
& Statutory Auditor
Hanover House
18 Mount Ephraim Road
Tunbridge Wells
Kent
TN1 1ED

Bankers

National Westminster Bank Plc
27 South Street
Worthing
West Sussex
BN11 3AR

WESSEX INSURANCE FUNDING LIMITED

DIRECTORS' REPORT

YEAR ENDED 31 DECEMBER 2014

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

PRINCIPAL ACTIVITIES

The company during the year was non trading but holds finance insurance policies on behalf of other group companies.

DIRECTORS

The directors who served the company during the year were as follows:

K R Spencer
K J Barber
G Humphreys

DIRECTORS INDEMNITY INSURANCE

The company has granted an indemnity to one or more of its directors against liability in respect of proceedings brought by third parties, subject to the conditions set out in the Companies Act 2006. Such qualifying third party indemnity provision remains in force as at the date of approving the directors' report.

AUDITOR

Baker Tilly UK Audit LLP is deemed to be re-appointed under section 487(2) of the Companies Act 2006.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITOR

Each of the persons who is a director at the date of approval of this report confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- each director has taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Registered office:
45 Westerham Road
Bessels Green
Sevenoaks
Kent
TN13 2QB

Signed on behalf of the directors



K J Barber

Director

Approved by the directors on 30 September 2015

WESSEX INSURANCE FUNDING LIMITED
STATEMENT OF DIRECTORS' RESPONSIBILITIES
YEAR ENDED 31 DECEMBER 2014

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 year.

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.

WESSEX INSURANCE FUNDING LIMITED
INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF
WESSEX INSURANCE FUNDING LIMITED
YEAR ENDED 31 DECEMBER 2014

We have audited the financial statements on pages 6 to 11. 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 auditor's 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 auditor

As more fully explained in the Directors' Responsibilities Statement set out on page 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 (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at <http://www.frc.org.uk/auditscopeukprivate>

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 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.

WESSEX INSURANCE FUNDING LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF WESSEX INSURANCE FUNDING LIMITED *(continued)*

YEAR ENDED 31 DECEMBER 2014

EMPHASIS OF MATTER

Financial statements not prepared on the going concern basis

In forming our opinion of the financial statements, which is not modified, we have considered the adequacy of the disclosure made in the accounting policies on page 8 of these financial statements, concerning the basis of preparation of the financial statements and the company's ability to continue as a going concern.

As disclosed on pages 6 and 7 the company made a loss of £23,126 in the year ended 31 December 2014 and had net liabilities of £1,148,514. As a result of these conditions, along with other matters explained in the accounting policies on page 8, the financial statements have been prepared on a basis other than the going concern basis.

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.

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 take advantage of the small companies exemption from the requirement to prepare a strategic report or in preparing the directors' report.

Baker Tilly UK Audit LLP

GARY PURDY (Senior Statutory Auditor)

For and on behalf of BAKER TILLY UK AUDIT LLP, Statutory Auditor

Chartered Accountants

Hanover House

18 Mount Ephraim Road

Tunbridge Wells, Kent

TN1 1ED

Date

30 September 2015

WESSEX INSURANCE FUNDING LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 DECEMBER 2014

	Note	2014 £	2013 £
TURNOVER		-	168,135
Cost of sales		<u>5,030</u>	<u>188,785</u>
GROSS LOSS		(5,030)	(20,650)
Administrative expenses		18,096	189,195
Loss on disposal of fixed assets		-	49,251
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(23,126)	(259,096)
Tax on loss on ordinary activities	5	-	-
LOSS FOR THE FINANCIAL YEAR		<u>(23,126)</u>	<u>(259,096)</u>

All of the activities of the company are classed as discontinued.

The company has no recognised gains or losses other than the results for the year as set out above.

The notes on pages 8 to 11 form part of these financial statements.

WESSEX INSURANCE FUNDING LIMITED

BALANCE SHEET

31 DECEMBER 2014

	Note	2014 £	£	2013 £
CURRENT ASSETS				
Debtors	6	4,244,760		39,885,034
Cash at bank		—		51
		<u>4,244,760</u>		<u>39,885,085</u>
CREDITORS: Amounts falling due within one year	7	<u>5,393,274</u>		<u>41,010,473</u>
NET CURRENT LIABILITIES			<u>(1,148,514)</u>	<u>(1,125,388)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(1,148,514)</u>	<u>(1,125,388)</u>
CAPITAL AND RESERVES				
Called-up equity share capital	10		1	1
Profit and loss account	11		<u>(1,148,515)</u>	<u>(1,125,389)</u>
DEFICIT	12		<u>(1,148,514)</u>	<u>(1,125,388)</u>

These accounts were approved by the directors and authorised for issue on 30 September 2015, and are signed on their behalf by:



K J Barber
Director

Company Registration Number: 05127397

The notes on pages 8 to 11 form part of these financial statements.

WESSEX INSURANCE FUNDING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2014

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with applicable UK accounting standards.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is wholly owned and its parent company publishes a consolidated cashflow statement.

Turnover

Turnover for the prior year in the profit and loss account represents finance charge income earned over the period of the underlying loan agreements made principally in connection with insurance policies and pawnbroking, and income from the retail of gold, watches and precious stones. Turnover was derived wholly in the United Kingdom.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either *financial assets*, *financial liabilities* or *equity instruments*. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Going concern

The company meets its day to day working capital requirements through support from other group companies. As at 31 December 2014, the company had net liabilities of £1,148,514 and made a loss for the year of £23,126.

During the prior year, the board of directors made the decision to close the remaining two outlets and hence the company has ceased to trade. Therefore the accounts have not been prepared on a going concern basis.

No adjustment is considered necessary for this year despite being accounts being prepared on a break up basis. During the year ended 31 December 2012, the accounts reflected an adjustment of £21,663 to the carrying value of fixed assets. The remaining fixed assets were disposed of during the year ended 31 December 2013.

WESSEX INSURANCE FUNDING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2014

2. TURNOVER

The turnover and loss before tax are attributable to the one principal activity of the company.

An analysis of turnover is given below:

	2014	2013
	£	£
United Kingdom	<u>-</u>	<u>168,135</u>

3. OPERATING LOSS

Operating loss is stated after charging:

	2014	2013
	£	£
Depreciation of owned fixed assets	-	43,419
Auditor's fees - as auditor	6,000	10,000
- taxation services	3,511	1,125
Operating lease costs:		
- Land and buildings	<u>-</u>	<u>31,353</u>

4. PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to:

	2014	2013
	No	No
Number of retail staff	<u>-</u>	<u>3</u>

The aggregate payroll costs of the above were:

	2014	2013
	£	£
Wages and salaries	-	52,183
Social security costs	-	4,266
	<u>-</u>	<u>56,449</u>

No directors received any remuneration from the company during the year (2013: Nil)

WESSEX INSURANCE FUNDING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2014

5. TAXATION ON LOSS ON ORDINARY ACTIVITIES

Factors affecting current tax charge

	2014 £	2013 £
Loss on ordinary activities before taxation	<u>(23,126)</u>	<u>(259,096)</u>
Loss on ordinary activities by rate of tax	(4,971)	(60,231)
Expenses not deductible for tax purposes	-	166
Capital allowances for period in excess of depreciation	-	(14,030)
Group relief surrendered	4,971	72,932
Other short term timing differences	-	1,163
Total current tax	<u>-</u>	<u>-</u>

6. DEBTORS

	2014 £	2013 £
Trade debtors	4,227,154	1,961,165
Amounts owed by group undertakings	15,547	37,907,499
VAT recoverable	321	4,765
Other debtors	1,738	11,605
	<u>4,244,760</u>	<u>39,885,034</u>

7. CREDITORS: Amounts falling due within one year

	2014 £	2013 £
Trade creditors	1,115	25,473
Amounts owed to group undertakings	4,273,393	40,815,221
Other creditors	1,108,247	159,673
Accruals and deferred income	10,519	10,106
	<u>5,393,274</u>	<u>41,010,473</u>

The bank hold a debenture dated 12 November 2007 for all company liabilities to National Westminster Bank Plc of any kind and in any currency (whether present or future actual or contingent and whether incurred alone or jointly with another) including charges, commission, interest, costs and expenses.

There is also an intercompany guarantee with Markerstudy Holdings Limited and Insurance Factory Limited dated 1 October 2007.

WESSEX INSURANCE FUNDING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2014

8. RELATED PARTY TRANSACTIONS

During the year rent and service charges amounting to £Nil (2013: £(1,119)) was refunded to Integra Property Management UK Limited. Integra Property Management Limited is a subsidiary of SQIB Limited. K R Spencer, G Humphreys and K J Barber are directors and shareholders of SQIB Limited.

Included in other debtors as at 31 December 2014 was the balance due of £Nil (2013: £125) from QDOS Limited. QDOS Limited is also a subsidiary of SQIB Limited.

During the year Wessex Insurance Funding Limited collected £121,271 (2013: £162,704) on behalf of Salomons UK Limited. Wessex Insurance Funding Limited also incurred expenditure of £3,589 (2013: £3,031) on behalf of Salomons UK Limited which was recharged during the year. Included within other debtors as at 31 December 2014 was a balance of £718 (2013: creditor £159,673) due to Salomons UK Limited. Salomons UK Limited is also a subsidiary of SQIB Limited.

The company has taken advantage of the exemptions available under Financial Reporting Standard 8 from the requirement to make disclosures concerning transactions with fellow group companies.

9. ULTIMATE PARENT COMPANY

The ultimate parent company is Markerstudy Holdings Limited, a company registered in Gibraltar. Copies of the immediate parent company's consolidated financial statements may be obtained from 846-848 Europort, Gibraltar. Markerstudy Holdings Limited is controlled by Mr K Spencer.

10. SHARE CAPITAL

Allotted, called up and fully paid:

	2014		2013	
	No	£	No	£
Ordinary shares of £1 each	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>

11. PROFIT AND LOSS ACCOUNT

	2014	2013
	£	£
Balance brought forward	(1,125,389)	(866,293)
Loss for the financial year	<u>(23,126)</u>	<u>(259,096)</u>
Balance carried forward	<u>(1,148,515)</u>	<u>(1,125,389)</u>

12. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2014	2013
	£	£
Loss for the financial year	(23,126)	(259,096)
Opening shareholders' deficit	<u>(1,125,388)</u>	<u>(866,292)</u>
Closing shareholders' deficit	<u>(1,148,514)</u>	<u>(1,125,388)</u>