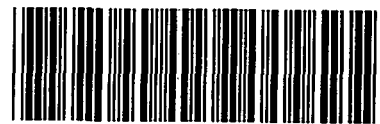

PAUL SECURITIES LIMITED

**ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 JULY 2013**

THURSDAY



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A37

10/04/2014

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COMPANIES HOUSE

PAUL SECURITIES LIMITED

**INDEPENDENT AUDITORS' REPORT TO PAUL SECURITIES LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages 4 to 7, together with the financial statements of Paul Securities Limited for the year ended 31 July 2013 prepared under section 396 of the Companies Act 2006.

This report is made solely to the company in accordance with section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

OPINION ON FINANCIAL STATEMENTS

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 444(3) of the Companies Act 2006, and the abbreviated accounts on pages 4 to 7 have been properly prepared in accordance with the regulations made under that section.

OTHER INFORMATION

On 31/4/14 we reported as auditors to the shareholders of the company on the financial statements prepared under section 396 of the Companies Act 2006 and our audit report was as follows:

We have audited the financial statements of Paul Securities Limited for the year ended 31 July 2013, set out on pages 5 to 12. 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 shareholders, as a body, 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 shareholders 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 shareholders 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 Statement of directors' responsibilities, 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.

PAUL SECURITIES LIMITED

**INDEPENDENT AUDITORS' REPORT TO PAUL SECURITIES LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006**

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 Directors' report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

QUALIFIED OPINION ON FINANCIAL STATEMENTS - ACCOUNTING TREATMENT OF INVESTMENT PROPERTIES

BASIS FOR QUALIFIED OPINION ON FINANCIAL STATEMENTS

The investment properties included within the financial statements are valued at cost. In our opinion, these investment properties should be included in the financial statements at their open market value in accordance with the requirements of the Financial Reporting Standard for Smaller Entities (effective April 2008), which overall would be more than cost. Were the properties to be revalued to their open market value, the impact on the financial statements would be an increase to the balance sheet by the market value uplift, and a corresponding increase to shareholders' funds, by carrying the uplift within a revaluation reserve.

We have been unable to obtain sufficient independent information to enable us to properly quantify the effects of this non-compliance on these financial statements.

QUALIFIED OPINION ON FINANCIAL STATEMENTS

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 July 2013 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.

PAUL SECURITIES LIMITED

INDEPENDENT AUDITORS' REPORT TO PAUL SECURITIES LIMITED
UNDER SECTION 449 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 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 prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Directors' report.



Myfanwy Neville ACA (Senior Statutory Auditor)

for and on behalf of

Berg Kaprow Lewis LLP

Chartered Accountants

Statutory Auditors

London

Date: 3/4/14

PAUL SECURITIES LIMITED
REGISTERED NUMBER: 00721692

ABBREVIATED BALANCE SHEET
AS AT 31 JULY 2013

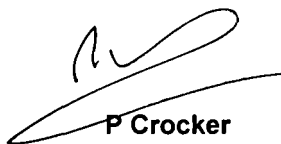
| | Note | £ | 2013 £ | £ | 2012 £ |
|--|------|------------------|--------------------|--------------------|--------------------|
| FIXED ASSETS | | | | | |
| Investment property | 3 | | 2,162,685 | | 2,162,585 |
| Investments | 2 | | 14,373 | | 14,373 |
| | | | <u>2,177,058</u> | | <u>2,176,958</u> |
| CURRENT ASSETS | | | | | |
| Debtors | 4 | 2,683,547 | | 2,090,696 | |
| Cash at bank | | 838,452 | | 213,878 | |
| | | <u>3,521,999</u> | | <u>2,304,574</u> | |
| CREDITORS: amounts falling due within one year | | | <u>(1,364,702)</u> | <u>(1,210,302)</u> | |
| NET CURRENT ASSETS | | | <u>2,157,297</u> | | <u>1,094,272</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>4,334,355</u> | | <u>3,271,230</u> |
| CREDITORS: amounts falling due after more than one year | 5 | | <u>(2,450,000)</u> | | <u>(1,509,162)</u> |
| NET ASSETS | | | <u>1,884,355</u> | | <u>1,762,068</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 6 | | 40 | | 40 |
| Profit and loss account | | | 1,884,315 | | 1,762,028 |
| SHAREHOLDERS' FUNDS | | | <u>1,884,355</u> | | <u>1,762,068</u> |

The abbreviated accounts, which have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006, were approved and authorised for issue by the board and were signed on its behalf on

17th March 2014



D J Crocker
Director



P Crocker
Director

The notes on pages 5 to 7 form part of these financial statements.

PAUL SECURITIES LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 JULY 2013**

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The company is the parent undertaking of a small group and as such is not required by the Companies Act 2006 to prepare group accounts. These financial statements therefore present information about the company as an individual undertaking and not about its group.

1.2 CASH FLOW

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.3 TURNOVER

Turnover comprises rent receivable on investment properties.

Revenue is recognised in the period to which the rental income relates.

1.4 INVESTMENTS

(i) Subsidiary undertakings
Investments in subsidiaries are valued at cost.

(ii) Other investments
Investments held as fixed assets are shown at cost.

1.5 DEFERRED TAXATION

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

PAUL SECURITIES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 JULY 2013

1.6 INVESTMENT PROPERTIES

Investment properties are included in the balance sheet at historic cost.

This treatment is contrary to the requirement of the Financial Reporting Standard for Smaller Entities (effective April 2008) which requires investment properties to be stated at their open market value. In the opinion of the directors the revaluation of investment properties is not practicable.

Further, this is contrary to the requirements Companies Act 2006 which states that fixed assets should be depreciated, In the opinion of the directors, this departure from the Act is necessary in order to give a true and fair view of the financial position of the company.

2. FIXED ASSET INVESTMENTS

| | |
|-----------------------------------|---------------|
| | £ |
| COST | |
| At 1 August 2012 and 31 July 2013 | 14,373 |

SUBSIDIARY UNDERTAKINGS

The following were subsidiary undertakings of the company:

| Name | Business | Registered office |
|---------------|----------|-------------------|
| PSL 1 Limited | Dormant | England & Wales |
| PSL 2 Limited | Dormant | England & Wales |

The aggregate of the share capital and reserves as at 31 July 2013 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

| Name | Aggregate of share capital and reserves £ | Profit/(loss) £ |
|---------------|--|--------------------|
| PSL 1 Limited | 40 | - |
| PSL 2 Limited | 40 | - |

Included within unlisted investments is £14,293 (2012: £14,293) relating to an investment in Dorset Properties Inc., a property investment company registered in the state of New York in the United States of America.

PAUL SECURITIES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 JULY 2013

3. INVESTMENT PROPERTY

COST

At 1 August 2012
Additions at cost

£
2,162,585
100

At 31 July 2013

2,162,685

Investment properties are stated at cost and not as required by the Financial Reporting Standard for Smaller Entities (effective April 2008) at open market value. In the opinion of the directors the portfolio of investment properties has a market value in excess of the amount at which it is included in the financial statements, but do not feel the cost of a professional valuation is justified.

4. DEBTORS

Debtors include £55,999 (2012 - £NIL) falling due after more than one year.

5. CREDITORS:
AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

The bank loan facility of £2,450,000 (2012- £1,509,162) is secured on certain investment properties owned by the company.

6. SHARE CAPITAL

ALLOTTED, CALLED UP AND FULLY PAID

40 Ordinary shares of £1 each

2013
£

2012
£

40

40