

**Automotive Financial Services Limited**  
(registered number: 1682485)

**Report of the directors and financial statements  
for the year ended 31 December 2014**

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# **Automotive Financial Services Limited**

## **Report of the directors for the year ended 31 December 2014 (registered number: 1682485)**

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

### **Principal activities and business review**

The company has not traded during the year.

There remains an outstanding claim for compound interest on VAT recoverable that has not yet been settled by HMR&C.

### **Future developments**

The company will continue to pursue its outstanding claim.

### **Directors**

The directors of the company during the year ended 31 December 2014 and up to the date of signing the financial statements were:

R K Mowatt  
PL. Peters  
M Seal

### **Results and dividend**

The loss for the financial year of £1,000 (2013: loss £2,000) has been transferred to reserves. The directors do not recommend the payment of a dividend in respect of the year ended 31 December 2014 (2013: £nil).

### **Statement of directors' responsibilities**

The directors are responsible for preparing the report of the directors 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 prepared the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). Including for the first time this year, Financial Reporting Standard FRS 102 (FRS 102), the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland. In preparing these financial statements, the directors are required to:

- a) select suitable accounting policies and then apply them consistently;
- b) make judgements and accounting estimates that are reasonable and prudent;
- c) state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- d) notify its shareholders in writing about the use of disclosure exemptions, if any, of FRS 102 used in preparation of financial statements, and
- e) preparation of financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business, in which case there should be supporting assumptions or qualifications as necessary.

# **Automotive Financial Services Limited**

## **Report of the directors for the year ended 31 December 2013 (continued)** **(registered number: 1682485)**

### **Statement of directors' responsibilities (continued)**

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.

Each of the persons who are directors at the time when the report of directors' is approved has conformed that:

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware, and the directors have taken all the steps that ought to have taken as directors in order to make themselves aware of any 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 2006.

On behalf of the board



M Seal  
Director

31<sup>st</sup> March 2015

# Automotive Financial Services Limited

## Statement of comprehensive income for the year ended 31 December 2014

	Notes	2014 £'000	2013 £'000
Net operating expenses		(1)	(2)
<b>Operating loss</b>		<b>(1)</b>	<b>(2)</b>
Tax on loss on ordinary activities	5	-	-
<b>Total comprehensive (loss)/income for the financial year</b>		<b>(1)</b>	<b>(2)</b>

All activities are continuing.

The notes on pages 6 to 9 are an integral part of these financial statements.

There is no difference between the loss on ordinary activities before taxation and the loss for the financial year stated above and their historical cost equivalents.

# Automotive Financial Services Limited

## Balance sheet at 31 December 2014

(registered number: 1682485)

	Notes	2014 £'000	2013 £'000
<b>Current assets</b>			
<b>Debtors:</b> amounts falling due within one year	6	30,976	30,976
Cash at bank and in hand		27	28
		<b>31,003</b>	31,004
<b>Creditors:</b> amounts falling due within one year	7	(39)	(39)
<b>Total assets less current liabilities</b>		<b>30,964</b>	30,965
<b>Capital and reserves</b>			
Called up share capital		25,000	25,000
Retained earnings		5,964	5,965
<b>Total equity</b>		<b>30,964</b>	30,965

### Statement of changes in equity as at 31 December 2014

	Called up share capital £'000	Retained earnings £'000	Total equity £'000
At 1 January 2013	25,000	5,967	30,967
Loss for the financial year	-	(2)	(2)
At 1 January 2014	25,000	5,965	30,965
Loss for the financial year	-	(1)	(1)
<b>Balance at 31 December 2014</b>	<b>25,000</b>	<b>5,964</b>	<b>30,964</b>

For the year ended 31 December 2014 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of the accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

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

The financial statements on pages 3 to 8 were approved by the board of directors on 31 March 2015 and signed on its behalf by:



M Seal

Director

31/3/15

# Automotive Financial Services Limited

## Information on cash flow for the year ended 31 December 2014

### Reconciliation of operating loss to operating cash outflow from operating activities

	2014 £'000	2013 £'000
Operating loss	(1)	(2)
Net cash outflow from operating activities	<u>(1)</u>	<u>(2)</u>

### Cash flow statement for the year ended 31 December 2014

	2014 £'000	2013 £'000
Operating activities		
Net cash outflow from operating activities	<u>(1)</u>	<u>(2)</u>
Cash and cash equivalents at beginning of year	<u>28</u>	<u>30</u>
Cash and cash equivalents at end of year	<u>27</u>	<u>28</u>
Cash and cash equivalents is made up of:		
Cash at hand and in bank	<u>27</u>	<u>28</u>

# Automotive Financial Services Limited

## Notes to the financial statements for the year ended 31 December 2014

### 1 General information

Automotive Financial Services Limited ("the company") is a financial services company.

The company is a private limited company, incorporated in the United Kingdom. The company's registered office is 2<sup>nd</sup> floor, 14 St George Street, London W1S 1FE.

### 2 Statement of compliance

The company's financial statements of Automotive Financial Services Limited are prepared in compliance with United Kingdom Accounting Standards, including Financial Reporting Standard 102, "The financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland" ("FRS 102") and the Companies Act 2006, under the provision of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 (SI 2008/410).

### 3 Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied in all the years presented, unless otherwise stated. The company has adopted FRS 102 in these financial statements. Details of the transition to FRS 102 are disclosed in note 10.

#### Basis of preparation

The financial statements have been prepared in accordance with the Companies Act 2006 and with applicable accounting standards in the United Kingdom under the historical cost convention on the going concern basis. The principal accounting policies, which are set out below, have been applied consistently across the group and any profits or losses on intra group transactions have been eliminated.

The directors believe it appropriate to prepare the financial statements on a going concern basis. The directors have conducted a review of projected cash flows from operations, investing and financing, concluding that the group has sufficient funds to operate its business activities.

The preparation of financial statements in conformity with FRS 102 requires the directors to make judgements, estimates and assumptions that affect the application of policies and the reported amount of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period of the revision and future periods if the revision affects both current and future periods.

#### Taxation

Corporation tax is provided on taxable profits at the standard rate of corporation tax in the United Kingdom of 21.5% (2013: 23.25%).

Deferred tax is accounted for on an undiscounted basis at tax rates enacted or substantially enacted at the balance sheet date on all differences arising from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements. A deferred tax asset is only recognised when it is more likely than not that the asset will be recoverable in the foreseeable future out of suitable taxable profits from which the underlying timing differences can be deducted.

# Automotive Financial Services Limited

## Notes to the financial statements for the year ended 31 December 2014 (continued)

### 4 Directors and employees

No directors received any emoluments during the year in respect of their services to the company (2012: nil).

The company had no employees during the year (2013: none).

### 5 Tax on loss on ordinary activities

The tax assessed for the year is lower (2013: lower) than the standard rate of corporation tax in the United Kingdom of 21.5% (2013: 23.25%)

No deferred tax asset has been recognised in respect of carried forward losses as there is insufficient certainty with respect of future profitability. The unrecognised tax asset in respect of losses amounts to £2,816,000 (2013: £2,816,000)

Current tax reconciliation	2014 £'000	2013 £'000
Loss on ordinary activities before taxation	(1)	(2)
Loss on ordinary activities multiplied by standard rate in the United Kingdom 21.5% (2013: 23.25%)	-	-
Effects of:		
Group relief claimed	-	-
Total current tax for the financial year	-	-

# Automotive Financial Services Limited

## Notes to the financial statements for the year ended 31 December 2014 (continued)

### 6 Debtors: Amounts falling due within one year

	2014	2013
	£'000	£'000
Amounts due from immediate holding company	30,876	30,876
Other debtors	100	100
	<u>30,976</u>	<u>30,976</u>

The loan due from immediate holding company is interest free with no fixed terms for repayment

### 7 Creditors: amounts falling due within one year

	2014	2013
	£'000	£'000
Accruals and deferred income	<u>39</u>	<u>39</u>

### 8 Called up share capital

	2014	2013
	£'000	£'000
<b>Authorised</b>		
50,000,000 (2013: 50,000,000) ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>
<b>Issued and fully paid</b>		
25,000,000 (2013: 25,000,000) ordinary shares of £1 each	<u>25,000</u>	<u>25,000</u>

### 9 Ultimate parent undertaking

The immediate holding company is October Corporation Limited, a company incorporated in Jersey which the directors regard as being ultimately controlled by the Sir David and Sir Frederick Barclay Family Settlements.

October Corporation Limited is the parent undertaking of the largest and smallest group of undertakings to consolidate these accounts as at 31 December 2014. The financial statements of Automotive Financial Services Limited can be obtained by writing to 2<sup>nd</sup> Floor, 14 St George Street, London, W1S 1FE.

# **Automotive Financial Services Limited**

## **Notes to the financial statements for the year ended 31 December 2014 (continued)**

### **10 Transition to FRS 102**

This is the first year that the company has presented its results under FRS 102. The last financial statements under the UK GAAP were for the year ended 31 December 2013. The date of transition to FRS 102 was 1 January 2013. There is no effect on the balance sheet on transition.

#### **Statement of cash flows**

The company's cash flow statement reflects the presentation of FRS 102, which is different to that prepared under FRS 1. In addition the cash flow statement reconciles to cash and cash equivalents whereas under previous UK GAAP the cash flow statement reconciled to cash. Cash and cash equivalents are defined in FRS 102 as 'cash on hand and demand deposits and short term highly liquid investments that are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value' whereas cash is defined in FRS 1 as 'cash in hand and deposits payable on demand with any qualifying institution, less overdrafts from any qualifying institution repayable on demand'.