

REGISTERED NUMBER: 03849705 (England and Wales)

NET AFFINITY LTD
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2017

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2017**

	Page
Company Information	1
Balance Sheet	2 to 3
Notes to the Financial Statements	4 to 7

NET AFFINITY LTD
COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2017

DIRECTOR: Mr M A Cymerman

SECRETARY: Mr M A Cymerman

REGISTERED OFFICE: First Floor
94 Stamford Hill
London
N16 6XS

REGISTERED NUMBER: 03849705 (England and Wales)

ACCOUNTANTS: Sugarwhite Meyer Accountants Ltd
First Floor
94 Stamford Hill
London
N16 6XS

NET AFFINITY LTD (REGISTERED NUMBER: 03849705)

**BALANCE SHEET
30 SEPTEMBER 2017**

	Notes	2017 £	£	2016 £	£
FIXED ASSETS					
Tangible assets	5		450		600
Investment property	6		<u>4,758,130</u>		<u>4,614,010</u>
			4,758,580		4,614,610
CURRENT ASSETS					
Debtors	7	172,000		189,368	
Cash at bank		<u>374,510</u>		<u>198,740</u>	
		546,510		388,108	
CREDITORS					
Amounts falling due within one year	8	<u>3,756,375</u>		<u>3,589,911</u>	
NET CURRENT LIABILITIES			<u>(3,209,865)</u>		<u>(3,201,803)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,548,715		1,412,807
PROVISIONS FOR LIABILITIES	9		<u>2,868</u>		<u>4,386</u>
NET ASSETS			<u>1,545,847</u>		<u>1,408,421</u>
CAPITAL AND RESERVES					
Called up share capital			2		2
Fair value reserve	10		272,132		270,614
Retained earnings			<u>1,273,713</u>		<u>1,137,805</u>
			1,545,847		1,408,421

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2017 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

NET AFFINITY LTD (REGISTERED NUMBER: 03849705)

**BALANCE SHEET - continued
30 SEPTEMBER 2017**

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Profit and Loss Account has not been delivered.

The financial statements were approved by the director on 17 September 2018 and were signed by:

Mr M A Cymerman - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2017**

1. STATUTORY INFORMATION

Net Affinity Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared on the historical cost basis, as modified to include investment properties measured at fair value through profit or loss.

First year adoption of Financial Reporting Standard 102 (FRS 102) Section 1A

These financial statements for the year ended 30 September 2017 are the first that are prepared in accordance with FRS 102 Section 1A. The previous financial statements were prepared in accordance with UK GAAP, the date of transition to FRS 102 Section 1A is 1 October 2015.

Significant judgements and estimates

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. The estimates and underlying assumptions are reviewed on an ongoing basis.

Turnover

Turnover is recognised at the fair value of the consideration receivable in respect of services provided in the normal course of business. The turnover of the company is represented by rents and charges receivable in respect of the company's investment portfolio. Rental income is accounted for on an accruals basis.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 25% on reducing balance
-----------------------	---------------------------

Investment property

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in profit or loss.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and Loss Account, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2017**

3. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was NIL (2016 - NIL).

5. TANGIBLE FIXED ASSETS

	Fixtures and fittings £
COST	
At 1 October 2016	
and 30 September 2017	61,599
DEPRECIATION	
At 1 October 2016	60,999
Charge for year	150
At 30 September 2017	61,149
NET BOOK VALUE	
At 30 September 2017	450
At 30 September 2016	600

6. INVESTMENT PROPERTY

	Total £
FAIR VALUE	
At 1 October 2016	4,614,010
Additions	144,120
At 30 September 2017	4,758,130
NET BOOK VALUE	
At 30 September 2017	4,758,130
At 30 September 2016	4,614,010

The fair value of the investment properties has been arrived at on the basis of a valuation carried out by the company's director who has the experience and expertise required to undertake such an exercise. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties in the same location.

The historical cost of investment properties at 30 September 2017 is £4,483,133.

NET AFFINITY LTD (REGISTERED NUMBER: 03849705)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2017**

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Trade debtors	-	17,368
Other debtors	172,000	172,000
	<u>172,000</u>	<u>189,368</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Taxation and social security	71,886	70,251
Other creditors	3,684,489	3,519,660
	<u>3,756,375</u>	<u>3,589,911</u>

9. PROVISIONS FOR LIABILITIES

	2017	2016
	£	£
Deferred tax	<u>2,868</u>	<u>4,386</u>

	Deferred tax £
Balance at 1 October 2016	4,386
Credit to Income Statement during year	<u>(1,518)</u>
Balance at 30 September 2017	<u>2,868</u>

Deferred tax arises from the revaluation of investment properties.

10. RESERVES

	Fair value reserve £
At 1 October 2016	270,614
Transfer deferred tax from retained earnings	<u>1,518</u>
At 30 September 2017	<u>272,132</u>

11. RELATED PARTY DISCLOSURES

Included in other debtors are amounts aggregating £172,000 (2016: £272,000) due from companies of which the director of this company is also a director.

Included in other creditors are amounts aggregating £47,650 (2016: £1,128,632) due to companies of which the director of this company is also a director.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2017**

12. FIRST YEAR ADOPTION

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1 October 2015.

The following were changes in accounting policies arising from the transition to FRS 102:

Investment properties:

Previously, the company's investment properties were shown at market value, with aggregate surplus or deficit being recorded in the revaluation reserve. Under FRS 102, these properties are shown at fair value, with changes in fair value being recorded in the profit and loss account.

Deferred tax on unrealised investment property gains and losses:

Previously, no deferred tax was recognised on the timing differences between the accounting and tax treatment of the revaluation of the company's investment property. Under FRS 102, deferred tax is recognised on the difference between the cost for tax purposes and the fair value of the company's investment properties, with movements recorded in the profit and loss account.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.