

London Precious Metals Clearing Limited

Annual Report and Financial Statements

For the year ended 31 March 2017

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Company Registration No. 04195299 (England and Wales)

London Precious Metals Clearing Limited

Company Information

Directors	Antony Dean Marco Heil Jane Lloyd Andrew Lovell Paul McKerrell
Alternates to Directors	William Wolfe Christian Kleine Conway Rudd Peter Smith Raj Kumar
Secretary	The London Bullion Market Association
Company number	04195299
Registered office	1-2 Royal Exchange Buildings Royal Exchange London EC3V 3LF
Auditors	Kingston Smith LLP Devonshire House 60 Goswell Road London United Kingdom EC1M 7AD

London Precious Metals Clearing Limited

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London Precious Metals Clearing Limited

Balance Sheet

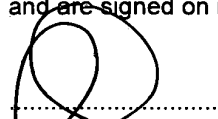
As at 31 March 2017

		2017		2016	
	Notes	£	£	as restated	£
Current assets					
Intangible assets	2	14,320		18,950	
Debtors	3	101,480		45,030	
Cash at bank and in hand		202,046		51,259	
		317,846		115,239	
Creditors: amounts falling due within one year	4	(96,368)		(132,568)	
Net current assets/(liabilities)			221,478		(17,329)
Capital and reserves					
Profit and loss reserves			221,478		(17,329)

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

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

The financial statements were approved by the board of directors and authorised for issue on 06.09.2017 and are signed on its behalf by:


.....
Anthony Dean
Director

Company Registration No. 04195299

London Precious Metals Clearing Limited

Statement of Changes in Equity

For the year ended 31 March 2017

	Notes	Profit and loss reserves £
As restated for the period ended 31 March 2016:		
Balance at 1 April 2015		60,230
Period ended 31 March 2016:		
Loss for the year as previously stated		(62,148)
Prior year adjustment		(15,411)
		<hr/>
Total comprehensive income for the year		(77,559)
		<hr/>
Balance at 31 March 2016		(17,329)
		<hr/>
Period ended 31 March 2017:		
Loss and total comprehensive income for the year		(211,193)
Capital contribution		450,000
		<hr/>
Balance at 31 March 2017		221,478
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London Precious Metals Clearing Limited

Notes to the Financial Statements

For the year ended 31 March 2017

1 Accounting policies

Company information

London Precious Metals Clearing Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is 1-2 Royal Exchange Buildings, Royal Exchange, London, EC3V 3LF.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest pound.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

These financial statements for the year ended 31 March 2017 are the first financial statements of London Precious Metals Clearing Limited prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 April 2015. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102 however computer software with a net book value of £18,960 at 31 March 2016 has been reclassified from tangible to intangible assets.

1.2 Going concern

The company is currently a company limited by guarantee of its members. The intention of the Board is that within the twelve months following the date of these accounts the company will be liquidated and the trade and assets will be transferred to a new company limited by shares which will be owned by the current members. The accounts have therefore been prepared on a non going concern basis. The tangible and intangible assets will continue to be used once the trade and assets of the company are transferred and therefore depreciation and amortisation has continued to be charged during the year. The members have confirmed that they will guarantee sufficient income post year end and in the opinion of the Directors the liquidation, will be a solvent one.

1.3 Turnover

Turnover represents subscription income net of value added tax and has been included in the financial statements on an accruals basis.

1.4 Intangible assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Software	3 years straight line
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London Precious Metals Clearing Limited

Notes to the Financial Statements (Continued)

For the year ended 31 March 2017

1 Accounting policies

(Continued)

1.5 Tangible assets

Tangible assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Computer equipment	3 years straight line
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1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.7 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's statement of financial position when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Impairment of financial assets

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

London Precious Metals Clearing Limited

Notes to the Financial Statements (Continued)

For the year ended 31 March 2017

1 Accounting policies

(Continued)

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Derecognition of financial liabilities

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

1.8 Taxation

Current tax

Under the tax principle of mutuality, corporation tax has not been provided on the trading profits and losses of the company. Corporation tax is only provided on the investment income during the year.

1.9 Prior year adjustment

The results for the year ended 31 March 2016 have been amended to include an additional accrual of £15,411.

2 Intangible assets

	Other £
Cost	
At 1 April 2016	157,850
Additions	5,820
At 31 March 2017	163,670
Amortisation and impairment	
At 1 April 2016	(138,900)
Amortisation charged for the year	(10,450)
At 31 March 2017	(149,350)
Carrying amount	
At 31 March 2017	14,320
At 31 March 2016	18,950

London Precious Metals Clearing Limited

Notes to the Financial Statements (Continued)

For the year ended 31 March 2017

3 Debtors

	2017	2016
	£	£
Amounts falling due within one year:		
Trade debtors	42,696	40,080
Other debtors	58,784	4,950
	<u>101,480</u>	<u>45,030</u>

4 Creditors: amounts falling due within one year

	2017	2016
	£	£
Corporation tax	-	1
Other taxation and social security	-	5,643
Other creditors	96,368	126,924
	<u>96,368</u>	<u>132,568</u>

5 Audit report information

As the income statement has been omitted from the filing copy of the financial statements the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006.

The auditor's report was unqualified.

The senior statutory auditor was Jon Sutcliffe.

The auditor was Kingston Smith LLP.

6 Events after the reporting date

During the year, the Board has commenced a restructuring as a result of which the company, which is currently limited by guarantee, is expected to be placed into liquidation within 12 months of the date of signature of the accounts and simultaneously replaced by a new company limited by shares with the existing members being the shareholders of the new company. The accounts have therefore been prepared on a non-going concern basis, however there has been no amendment made to the carrying values of the assets. These assets will be transferred, with the trade, at book value to a new entity.

After the balance sheet date, on 12 September 2016, Barclays Bank Plc resigned as a member of the company.

London Precious Metals Clearing Limited

Notes to the Financial Statements (Continued)

For the year ended 31 March 2017

7 Related party transactions

The following were members of the London Precious Metals Clearing Limited during the financial year:

The Bank of Nova Scotia
HSBC Bank Plc
J P Morgan Chase Bank N.A.
UBS AG London Branch
Barclays Bank Plc (resigned 12 September 2016)
ICBC Standard Bank Plc (appointed 3 June 2016)

Income wholly related to subscriptions charged to the above members. Membership subscriptions for the year ended 31 March 2017 amounted to £204,100 (2016: £266,100).

London Precious Metals Clearing Limited currently banks with HSBC Bank Plc.

8 Control

The Company is limited by guarantee. The liability of the members is limited to £10 each.