

PROVIDENT YES CAR CREDIT LIMITED
ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2008

(Company Number 04253314)

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PROVIDENT YES CAR CREDIT LIMITED
ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2008

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PROVIDENT YES CAR CREDIT LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2008

The directors present their report and the audited financial statements of the company for the year ended 31 December 2008.

1. Principal activities and review of business

The principal activity of the company is to act as a holding and investment company.

As at 31 December 2008, the company has net liabilities of £75,131,004 (2007: £75,130,684). Due to the company's year end position, the ultimate parent undertaking, Provident Financial plc, has confirmed its continued support for the company. The directors expect that the current trends experienced by the company will continue for the foreseeable future.

2. Results

The profit and loss account for the year is set out on page 5. The sustained loss for the year of £320 (2007: £1,503,894) has been deducted from reserves.

3. Dividends

The directors are unable to recommend the payment of a dividend in respect of the year ended 31 December 2008 (2007: £nil).

4. Directors

The directors of the company at 31 December 2008, all of whom were directors for the whole of the year then ended, were:

KJ Mullen	(Chairman)
EG Versluys	

5. Principal risks and uncertainties and financial risk management

The company participates in the group-wide risk management framework of Provident Financial plc which incorporates financial risk management. Details of the group's risk management framework together with the group's principal risks and uncertainties are set out in the annual report of Provident Financial plc.

6. Key performance indicators (KPIs)

Given the straightforward nature of the business, the company's directors are of the opinion that an analysis using KPIs is not necessary for an understanding of the development, performance or position of the business.

PROVIDENT YES CAR CREDIT LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2008
(CONTINUED)

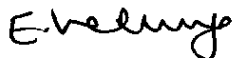
7. Auditor information

As far as each director is aware, there is no relevant audit information of which the company's auditors are unaware. Each director has taken all the steps that they ought to have taken as a director in order to make themselves aware of the relevant audit information and to establish that the company's auditors are aware of that information.

8. Auditors

PricewaterhouseCoopers LLP will continue as auditors for the next financial year.

BY ORDER OF THE BOARD



E G Versluys
Company Secretary
Bradford
23 June 2009

PROVIDENT YES CAR CREDIT LIMITED

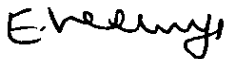
STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year that 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. The directors are required to prepare the financial statements on a going concern basis, unless it is inappropriate to presume that the company will continue in business.

The directors confirm that the most appropriate accounting policies have been used and applied consistently. They also confirm that reasonable and prudent judgements and estimates have been made in preparing the financial statements for the year ended 31 December 2008 and that applicable accounting standards have been followed.

The directors are responsible for keeping proper accounting records that 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 1985. The directors have a general responsibility for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

BY ORDER OF THE BOARD



E G Versluys
Company Secretary
Bradford
23 June 2009

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF

PROVIDENT YES CAR CREDIT LIMITED

We have audited the financial statements of Provident Yes Car Credit Limited for the year ended 31 December 2008 which comprise the profit and loss account, the statement of sustained losses, the balance sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the statement of directors' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland). This report, including the opinion, has been prepared for and only for the company's members as a body in accordance with Section 235 of the Companies Act 1985 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion, the information given in the directors' report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

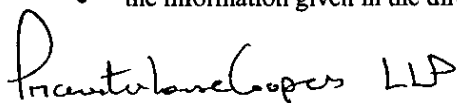
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2008 and of its loss for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the directors' report is consistent with the financial statements.



PricewaterhouseCoopers LLP
Chartered Accountants and Registered Auditors
Leeds
24 June 2009

PROVIDENT YES CAR CREDIT LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2008

	<u>Notes</u>	<u>2008</u> £	<u>2007</u> £
Administrative expenses		(2,200)	(2,100)
OPERATING LOSS		(2,200)	(2,100)
Interest receivable	2	872	765
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	3	(1,328)	(1,335)
Tax credit/(charge) on loss on ordinary activities	6	1,008	(1,502,559)
SUSTAINED LOSS FOR THE YEAR	12	(320)	(1,503,894)

STATEMENT OF SUSTAINED LOSSES

	<u>2008</u> £	<u>2007</u> £
Sustained loss at 1 January	(84,232,684)	(82,728,790)
Sustained loss for the year	(320)	(1,503,894)
Sustained loss at 31 December	(84,233,004)	(84,232,684)

The results shown in the profit and loss account derive wholly from continuing activities.

The company has no recognised gains and losses other than those included in the profit and loss account above and therefore no separate statement of total recognised gains and losses has been presented.

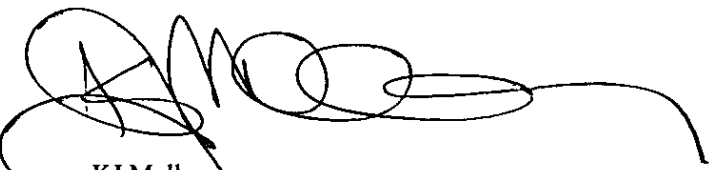
There is no difference between the loss on ordinary activities before taxation and the sustained loss for the year stated above and their historical cost equivalents.

PROVIDENT YES CAR CREDIT LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2008

	<u>Notes</u>	<u>2008</u> £	<u>2007</u> £
FIXED ASSETS			
Investment in subsidiary undertaking	7	-	-
CURRENT ASSETS			
Debtors	8	955	178
Cash at bank and in hand		20,012	20,012
		20,967	20,190
CREDITORS: amounts falling due within one year	9	(75,151,971)	(75,150,874)
NET CURRENT LIABILITIES		(75,131,004)	(75,130,684)
NET LIABILITIES		(75,131,004)	(75,130,684)
CAPITAL AND RESERVES			
Called-up share capital	10	8,000,844	8,000,844
Share premium account	11	1,101,156	1,101,156
Profit and loss account - deficit		(84,233,004)	(84,232,684)
EQUITY SHAREHOLDERS' DEFICIT	12	(75,131,004)	(75,130,684)

The financial statements on pages 5 to 11 were approved by the board of directors on 23 June 2009 and were signed on its behalf by:


KJ Mullen
Director

PROVIDENT YES CAR CREDIT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2008

1. Principal accounting policies

The financial statements are prepared on a going concern basis under the historical cost convention, in accordance with the Companies Act 1985 and applicable accounting standards in the United Kingdom. In accordance with section 228 of the Companies Act 1985, consolidated financial statements are not presented, as the company is a wholly owned subsidiary of Provident Financial plc, a company incorporated in the United Kingdom. A summary of the principal accounting policies applied in preparing the financial statements of the company is set out below:

(a) Cash flow statement

As permitted by FRS 1 (revised), no cash flow statement is presented as the company is a wholly owned subsidiary undertaking of Provident Financial plc and is included in the consolidated financial statements of Provident Financial plc which are publicly available.

(b) Investments in subsidiary undertakings

Investments in subsidiary undertakings are stated in the balance sheet at cost less provisions for impairment in their value.

2. Interest receivable

	<u>2008</u>	<u>2007</u>
	£	£
Interest receivable	872	765
	<hr/>	<hr/>

3. Loss on ordinary activities before taxation

The loss on ordinary activities before taxation is stated after charging:

	<u>2008</u>	<u>2007</u>
	£	£
Services provided by the company's auditor:		
- fees payable for the audit	2,200	2,100
	<hr/>	<hr/>

4. Directors' emoluments

The emoluments of the directors are paid by the ultimate parent company, Provident Financial plc, which makes no recharge to the company (2007: no recharge). The directors of the company are also directors of a number of subsidiary companies and it is not possible to make an accurate apportionment of their services in relation to the company.

Retirement benefits accrue to no directors (2007: no directors) under a defined benefit scheme and to one director (2007: two directors) under a money purchase scheme.

No directors exercised share options over shares of the company's ultimate parent company, Provident Financial plc, in 2007 or 2008.

PROVIDENT YES CAR CREDIT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2008
(CONTINUED)

5. Employee information

The company has no employees (2007: no employees).

6. Tax credit/(charge) on loss on ordinary activities

(a) Analysis of tax credit/(charge) in the year

	<u>2008</u> £	<u>2007</u> £
UK corporation tax credit on loss for the year	378	401
Adjustment in respect of previous years	630	(1,502,960)
	<hr/>	<hr/>
Total current tax credit/(charge) (note 6(b))	1,008	(1,502,559)
	<hr/>	<hr/>

(b) Factors affecting tax credit/(charge) for the year

The tax credit assessed for the year is higher than (2007 charge: higher than) the average standard rate of corporation tax in the UK of 28.5% (2007: 30.0%) as shown below:

	<u>2008</u> £	<u>2007</u> £
Loss on ordinary activities before taxation	(1,328)	(1,335)
	<hr/>	<hr/>
Loss on ordinary activities multiplied by the average standard rate of corporation tax in the UK of 28.5% (2007: 30.0%)	378	401
Effects of:		
Adjustment in respect of prior years	630	(1,502,960)
	<hr/>	<hr/>
Current tax credit/(charge) for the year (note 6(a))	1,008	(1,502,559)
	<hr/>	<hr/>

The adjustment in respect of prior years in 2007 related to the disallowance for tax purposes of interest on intra-group debt on the basis that the company is considered to be thinly capitalised.

PROVIDENT YES CAR CREDIT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2008
(CONTINUED)

7. Investment in subsidiary undertaking

	<u>Investment in shares</u> £
Cost	
At 1 January 2008 and 31 December 2008	67,789,000
Provision	
At 1 January 2008 and 31 December 2008	(67,789,000)
Net book value	<u> </u>
At 31 December 2007 and 31 December 2008	<u> </u> -

The company's subsidiary undertaking, which is incorporated, registered and operates solely in the UK, is as follows:

<u>Name of subsidiary</u>	<u>Principal activity</u>	<u>Class of shares held</u>	<u>Percentage of shares held</u>
Yes Car Credit Limited	Intermediate holding company	Ordinary	99.95%

Following the closure of the Yes Car Credit car retail operations on 14 December 2005, Yes Car Credit Limited made a provision against its investment which resulted in that business having net liabilities. As there are no further trading operations to make good that deficit, the company has made a full provision against the value of its investment in Yes Car Credit Limited.

8. Debtors

	<u>2008</u> £	<u>2007</u> £
Amounts due from fellow subsidiary undertakings	491	90
Other debtors	87	88
Corporation tax	377	-
	<u> </u>	<u> </u>
	955	178

Amounts owed by the fellow subsidiary undertakings are unsecured and have no fixed date of repayment.

PROVIDENT YES CAR CREDIT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2008
(CONTINUED)

9. Creditors: amounts falling due within one year

	<u>2008</u> £	<u>2007</u> £
Corporation tax	-	230
Amounts owed to ultimate parent undertaking	75,151,971	73,648,314
Amounts owed to fellow subsidiary undertakings	-	1,502,330
	<hr/>	<hr/>
	75,151,971	75,150,874
	<hr/>	<hr/>

Amounts owed to the company's ultimate parent undertaking and fellow subsidiary undertakings are unsecured and have no fixed date of repayment. No interest has been charged on loans from the company's ultimate parent on the basis that, had the company and its parent been acting at arms length, these loans would not have been made. The company is considered to have no ability to service or repay such loans.

10. Called-up share capital

	<u>2008</u> £	<u>2007</u> £
Authorised		
55,000,000 (2007: 55,000,000) ordinary shares of £1 each	55,000,000	55,000,000
	<hr/>	<hr/>
Allotted, called-up and fully paid		
8,000,844 (2007: 8,000,844) ordinary shares of £1 each	8,000,844	8,000,844
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11. Share premium account

	<u>2008</u> £
At 1 January and 31 December	1,101,156
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12. Reconciliation of movements in equity shareholders' deficit

	<u>2008</u> £	<u>2007</u> £
Loss for the financial year	(320)	(1,503,894)
Equity shareholders' deficit at 1 January	(75,130,684)	(73,626,790)
	<hr/>	<hr/>
Equity shareholders' deficit at 31 December	(75,131,004)	(75,130,684)
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PROVIDENT YES CAR CREDIT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2008
(CONTINUED)

13. Related party disclosures

As a wholly owned subsidiary, the company has taken advantage of the exemption in FRS 8, 'Related party transactions,' from disclosing related party transactions with other entities included in the consolidated accounts of Provident Financial plc.

There were no other related party transactions.

14. Parent undertaking and controlling party

The immediate parent undertaking is Provident Limited.

The ultimate parent undertaking and controlling party is Provident Financial plc, which is the smallest and largest group to consolidate these financial statements. Copies of that company's consolidated financial statements may be obtained from the Company Secretary, Provident Financial plc, Colonnade, Sunbridge Road, Bradford, BD1 2LQ.