

**REGISTERED NUMBER: 07320958 (England and Wales)**

**Report of the Directors and  
Financial Statements for the Year Ended 30 September 2018  
for  
Property Finance Capital Limited**



**Property Finance Capital Limited**

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for the year ended 30 September 2018**

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**Property Finance Capital Limited**  
**Company Information**  
**for the year ended 30 September 2018**

**DIRECTORS:**

J Rubins  
B L Rubins  
S D Meller  
G P Losi  
M F Robinson

**REGISTERED OFFICE:**

1st Floor  
Health Aid House  
Marlborough Hill  
Harrow  
Middlesex  
HA1 1UD

**REGISTERED NUMBER:**

07320958 (England and Wales)

**AUDITORS:**

Grant Harrod Lerman Davis LLP  
Chartered Accountants  
Statutory Auditors  
1st Floor  
Healthaid House  
Marlborough Hill  
Harrow  
Middlesex  
HA1 1UD

**Property Finance Capital Limited**  
**Report of the Directors**  
**for the year ended 30 September 2018**

The directors present their report with the financial statements of the company for the year ended 30 September 2018.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 October 2017 to the date of this report.

J Rubins  
B L Rubins  
S D Meller  
G P Losi  
M F Robinson

**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 elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**AUDITORS**

The auditors, Grant Harrod Lerman Davis LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

**ON BEHALF OF THE BOARD:**



.....  
S D Meller - Director

Date: .....

22/1/19

**Report of the Independent Auditors to the Members of  
Property Finance Capital Limited**

**Opinion**

We have audited the financial statements of Property Finance Capital Limited (the 'company') for the year ended 30 September 2018 which comprise the Statement of Comprehensive Income, Balance Sheet, Statement of Changes in Equity and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 September 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

**Other information**

The directors are responsible for the other information. The other information comprises the information in the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Opinion on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Directors has been prepared in accordance with applicable legal requirements.

**Report of the Independent Auditors to the Members of  
Property Finance Capital Limited**

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Directors.

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 take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.

**Responsibilities of directors**

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.


**Auditors' responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.

**Use of our report**

This report is made solely to the company's members, as a body, in accordance with 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 members those matters we are required to state to them in a Report of the Auditors 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 members as a body, for our audit work, for this report, or for the opinions we have formed.



R Prajapati (Senior Statutory Auditor)  
for and on behalf of Grant Harrod Lerman Davis LLP  
Chartered Accountants  
Statutory Auditors  
1st Floor  
Healthaid House  
Marlborough Hill  
Harrow  
Middlesex  
HA1 1UD

Date: 22/01/2019.....

**Property Finance Capital Limited**

**Statement of Comprehensive Income  
for the year ended 30 September 2018**

	Notes	2018 £	2017 £
<b>TURNOVER</b>		5,376,066	4,626,185
Cost of sales		<u>5,376,066</u>	<u>4,626,185</u>
<b>GROSS PROFIT</b>		-	-
<b>OPERATING PROFIT and PROFIT BEFORE TAXATION</b>		-	-
Tax on profit	5	<u>-</u>	<u>-</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		-	-
<b>OTHER COMPREHENSIVE INCOME</b>		<u>-</u>	<u>-</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<u><u>-</u></u>	<u><u>-</u></u>

The notes form part of these financial statements

Property Finance Capital Limited (Registered number: 07320958)

Balance Sheet  
30 September 2018

	Notes	2018 £	2017 £
<b>CURRENT ASSETS</b>			
Debtors	6	47,157,366	60,024,506
Cash at bank		684,137	326,186
		<u>47,841,503</u>	<u>60,350,692</u>
<b>CREDITORS</b>			
Amounts falling due within one year	7	47,816,303	60,326,872
		<u>25,200</u>	<u>23,820</u>
<b>NET CURRENT ASSETS</b>			
		<u>25,200</u>	<u>23,820</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
		<u>25,200</u>	<u>23,820</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	9	5,840	5,460
Share premium	10	19,360	18,360
		<u>25,200</u>	<u>23,820</u>
<b>SHAREHOLDERS' FUNDS</b>			

The financial statements were approved by the Board of Directors on 22/11/19 and were signed on its behalf by:



S D Meller - Director



**Property Finance Capital Limited**

**Statement of Changes in Equity  
for the year ended 30 September 2018**

	Called up share capital £	Retained earnings £	Share premium £	Total equity £
<b>Balance at 1 October 2016</b>	5,230	-	16,920	22,150
<b>Changes in equity</b>				
Issue of share capital	230	-	1,440	1,670
<b>Balance at 30 September 2017</b>	<u>5,460</u>	<u>-</u>	<u>18,360</u>	<u>23,820</u>
<b>Changes in equity</b>				
Issue of share capital	380	-	1,000	1,380
<b>Balance at 30 September 2018</b>	<u><u>5,840</u></u>	<u><u>-</u></u>	<u><u>19,360</u></u>	<u><u>25,200</u></u>

The notes form part of these financial statements

## Property Finance Capital Limited

### Notes to the Financial Statements for the year ended 30 September 2018

#### 1. STATUTORY INFORMATION

Property Finance Capital Limited 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. ACCOUNTING POLICIES

##### Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 4 Statement of Financial Position paragraph 4.12(a)(iv);
- the requirements of Section 7 Statement of Cash Flows;
- the requirement of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.41(b), 11.41(c), 11.41(e), 11.41(f), 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c).

##### Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

##### Turnover

Turnover represents fees and interest receivable on secured advances. Fees are recognised as services are provided and interest is recognised as it accrues over the life of advances.

##### Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes party to the contractual provisions of the instrument. Financial instruments are classified according to substance of the contractual arrangements entered into.

#### 3. EMPLOYEES AND DIRECTORS

	2018	2017
	£	£
Wages and salaries	107,000	107,000
Social security costs	13,621	13,642
	<u>120,621</u>	<u>120,642</u>

The average number of employees during the year was as follows:

	2018	2017
Staff salaries	<u>1</u>	<u>1</u>

	2018	2017
	£	£
Directors' remuneration	<u>-</u>	<u>-</u>

#### 4. OPERATING PROFIT

The operating profit in the year for the company was £Nil (2017: £Nil)

**Property Finance Capital Limited**

**Notes to the Financial Statements - continued  
for the year ended 30 September 2018**

**5. TAXATION**

**Analysis of the tax charge**

No liability to UK corporation tax arose for the year ended 30 September 2018 nor for the year ended 30 September 2017.

**6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018	2017
	£	£
Amounts owed by group undertakings	46,967,416	59,834,217
Other debtors	1,740	321
Prepayments and accrued income	188,210	189,968
	<u>47,157,366</u>	<u>60,024,506</u>

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018	2017
	£	£
Participants' loans	46,866,290	59,518,414
Amounts owed to group undertakings	87,283	-
Social security and other taxes	3,572	8,265
Other creditors	670,948	610,225
Accrued expenses	188,210	189,968
	<u>47,816,303</u>	<u>60,326,872</u>

Included within a participants' loans are secured amounts totalling £46,866,290 (2017: £59,518,414). See note 9 for details.

**8. SECURED DEBTS**

The following secured debts are included within creditors:

	2018	2017
	£	£
Participants' loans	46,866,290	59,518,414
	<u>46,866,290</u>	<u>59,518,414</u>

The participants' loans are secured on first and second charges over advances made by Property Finance Nominees (No.3) Limited and Alternative Bridging Corporation (Cheval) Limited, who are fellow subsidiaries of Alternative Bridging Corporation Limited.

**9. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2018	2017
			£	£
1,000	Ordinary A	£1	1,000	1,000
484	Ordinary B	£10	4,840	4,460
			<u>5,840</u>	<u>5,460</u>

**Property Finance Capital Limited**

**Notes to the Financial Statements - continued  
for the year ended 30 September 2018**

**10. RESERVES**

	Retained earnings £	Share premium £	Totals £
At 1 October 2017	-	18,360	18,360
Profit for the year	-		-
Cash share issue	-	1,000	1,000
	<hr/>	<hr/>	<hr/>
At 30 September 2018	-	19,360	19,360
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**11. ULTIMATE PARENT COMPANY**

The ultimate controlling parent is Southern Group Limited by virtue of its controlling shareholding in Alternative Bridging Corporation Limited, the immediate parent company.

**12. RELATED PARTY DISCLOSURES**

The company's working capital is provided by loans from B shareholders.

Included within amounts owed by group undertakings was £1,033,719 (2017: £2,956,100) owed by Alternative Bridging Corporation (Cheval) Limited.

Included within participants' loans are amounts of £84,609 (2017: £128,213) being loans from Grand Oaks Capital Limited, a company controlled by B. L. Rubins.

Included within participants' loans are amounts of £27,270 (2017: £128,190) being loans from LRS Investments LLP, a LLP of which G. P. Losi and M Robinson are members.

Included within shareholder loans are amounts of £Nil (2017: £30,500) being loans from M Robinson, a director of the company.

Included within participants' loans are amounts of £534,221 (2017: £682,010) being loans from London and Counties Flats Ltd, a company which S Sharpe is a director of who is also a director in Alternative Bridging Corporation Limited.