

**REPORT OF THE MEMBERS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013
FOR
ALPHA CAPITAL PARTNERS LLP**



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FOR THE YEAR ENDED 31 DECEMBER 2013

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ALPHA CAPITAL PARTNERS LLP
GENERAL INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2013

DESIGNATED MEMBERS:	A A Ahmed V Ahmed
REGISTERED OFFICE:	12 Christchurch Street London SW3 4AR
REGISTERED NUMBER:	OC324895 (England and Wales)
AUDITORS:	Wilkins Kennedy LLP Statutory Auditor Chartered Accountants Bridge House London Bridge London SE1 9QR

**REPORT OF THE MEMBERS
FOR THE YEAR ENDED 31 DECEMBER 2013**

The members present their report with the financial statements of the LLP for the year ended 31 December 2013.

PRINCIPAL ACTIVITY

The principal activity of the LLP in the year under review was that of providing investment management advice.

REVIEW OF BUSINESS

Income recorded a small decrease, and absolute volumes remained only nominal and well below the LLP's capacity. With yields in the global fixed income markets at historically low levels in 2013, marketing of the LLP's core fixed income products faced strong head winds.

DESIGNATED MEMBERS

The designated members during the year under review were:

A A Ahmed
V Ahmed

RESULTS FOR THE YEAR AND ALLOCATION TO MEMBERS

The loss for the year before members' remuneration and profit shares was £6,288 (2012 - £3,328 loss).

MEMBERS' INTERESTS

All members share in the profits and losses and subscribe to the LLP. Each member's profit share is linked to their capital subscription.

STATEMENT OF MEMBERS' RESPONSIBILITIES

The members are responsible for preparing the Report of the Members and the financial statements in accordance with applicable law and regulations.

Legislation applicable to limited liability partnerships requires the members to prepare financial statements for each financial year. Under that law the members have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under legislation applicable to limited liability partnerships the members 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 LLP and of the profit or loss of the LLP for that period. In preparing these financial statements, the members are required to:

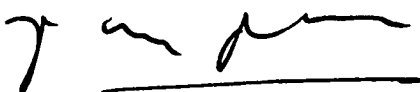
- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the LLP will continue in business.

The members are responsible for keeping adequate accounting records that are sufficient to show and explain the LLP's transactions and disclose with reasonable accuracy at any time the financial position of the LLP and enable them to ensure that the financial statements comply with the Companies Act 2006 as applied to LLPs by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008. They are also responsible for safeguarding the assets of the LLP 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 members are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the LLP's auditors are unaware, and each member has taken all the steps that he ought to have taken as a member in order to make himself aware of any relevant audit information and to establish that the LLP's auditors are aware of that information.

ON BEHALF OF THE MEMBERS:



A A Ahmed - Designated Member

Date: 30 April 2014

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ALPHA CAPITAL PARTNERS LLP**

We have audited the financial statements of Alpha Capital Partners LLP for the year ended 31 December 2013 on pages four to nine. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the LLP's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 as applied to LLPs by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008. Our audit work has been undertaken so that we might state to the LLP'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 LLP and the LLP's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of members and auditors

As explained more fully in the Statement of Members' Responsibilities set out on page two, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the LLP's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the members; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Members to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the LLP's affairs as at 31 December 2013 and of its loss 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 as applied to LLPs by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 as applied to LLPs 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
- we have not received all the information and explanations we require for our audit.



Robin Haslam (Senior Statutory Auditor)
for and on behalf of Wilkins Kennedy LLP
Statutory Auditor
Chartered Accountants
Bridge House
London Bridge
London
SE1 9QR

Date: 30 April 2014

ALPHA CAPITAL PARTNERS LLP (REGISTERED NUMBER: OC324895)

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2013

	Notes	2013 £	2012 £
INCOME		2,476	2,689
Administrative expenses		<u>9,253</u>	<u>6,797</u>
OPERATING LOSS	3	(6,777)	(4,108)
Interest receivable and similar income		<u>489</u>	<u>780</u>
LOSS FOR THE FINANCIAL YEAR BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES AVAILABLE FOR DISCRETIONARY DIVISION AMONG MEMBERS	8	<u>(6,288)</u>	<u>(3,328)</u>

CONTINUING OPERATIONS

None of the LLP's activities were acquired or discontinued during the current year or previous year.

TOTAL RECOGNISED GAINS AND LOSSES


The LLP has no recognised gains or losses other than the losses for the current year or previous year.

ALPHA CAPITAL PARTNERS LLP (REGISTERED NUMBER: OC324895)

BALANCE SHEET
31 DECEMBER 2013

	Notes	2013 £	2012 £
FIXED ASSETS			
Tangible assets	5	301	-
CURRENT ASSETS			
Debtors	6	42,533	33,481
Cash at bank		<u>36,674</u>	<u>39,187</u>
		79,207	72,668
CREDITORS			
Amounts falling due within one year	7	<u>4,000</u>	<u>2,160</u>
NET CURRENT ASSETS		<u>75,207</u>	<u>70,508</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
and			
NET ASSETS ATTRIBUTABLE TO MEMBERS		<u>75,508</u>	<u>70,508</u>
LOANS AND OTHER DEBTS DUE TO MEMBERS		-	-
MEMBERS' OTHER INTERESTS			
Capital accounts	8	<u>75,508</u>	<u>70,508</u>
TOTAL MEMBERS' INTERESTS			
Members' other interests	8	75,508	70,508
Amounts due from members	6	<u>(33,410)</u>	<u>(29,418)</u>
		<u>42,098</u>	<u>41,090</u>

The financial statements were approved by the members of the LLP on 30 APRIL 2014 and were signed by:



A A Ahmed - Designated member

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013**

		2013		2012	
	Notes	£	£	£	£
Net cash outflow from operating activities	1		(9,846)		(1,553)
Returns on investments and servicing of finance	2		489		780
Capital expenditure	2		(452)		-
Transactions with members	2		<u>7,296</u>		<u>612</u>
Decrease in cash in the period			<u>(2,513)</u>		<u>(161)</u>
<hr/>					
Reconciliation of net cash flow to movement in net funds	3				
Decrease in cash in the period		(2,513)		(161)	
Cash inflow from increase in debt		<u>(2,296)</u>		-	
Change in net funds resulting from cash flows			(4,809)		(161)
Non-cash change in loans and other debts due to members			<u>2,296</u>		-
Movement in net funds in the period			(2,513)		(161)
Net funds at 1 January			<u>39,187</u>		<u>39,348</u>
Net funds at 31 December			<u>36,674</u>		<u>39,187</u>

The notes form part of these financial statements

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013**

1. RECONCILIATION OF OPERATING LOSS TO NET CASH OUTFLOW FROM OPERATING ACTIVITIES

	2013 £	2012 £
Operating loss	(6,777)	(4,108)
Depreciation charges	151	561
(Increase)/decrease in debtors	(5,060)	1,910
Increase in creditors	<u>1,840</u>	<u>84</u>
Net cash outflow from operating activities	<u>(9,846)</u>	<u>(1,553)</u>

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2013 £	2012 £
Returns on investments and servicing of finance		
Interest received	<u>489</u>	<u>780</u>
Net cash inflow for returns on investments and servicing of finance	<u>489</u>	<u>780</u>
 Capital expenditure		
Purchase of tangible fixed assets	<u>(452)</u>	<u>-</u>
Net cash outflow for capital expenditure	<u>(452)</u>	<u>-</u>
 Transactions with members		
Payments to members	2,296	-
Contributions by members	<u>5,000</u>	<u>612</u>
Net cash inflow from transactions with members	<u>7,296</u>	<u>612</u>

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/1/13 £	Cash flow £	Other non-cash changes £	At 31/12/13 £
Net cash:				
Cash at bank	<u>39,187</u>	<u>(2,513)</u>		<u>36,674</u>
	<u>39,187</u>	<u>(2,513)</u>		<u>36,674</u>
 Debt:				
Loans and other debts due to members	<u>-</u>	<u>(2,296)</u>	<u>2,296</u>	<u>-</u>
	<u>-</u>	<u>(2,296)</u>	<u>2,296</u>	<u>-</u>
 Total	<u>39,187</u>	<u>(4,809)</u>	<u>2,296</u>	<u>36,674</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

1. ACCOUNTING POLICIES**Basis of preparing the financial statements**

Fee income generation was extremely difficult during the year owing to recessionary conditions and instability in the financial markets. The company continues to keep operating costs at the minimum level and on this basis the partners have provided assurances that additional capital will be made available if required. Accordingly they have adopted the going concern basis of accounting.

Accounting convention

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards and the requirements of the Statement of Recommended Practice, Accounting by Limited Liability Partnerships.

Income

Income represents net invoiced fees for services provided, excluding value added tax.

Tangible fixed assets

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

Office Equipment - 33% on cost

2. EMPLOYEE INFORMATION

There were no staff costs for the year ended 31 December 2013 nor for the year ended 31 December 2012.

3. OPERATING LOSS

The operating loss is stated after charging:

	2013	2012
	£	£
Depreciation - owned assets	151	561
Auditors' remuneration	<u>3,132</u>	<u>1,500</u>

4. INFORMATION IN RELATION TO MEMBERS

	2013	2012
The average number of members during the year was	<u>2</u>	<u>2</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2013

5. TANGIBLE FIXED ASSETS

	Office Equipment £
COST	
At 1 January 2013	4,115
Additions	<u>452</u>
At 31 December 2013	<u>4,567</u>
DEPRECIATION	
At 1 January 2013	4,115
Charge for year	<u>151</u>
At 31 December 2013	<u>4,266</u>
NET BOOK VALUE	
At 31 December 2013	<u>301</u>
At 31 December 2012	<u>-</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2013 £	2012 £
Amounts due from members	33,410	29,418
Other debtors	5,000	-
VAT	176	116
Prepayments and accrued income	<u>3,947</u>	<u>3,947</u>
	<u>42,533</u>	<u>33,481</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2013 £	2012 £
Accruals and deferred income	<u>4,000</u>	<u>2,160</u>

8. MEMBERS' INTERESTS

	Members' other interests			Loans and other debts due from members	
	Members' capital (classified as equity) £	Reserves £	Total £	Loans and other debts due from members £	Total £
Balance at 1 January 2013	70,508	-	70,508	(29,418)	41,090
Loss for the financial year available for discretionary division among members		<u>(6,288)</u>	<u>(6,288)</u>		<u>(6,288)</u>
Members' interests after loss for the year	70,508	(6,288)	64,220	(29,418)	34,802
Other divisions of loss		6,288	6,288	(6,288)	
Introduced by members	5,000		5,000		5,000
Drawings				<u>2,296</u>	<u>2,296</u>
Balance at 31 December 2013	<u>75,508</u>	<u>-</u>	<u>75,508</u>	<u>(33,410)</u>	<u>42,098</u>