

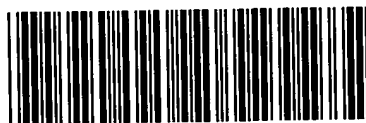
**GROUP STRATEGIC REPORT, REPORT OF THE DIRECTORS AND**

**AUDITED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**FOR**

**FAF INVESTMENTS LIMITED**

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**CONTENTS OF THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Strategic Report</b>	<b>2</b>
<b>Report of the Directors</b>	<b>3</b>
<b>Report of the Independent Auditors</b>	<b>4</b>
<b>Consolidated Profit and Loss Account</b>	<b>5</b>
<b>Consolidated Balance Sheet</b>	<b>6</b>
<b>Company Balance Sheet</b>	<b>7</b>
<b>Consolidated Cash Flow Statement</b>	<b>8</b>
<b>Notes to the Consolidated Cash Flow Statement</b>	<b>9</b>
<b>Notes to the Consolidated Financial Statements</b>	<b>10</b>

**FAF INVESTMENTS LIMITED (REGISTERED NUMBER: 04767460)**

**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

<b>DIRECTORS:</b>	S C Jones M C Vodden
<b>SECRETARY:</b>	Miss L Gosshawk
<b>REGISTERED OFFICE:</b>	Bentinck House 3-8 Bolsover Street London W1W 6AB
<b>REGISTERED NUMBER:</b>	04767460
<b>SENIOR STATUTORY AUDITOR:</b>	Mandy White
<b>AUDITORS:</b>	TBW Accountancy Limited E3 The Premier Centre Abbey Park Romsey Hampshire SO51 9DG

**STRATEGIC REPORT**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

The directors present their strategic report for the year ended 30 September 2015.

**REVIEW OF BUSINESS**

The directors are pleased with the results of the group as a whole for the year.

Commission income in First Asset Finance has been lower in the year as expected due to continuing diversification to other associated business activities. The surrender of the lease of its former office premises resulted in a payment from the landlord which has boosted the cash position of the company.

First Asset Rentals have recorded a strong performance in the year, turning over £3 million, representing a 5 fold improvement on turnover from the previous year. Profit for the year before tax has increased to over £0.7million.

With the group continuing to have modest overheads, the directors expect profitability in the coming years to exceed these levels.

In accordance with accounting guidance, the group has adjusted the rate of amortisation of the goodwill over a 10 year period from the previous 20 year period. This has resulted in an increase of amortisation charge to £533,512 in 2015 from £62,758 in 2014, which has reduced the group's comparable profits for the current year. Notwithstanding this exceptional increase in amortisation charge for the year, the profitability for the group has improved from that of the previous year.

Overall, trading results in the group have been good, which followed the strategic review of the business by the board of directors in the previous year. This has enabled the group to repay £742,681 of its loan, leaving just £212,500 outstanding as at the end of the financial year, with the expectation that cash flow will allow the loan to be repaid within the next financial year. The group has also invested £401,582 in rental assets which will now generate a regular income for First Asset Rentals. The Directors are confident that this will continue to drive both profitability and net worth of the group in the coming years.

The directors consider that the key financial performance indicators are levels of cash flow and net current ratio. Cash generation from group trading activities was £614,906 for the year. Despite paying out the aforementioned loan repayments of £742,681, £134,366 in corporation tax and £137,857 in dividends, the group has been able to hold a cash balance at the year end of £740,842. Current ratio has improved to 2.22 from the 1.95 of the level in 2014.

**PRINCIPAL RISKS AND UNCERTAINTIES**

The group's businesses operate in a competitive market that can be subject to rapid change. Its products and services are affected by changing customer behaviour. A change in the market, and the way equipment is financed could significantly affect the group's results.

The group looks to develop new opportunities and it must continue to adapt to remain competitive. The group's willingness to take a long-term view helps it to react to these challenges and opportunities. The directors aim to maintain the management policies which have resulted in the group's growth in recent years.

**ON BEHALF OF THE BOARD:**



Mr S C Jones - Director

Date: 23 June 2016

**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

The directors present their report with the financial statements of the company and the group for the year ended 30 September 2015.

**PRINCIPAL ACTIVITY**

The principal activities of the group in the year under review were those of equipment leasing, receivables financing, structured finance, and trading in assets for leasing.

**DIVIDENDS**

Interim dividend of £1,378.57 per share was paid during the year. The directors do not recommend a final dividend be paid.

The total distribution of dividends for the year ended 30 September 2015 will be £137,857.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 October 2014 to the date of this report.

S C Jones  
M C Vodden

**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 the group and of the profit or loss of the group 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;
- 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 company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group 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 group'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 group's auditors are aware of that information.

**AUDITORS**

The auditors, TBW Accountancy Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**



Mr M C Vodden - Director

Date: 23<sup>rd</sup> June 2016

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
FAF INVESTMENTS LIMITED (REGISTERED NUMBER: 04767460)**

We have audited the financial statements of FAF Investments Limited for the year ended 30 September 2015 on pages five to nineteen. 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 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.

**Respective responsibilities of directors and auditors**

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors 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 group's and the parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Strategic Report and the Report of the Directors 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 group's and of the parent company's affairs as at 30 September 2015 and of the group's 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.

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

In our opinion the information given in the Group Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**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 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.



Mandy White (Senior Statutory Auditor)  
For and on behalf of TBW Accountancy Limited  
E3 The Premier Centre  
Abbey Park  
Romsey  
Hampshire  
SO51 9DG

Date: 23 June 2016

**CONSOLIDATED PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

	Notes	2015 £	2014 £
<b>TURNOVER</b>		3,845,618	1,126,254
Cost of sales		<u>2,664,839</u>	<u>245,468</u>
<b>GROSS PROFIT</b>		1,180,779	880,786
Administrative expenses		<u>868,232</u>	<u>323,002</u>
<b>OPERATING PROFIT</b>	3	312,547	557,784
Sale of fixed asset	4	570,999	-
Interest receivable and similar income		<u>303</u>	<u>233</u>
		<u>571,302</u>	<u>233</u>
		883,849	558,017
Sale of investment	5	-	270
Interest payable and similar charges	6	<u>69,226</u>	<u>14,116</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		814,623	543,631
Tax on profit on ordinary activities	7	<u>163,390</u>	<u>134,444</u>
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		651,233	409,187
Minority interest - equity		<u>63</u>	<u>22</u>
<b>RETAINED PROFIT FOR THE GROUP CARRIED FORWARD</b>		<u>651,296</u>	<u>409,165</u>

**CONTINUING OPERATIONS**

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

**TOTAL RECOGNISED GAINS AND LOSSES**

The group has no recognised gains or losses other than the profit for the current year and for the previous year.

The notes form part of these financial statements

**CONSOLIDATED BALANCE SHEET**  
**30 SEPTEMBER 2015**

	Notes	2015 £	2014 £
<b>FIXED ASSETS</b>			
Tangible assets	10	404,361	11,534
Intangible assets	11	313,790	847,302
Investments	12	<u>5,160</u>	<u>5,160</u>
		723,311	863,996
<b>CURRENT ASSETS</b>			
Debtors	13	391,377	54,285
Prepayments and accrued income		19,532	17,987
Cash at bank and in hand		<u>740,842</u>	<u>1,065,309</u>
		1,151,751	1,137,581
<b>CREDITORS</b>			
Amounts falling due within one year	14	<u>519,849</u>	<u>584,537</u>
<b>NET CURRENT ASSETS</b>		<u>631,902</u>	<u>553,044</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		1,355,213	1,417,040
<b>CREDITORS</b>			
Amounts falling due after more than one year	15	-	655,181
<b>PROVISIONS FOR LIABILITIES</b>	17	80,056	78
<b>MINORITY INTERESTS</b>	18	<u>275</u>	<u>338</u>
<b>NET ASSETS/(LIABILITIES)</b>		<u>1,274,882</u>	<u>761,443</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	19	100	100
Profit and loss account	20	<u>1,274,782</u>	<u>761,343</u>
<b>SHAREHOLDERS' FUNDS</b>	21	<u>1,274,882</u>	<u>761,443</u>

The financial statements were approved by the Board of Directors on 23 June 2016 and were signed on its behalf by:

  
Mr M C Vodden – Director

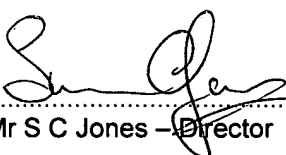
The notes form part of these financial statements



**FAF INVESTMENTS LIMITED (REGISTERED NUMBER: 04767460)****COMPANY BALANCE SHEET**  
**30 SEPTEMBER 2015**

	Notes	2015		2014	
		£	£	£	£
<b>FIXED ASSETS</b>					
Investments	12		<u>1,600,001</u>		<u>1,600,001</u>
			1,600,001		1,600,001
<b>CURRENT ASSETS</b>					
Debtors	13	1,001		42,294	
Cash at bank and in hand		<u>1,446</u>		<u>2,080</u>	
		2,447		44,374	
<b>CREDITORS</b>					
Amounts falling due within one year	14	<u>519,181</u>		<u>541,181</u>	
<b>NET CURRENT LIABILITIES</b>			<u>(516,734)</u>		<u>(496,807)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			1,083,267		1,103,194
<b>CREDITORS</b>					
Amounts falling due after more than one year	15		-		<u>655,181</u>
<b>NET ASSETS</b>			<u>1,083,267</u>		<u>448,013</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	19		100		100
Profit and loss account	20		<u>1,083,167</u>		<u>447,913</u>
<b>SHAREHOLDERS' FUNDS</b>	21		<u>1,083,267</u>		<u>448,013</u>

The financial statements were approved by the Board of Directors on 23 June 2016 and were signed on its behalf by:

  
Mr S C Jones – Director

The notes form part of these financial statements

**CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

	Notes	2015 £	2014 £
<b>Net cash inflow from operating activities</b>	1	614,906	746,897
<b>Returns on investments and servicing of finance</b>	2	(68,923)	(13,883)
<b>Taxation</b>		(134,366)	(30,710)
<b>Capital expenditure</b>	2	144,454	56,664
<b>Equity dividends paid</b>		(137,857)	(60,000)
		(418,214)	698,968
<b>Financing</b>	2	(742,681)	14,116
<b>(Decrease)/increase in cash in the period</b>		<u>(324,467)</u>	<u>713,084</u>
<hr/>			
<b>Reconciliation of net cash flow to movement in net debt</b>	3		
(Decrease)/increase in cash in the period		(324,467)	713,084
Cash outflow/(inflow) from increase in debt		<u>742,681</u>	<u>(14,116)</u>
Change in net debt resulting from Cash flows		<u>418,214</u>	<u>698,968</u>
<b>Movement in net debt in the period</b>		418,214	698,968
<b>Net debt at 1 October</b>		<u>110,128</u>	<u>(588,840)</u>
<b>Net cash/(debt) at 30 September</b>		<u>528,342</u>	<u>110,128</u>

The notes form part of these financial statements

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT  
FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	2015 £	2014 £
Operating profit	312,850	557,784
Depreciation charges	567,231	67,486
(Increase)/decrease in debtors	(338,637)	78,561
Increase in creditors	<u>73,462</u>	<u>43,066</u>
<b>Net cash inflow from operating activities</b>	<b><u>614,906</u></b>	<b><u>746,897</u></b>

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

	2015 £	2014 £
<b>Returns on investments and servicing of finance</b>		
Interest paid		
	(69,226)	(14,116)
Interest received	<u>303</u>	<u>233</u>
<b>Net cash outflow for returns on investments and servicing of finance</b>	<b><u>(68,923)</u></b>	<b><u>(13,883)</u></b>
<b>Capital expenditure</b>		
Purchase of tangible fixed assets	(426,545)	(7,889)
Sale of fixed assets	<u>570,999</u>	<u>64,553</u>
<b>Net cash inflow/(outflow) for capital expenditure</b>	<b><u>144,454</u></b>	<b><u>56,664</u></b>
<b>Financing</b>		
Loans repaid	<u>742,681</u>	<u>-</u>
<b>Net cash outflow from financing</b>	<b><u>742,681</u></b>	<b><u>-</u></b>

**3. ANALYSIS OF CHANGES IN NET DEBT**

	At 1.10.14 £	Cash flow £	At 30.9.15 £
<b>Net cash:</b>			
Cash at bank and in hand	<u>1,065,309</u>	<u>(324,467)</u>	<u>740,842</u>
	<u>1,065,309</u>	<u>(324,467)</u>	<u>740,842</u>
<b>Debt:</b>			
Debts falling due within one year	(300,000)	(87,500)	(212,500)
Debts falling due after one year	<u>(655,181)</u>	<u>655,181</u>	<u>-</u>
	<u>(955,181)</u>	<u>742,681</u>	<u>(212,500)</u>
<b>Total</b>	<b><u>110,128</u></b>	<b><u>418,214</u></b>	<b><u>528,342</u></b>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**1. ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards.

**Turnover**

All the Group and Company's turnover and pre-tax result was derived from the UK based activities referred to on the directors' report. Turnover represents the value of net rentals receivable in the year (excluding VAT) in respect of assets leased and equipment hired to third parties, and value of commission receivable in respect of completed transactions in the year.

**Tangible fixed assets**

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

Improvements to property	- Length of lease
Plant and machinery	- at varying rates on cost
Fixtures and fittings	- 20% on cost

Equipment for leasing is being depreciated over 30 months in equal instalments.

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Foreign currency**

Transactions denominated in foreign currencies are translated into sterling and recorded at the rate of exchange ruling at the date of the transaction. Balances denominated in a foreign currency are translated into sterling at the exchange rates ruling on the Balance Sheet date.

Profits and losses arising on the exchange of foreign currencies are dealt with through the profit and loss account.

**Deferred tax**

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

**Pension costs and other post-retirement benefits**

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to the profit and loss account in the period to which they relate.

**Consolidation**

The consolidated financial statements include the accounts of the company and its subsidiaries. All intercompany balances and transactions have been eliminated in consolidation.

Investments in companies in which the group has the ability to exercise significant influence over their operating and financial policies, but where the company and the group does not have a controlling financial interest are accounted for using the equity method.

**Goodwill**

Consolidation goodwill represents the excess of purchase consideration for an acquired business over the fair value attributed to its constituent net assets. Such goodwill is capitalised in the year of acquisition and amortised over its estimated useful life of ten years. Consolidation goodwill is subjected to an impairment review at the end of the first full year following the acquisition and at other times if events or changes in circumstances indicate that the carrying value may not be recoverable.

**Investments**

Investments are carried at the lower of cost and net realisable value.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2014****1. ACCOUNTING POLICIES****Operating leases and hire agreements**

Rentals and hire charges receivable under operating leases and hire agreements are recognised on a straight line basis.

**2. STAFF COSTS**

	2015	2014
	£	£
Wages and salaries	73,157	41,799
Social security costs	7,991	4,318
Other pension costs	<u>18,874</u>	<u>35,085</u>
	<u>100,022</u>	<u>81,202</u>

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

	2015	2014
Management and marketing	2	2
Administration	<u>2</u>	<u>1</u>
	<u>4</u>	<u>3</u>

**3. OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	2015	2014
	£	£
Depreciation - owned assets	33,718	4,728
Goodwill amortisation	533,512	62,758
Rent payable under operating leases	45,311	28,350
Operating lease income	(248,245)	(6,400)
Auditors' remuneration	14,000	14,000
Auditors' remuneration for non audit work - taxation	2,500	2,500
Auditors' remuneration for non audit work - other services	<u>10,565</u>	<u>7,500</u>

The directors are paid commissions as detailed in note 22.

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>2</u>	<u>2</u>
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**4. SALE OF FIXED ASSET**

The group received £570,999 for the surrender of the leasehold office premises from its landlord during the year. No premium was paid on the original acquisition of the lease.

**5. AMOUNTS WRITTEN OFF INVESTMENTS**

	2015 £	2014 £
Sale of group investment	<u>-</u>	<u>270</u>

**6. INTEREST PAYABLE AND SIMILAR CHARGES**

	2015 £	2014 £
Loan discounting charges	26,795	14,116
Other loan interest	<u>42,431</u>	<u>-</u>
	<u>69,226</u>	<u>14,116</u>

**7. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the year was as follows:

	2015 £	2014 £
Current tax:		
UK corporation tax	83,412	134,444
Deferred tax	<u>79,978</u>	<u>-</u>
Tax on profit on ordinary activities	<u>163,390</u>	<u>134,444</u>

**Factors affecting the tax credit**

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2015 £	2014 £
Profit on ordinary activities before tax	<u>814,623</u>	<u>543,631</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20.32% (2014 – 21.69%)	165,531	117,913
Effects of:		
Expenses not deductible for tax purposes	111,155	17,317
Capital allowances in excess of depreciation	(77,248)	(786)
Tax losses	<u>(116,026)</u>	<u>-</u>
Current tax charge	<u>83,412</u>	<u>134,444</u>

**8. PROFIT OF PARENT COMPANY**

As permitted by Section 408 of the Companies Act 2006, the profit and loss account of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £773,111 (2014 £73,982).

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**9. DIVIDENDS**

	2015 £	2014 £
Final	<u>137,857</u>	<u>60,000</u>

**10. TANGIBLE FIXED ASSETS**

**Group**

	Improvements to property £	Leased Assets £	Fixtures and fittings £	Totals £
<b>COST</b>				
At 1 October 2014	9,818	6,162	215,906	231,886
Additions	<u>13,060</u>	<u>401,582</u>	<u>11,903</u>	<u>426,545</u>
At 30 September 2015	<u>22,878</u>	<u>407,744</u>	<u>227,809</u>	<u>658,431</u>
<b>DEPRECIATION</b>				
At 1 October 2014	7,855	1,029	211,468	220,352
Charge for year	<u>5,228</u>	<u>24,701</u>	<u>3,789</u>	<u>33,718</u>
At 30 September 2015	<u>13,083</u>	<u>25,730</u>	<u>215,257</u>	<u>254,070</u>
<b>NET BOOK VALUE</b>				
At 30 September 2015	<u>9,795</u>	<u>382,014</u>	<u>12,552</u>	<u>404,361</u>
At 30 September 2014	<u>1,963</u>	<u>5,133</u>	<u>4,438</u>	<u>11,534</u>

**11. FIXED INTANGIBLE ASSETS**

**Group**

	Goodwill arising on consolidation £
<b>COST</b>	
At 1 October 2014	
And at 30 September 2015	<u>1,255,161</u>
<b>AMORTISATION</b>	
At 1 October 2014	407,859
Charge for the year	<u>533,512</u>
At 30 September 2015	<u>941,371</u>
<b>NET BOOK VALUE</b>	
At 30 September 2015	<u>313,790</u>
At 30 September 2014	<u>847,302</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**12. FIXED ASSET INVESTMENTS**

**Group**

	Listed investments £	Totals £
<b>COST</b>		
At 1 October 2014 and 30 September 2015	<u>35,000</u>	<u>35,000</u>
<b>SHARE OF NET ASSETS/(PROVISIONS)</b>		
At 1 October 2014 and 30 September 2015	<u>(29,840)</u>	<u>(29,840)</u>
<b>NET BOOK VALUE</b>		
At 30 September 2015	<u>5,160</u>	<u>5,160</u>
At 30 September 2014	<u>5,160</u>	<u>5,160</u>

**Company**

	Shares in group undertakings £	Totals £
<b>COST</b>		
At 1 October 2014 and 30 September 2015	<u>1,600,001</u>	<u>1,600,001</u>
<b>NET BOOK VALUE</b>		
At 30 September 2015	<u>1,600,001</u>	<u>1,600,001</u>
At 30 September 2014	<u>1,600,001</u>	<u>1,600,001</u>



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**12. FIXED ASSET INVESTMENTS (continued)**

The group or the company's investments at the balance sheet date in the share capital of companies include the following:

**Subsidiaries**

**First Asset Finance PLC**

Nature of business: Equipment leasing, receivables financing, restructured finance and trading in assets for leasing

	% holding	2015 £	2014 £
Class of shares:			
Ordinary	99.99		
Aggregate capital and reserves		460,943	439,503
Profit/(loss) for the year		<u>669,440</u>	<u>168,467</u>

First Asset Finance Plc also had issued capital of 1 Ordinary A and 1 Ordinary B shares which are owned outside the group. These shares do not carry any voting or dividends rights. Of the 50,000 issued Ordinary shares, one share is owned by Mr S C Jones, a director of the company.

**First Asset Rentals Limited**

Nature of business: Equipment leasing, receivables financing, restructured finance and trading in assets for leasing

	% holding	2015 £	2014 £
Class of shares:			
Ordinary	100.00		
Aggregate capital and reserves		1,014,937	624,115
Profit for the year		<u>590,822</u>	<u>402,077</u>

**First Asset Rentals (No 4) Limited**

Nature of business: Equipment leasing, receivables financing, restructured finance and trading in assets for leasing

	% holding	2015 £	2014 £
Class of shares:			
Ordinary shares	90.00		
Aggregate capital and reserves		2,752	3,380
(Loss)/profit for the year		<u>(628)</u>	<u>217</u>

10% of the share capital in First Asset Rentals (No.4) Limited is owned by Mr S C Jones.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**12. FIXED ASSET INVESTMENTS (continued)**

**Other investments**

Listed investments of £5,160 represent the market value of a minority shareholding in Mitel Network Corporation, a Canadian corporation.

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

	<b>Group</b>		<b>Company</b>	
	2015	2014	2015	2014
	£	£	£	£
Trade debtors	254,094	15,604	-	-
Amounts owed by group undertakings	-	-	-	42,289
Other debtors	17,972	33,389	-	-
Amounts owed by related companies	104,257	5,277	-	-
Directors' current accounts	10	10	-	-
VAT	<u>15,044</u>	<u>5</u>	<u>1,001</u>	<u>5</u>
	<u>391,377</u>	<u>54,285</u>	<u>1,001</u>	<u>42,294</u>

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

	<b>Group</b>		<b>Company</b>	
	2015	2014	2015	2014
	£	£	£	£
Trade creditors	75,739	52,966	-	-
Amounts owed to group undertakings	-	-	255,993	235,681
Other loans	212,500	300,000	212,500	300,000
Taxation	83,411	134,444	-	-
Other creditors	9,916	78,847	-	-
Directors' current accounts	5,437	2,680	2,757	-
Accruals and deferred income	<u>132,846</u>	<u>15,600</u>	<u>47,931</u>	<u>5,500</u>
	<u>519,849</u>	<u>584,537</u>	<u>519,181</u>	<u>541,181</u>

**15. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<b>Group</b>		<b>Company</b>	
	2015	2014	2015	2014
	£	£	£	£
Other loans (see note 16)	<u>-</u>	<u>655,181</u>	<u>-</u>	<u>655,181</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**16. LOANS**

An analysis of the maturity of loans is given below:

	<b>Group</b>		<b>Company</b>	
	2015 £	2014 £	2015 £	2014 £
Amounts falling due within one year or on demand:				
Other loans	<u>212,500</u>	<u>300,000</u>	<u>212,500</u>	<u>300,000</u>
Amounts falling due between two and five years:				
Other loans - 2-5 years	<u>-</u>	<u>655,181</u>	<u>-</u>	<u>655,181</u>

**17. PROVISIONS FOR LIABILITIES**

**Group**

	2015 £	2014 £
Deferred tax	<u>80,056</u>	<u>78</u>
		Deferred tax £
Balance at 1 October 2014		78
Charged to profit and loss account		<u>79,978</u>
Balance at 30 September 2015		<u>80,056</u>

**18. MINORITY INTERESTS**

10% of the share capital in First Asset Rentals (No.4) Limited, is owned outside the group and accordingly, minority interests represent 10% of aggregate capital and reserves in this subsidiary.

**19. CALLED UP SHARE CAPITAL**

Allotted and issued:

Number:	Class:	Nominal value:	2015 £	2014 £
100	Share capital 1	£1	<u>100</u>	<u>100</u>

**20. RESERVES**

**Group**

	Profit and loss account £
At 1 October 2014	761,343
Profit for the year	651,296
Dividends	<u>(137,857)</u>
At 30 September 2015	<u>1,274,782</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**20. RESERVES (continued)**

<b>Company</b>	<b>Profit and loss account £</b>
At 1 October 2014	447,913
Profit for the year	773,111
Dividends	<u>(137,857)</u>
At 30 September 2015	<u>1,083,167</u>

**21. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

<b>Group</b>	<b>2015 £</b>	<b>2014 £</b>
Profit for the financial year	651,296	409,165
Dividends	<u>(137,857)</u>	<u>(60,000)</u>
<b>Net addition to shareholders' funds</b>	<b>513,439</b>	<b>349,165</b>
Opening shareholders' funds	<u>761,443</u>	<u>412,278</u>
<b>Closing shareholders' funds</b>	<b><u>1,274,882</u></b>	<b><u>761,443</u></b>
 <b>Company</b>	 <b>2015 £</b>	 <b>2014 £</b>
Profit for the financial year	773,111	73,982
Dividends	<u>(137,857)</u>	<u>(60,000)</u>
<b>Net addition to shareholders' funds</b>	<b>635,254</b>	<b>13,982</b>
Opening shareholders' funds	<u>448,013</u>	<u>434,031</u>
<b>Closing shareholders' funds</b>	<b><u>1,083,267</u></b>	<b><u>448,013</u></b>

**22. RELATED PARTY DISCLOSURES**

**S C Jones**

Director and shareholder

Dividend of £67,550 was paid to Mr S C Jones in the year.

**Charkella Limited**

Company in which Mr S C Jones is a director

Commissions totalling £101,500 (2014 £40,000) was paid by the group to Charkella Limited. Balance due from Charkella Limited at the year end was £31,495 (2014 £7,477).

Other loan of £300,000 (note 16) was provided in the previous financial year by Charkella Limited to the group which is repayable on demand. Interest of £42,431 has been accrued to date. The balance due to the related party as at the balance sheet date was £212,500.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2015**

**22. RELATED PARTY DISCLOSURES (continued)**

**M C Vodden**

Director and shareholder

Dividend of £67,550 was paid to Mr M Vodden in the year.

**MCV Limited**

Company in which Mr M C Vodden is a director

Commissions totalling £105,036 (2014 £90,164) was paid by the group to MCV Limited. Balance due to MCV Limited at the year end was £nil (2014 £24,000).

**Trade Credit Finance (Holdings) Limited**

Company in which Mr S C Jones is a director

Balance due from Trade Credit Finance (Holdings) Limited was £ 1,910 (2014 £1,910).

**Dalis Limited**

Company in which Mr S C Jones and Mr M C Vodden are directors

A loan has been provided to Dalis Limited by the group. Balance due to the group at the year end was £70,852.

**23. ULTIMATE CONTROLLING PARTY**

The controlling party is the directors of the company.

The ultimate controlling party is S C Jones.