

Registered number
06213923

Silk Finance Limited
Abbreviated Accounts
31 March 2012



Silk Finance Limited

Chartered Accountants' report to the board of directors on the preparation of the unaudited abbreviated accounts of Silk Finance Limited for the year ended 31 March 2012

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the abbreviated accounts of Silk Finance Limited for the year ended 31 March 2012 which comprise of the balance sheet and the related notes from the company's accounting records and from information and explanations you have given us

As a practising member firm of the Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at icaew.com/membershandbook

This report is made solely to the Board of Directors of Silk Finance Limited, as a body, in accordance with the terms of our engagement letter dated 18 November 2009. Our work has been undertaken solely to prepare for your approval the accounts of Silk Finance Limited and state those matters that we have agreed to state to the Board of Directors of Silk Finance Limited, as a body, in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Silk Finance Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Silk Finance Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Silk Finance Limited. You consider that Silk Finance Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Silk Finance Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the abbreviated accounts.

TG Associates Limited
Chartered Accountants
Monument House
215 Marsh Road
Pinner
Middlesex
HA5 5NE

23 July 2012

Silk Finance Limited
Registered number
Abbreviated Balance Sheet
as at 31 March 2012

06213923

	Notes	2012 £	2011 £
Current assets			
Debtors		381,934	587,823
Cash at bank and in hand		<u>3,535</u>	<u>31,964</u>
		385,469	619,787
Creditors amounts falling due within one year		<u>(25,309)</u>	<u>(144,867)</u>
Net current assets		360,160	474,920
Total assets less current liabilities		<u>360,160</u>	<u>474,920</u>
Creditors amounts falling due after more than one year		<u>(316,750)</u>	<u>(440,809)</u>
Net assets		<u>43,410</u>	<u>34,111</u>
Capital and reserves			
Called up share capital	2	5,000	5,000
Profit and loss account		38,410	29,111
Shareholders' funds		<u>43,410</u>	<u>34,111</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006

Members have not required the company to obtain an audit in accordance with section 476 of the Act

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime



R Daryani
Director

Approved by the board on 23 July 2012

Silk Finance Limited
Notes to the Abbreviated Accounts
for the year ended 31 March 2012

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Going concern

The accounts have been prepared on a going concern basis with the continuing support of the holding company

Turnover

Assets leased to customers on finance lease are recognised on the basis of the net investment in the lease. Finance lease income is allocated to accounting periods to give a constant periodic rate of return to the company's net cash investment in the lease in each period. Document fees and charges are accounted for when receivable. As a result prior year adjustment has been made (see below)

Prior year adjustment

The accounting policies adopted in respect of revenue recognition, fixed assets and debtors represent a change to those applied in the prior year. The previous policy was to recognise revenue on the receipt of lease rentals which is not in accordance with SSAP 21 Accounting for leases and hire purchase contracts. The new accounting policy is in accordance with SSAP 21 and reflects the rate of return on the company's net investment outstanding in respect of leases

Deferred taxation

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes. Deferred taxation is calculated on an un-discounted basis at the tax rates which are expected to apply in the periods when the timing differences will reverse

2 Share capital	Nominal value	2012 Number	2012 £	2011 £
Allotted, called up and fully paid				
Ordinary shares	£1 each	5,000	<u>5,000</u>	<u>5,000</u>