

Missoma Limited

(Registered Number: 07507021)

Annual Report and Financial Statements

for the period 27 January 2011 to 31 March 2012

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Missoma Limited

Annual report for the period 27 January 2011 to 31 March 2012

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Missoma Limited

Directors' Report for the period 27 January 2011 to 31 March 2012

The directors present their annual report together with the audited financial statements of the company for the period 27 January 2011 to 31 March 2012

Incorporation and Change of Name

Missoma Jewellery Limited was incorporated on 27 January 2011 and changed its name to Missoma Limited on 16 February 2011

Principal activity

The company operates as a dealer, importer and wholesaler of precious metal jewellery and it is expected that this activity will continue for the foreseeable future. It commenced to trade on 31 March 2011.

Review of business

Sales turnover in the period was £237,144 which is very much in line with general expectations in the first period of trading. Trading margins reflected more competitive market conditions during the first period than previously thought. Over the next year, the focus will be to introduce a number of new initiatives connected with the design and development of new and improved product ranges, which management believes will add a competitive advantage.

Directors

The directors in office during the period under review and up to the date of this report were as follows:

D Kovacs	(Appointed 16 February 2011)
M Hordern	(Appointed 27 January 2011)

Financial risk management

The company's operations expose it to a variety of financial risks that include price risk, credit risk, liquidity risk and interest rate risk. In view of the size of the company, the directors have not delegated the responsibility of monitoring financial risk management to a sub-committee of the board. The company's finance department implements the policies set by the board.

Price risk

The company is exposed to commodity price risk as an increase in metal prices will impact directly on the cost of purchases. However, given the size of the company's operations the cost of managing exposure to this risk is thought to exceed any potential benefits. The directors will revisit the appropriateness of this policy should the company's operations change in size or nature.

Missoma Limited

Financial risk management (Continued)

Credit risk

The company has implemented policies that require appropriate credit checks on customers before sales are made. The amount of exposure to any company is subject to a limit, which is reassessed annually by the directors.

Liquidity risk

The company actively maintains a mixture of long-term and short-term debt finance that is designed to ensure that the company has sufficient available funds for general operations and planned expansions.

Interest rate risk

The company does not have any interest-bearing assets and interest-bearing liabilities. The company has a policy of maintaining potential debt at fixed rate to ensure certainty of future interest cash flows. The directors will revisit this policy should the company's operations change in size.

Results and dividends

The company made a loss for the financial period of £51,648.

Creditor payment policy

Company policy is to set terms of payment when agreeing each transaction with suppliers, clearly explain payment procedures, consistently make payment within contract terms and extend terms only with prior agreement. The company operates systems for promptly advising suppliers of, and resolving, queried and contested items.

As at 31 March 2012, the company's trade creditors represented 175 days of trade purchases.

Charitable donations

During the period donations of £nil were made to charities.

Missoma Limited

Statement of directors' responsibilities in respect of the annual report and financial statements

The directors are responsible for preparing the directors' report 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,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- 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.

Disclosure of information to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware, and the directors have taken all the steps that they ought to have taken as directors in order to make them aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Independent Auditors

The auditors H H Burke & Company Limited, were appointed and are deemed to be reappointed under section 487(2) of the Companies Act 2006.

By Order of the Board



D Kovacs
Director

2/9/12

Missoma Limited

Independent auditors' report to the members of Missoma Limited

We have audited the financial statements of Missoma Limited for the period 27 January 2011 to 31 March 2012, which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement and the related notes. 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).

Respective responsibilities of directors and auditors

As explained more fully in the Statement of directors' responsibilities set out on page 4, 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.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, 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.

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 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 Annual Report to identify material inconsistencies with the audited financial statements. 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 company's affairs as at 31 March 2012 and of its loss and cash flows for the period 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 directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Missoma Limited

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, 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

Howard Burke 13 September 2012

Howard Burke (Senior Statutory Auditor)
For and on behalf of H H Burke & Company Limited
Chartered Certified Accountants and Statutory Auditors

Britannia House
958 High Road
North Finchley
London
N12 9RY

Missoma Limited

Profit and Loss Account

For the period 27 January 2011 to 31 March 2012

	Note	2012 £
Turnover	1(a)	237,144
Cost of sales		<u>(123,954)</u>
Gross profit		113,190
Selling and distribution costs		(107,121)
Administrative expenses		<u>(55,377)</u>
Operating Loss		(49,308)
Loss on ordinary activities before taxation	2	(49,308)
Taxation	4	<u>(2,340)</u>
(Loss) for the financial period	12	<u>(51,648)</u>

All results derive from continuing operations

There are no recognised gains or losses other than those included within the results above, and therefore no separate statement of total recognised gains and losses has been presented

Missoma Limited

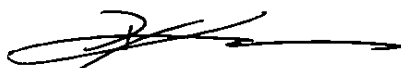
Balance Sheet as at 31 March 2012

Registered number 07507021

		2012
	Note	£
Fixed assets		
Tangible assets	5	9,749
Current assets		
Stocks	6	46,542
Debtors	7	42,022
Cash at bank and in hand		41,409
		129,973
Creditors (amounts falling due in less than one year)	8	(63,930)
Net current assets		66,043
Total assets less current liabilities		75,792
Creditors (amounts falling due after more than one year)	9	(125,000)
Provisions for liabilities	10	(2,340)
Net liabilities		(51,548)
Capital and reserves		
Called up share capital	11	100
Profit and loss account		(51,648)
Total shareholders' funds	16	(51,548)

The notes on pages 10 to 16 form part of the financial statements

The financial statements which comprise the profit and loss account, the balance sheet, the cash flow statement and the related notes were approved by the Board of Directors on 7/9/12 and signed on its behalf by



D Kovacs
Director

Missoma Limited

Cash Flow Statement for the period 27 January 2011 to 31 March 2012

		2012
	Note	£
Net cash (outflow) from operating activities	13	(70,656)
Capital expenditure	14	(13,035)
Cash (outflow) before financing		(83,691)
Financing	16	100
(Decrease) in cash in the period		(83,591)

Reconciliation to Movement in Net (Debt) / Cash

		2013	2012
	Note	£	£
(Decrease) in cash in the period			(83,591)
Movement in borrowings			
Other non-cash changes			125,000
Change in net debt			41,409
Net debt at beginning of period			-
Net cash / (debt) at end of period	15		41,409

Missoma Limited

Notes to the Financial Statements for the period 27 January 2011 to 31 March 2012

1 Accounting policies

The financial statements have been prepared on a going concern basis in accordance with applicable Accounting Standards in the United Kingdom, the Companies Act 2006 and in accordance with the historical cost convention. This basis is on the assumption that financial support will continue and be available from International Bullion and Metal Brokers Limited. The principal accounting policies are set out below.

a) Turnover

Turnover, all of which originates in the United Kingdom, comprises retail and wholesale sales, net of returns, and are shown exclusive of value added tax and discounts allowed.

b) Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

c) Tangible fixed assets

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

Fixtures, fittings	- 15% on cost
Office Equipment	- 20% on cost

d) Stocks

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

e) Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date and that results in an obligation to pay more tax in the future or right to pay less tax in the future. An asset is not recognised to the extent that the transfer of economic benefits in the future is uncertain.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

Missoma Limited

f) Financial instruments

Financial assets and financial liabilities are recognised upon becoming a party to the contractual provisions of the instrument

(i) Trade debtors

Trade debtors are non-interest bearing and are stated at their nominal value, as reduced by appropriate allowances for estimated irrecoverable amounts

(ii) Financial liabilities and equity

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that gives a residual interest in the assets of the company after deducting all of its liabilities

(iii) Interest-bearing borrowings

Interest-bearing bank loans and overdrafts are initially recorded at the proceeds received, net of associated transaction costs. Subsequent to initial recognition, interest-bearing borrowings are stated at amortised cost with any difference between cost and redemption value being recognised in the income statement over the period of the borrowings

(iv) Trade creditors

Trade creditors are not interest bearing and are stated at their nominal value

(v) Equity instruments

Equity instruments issued by the company are recorded as the proceeds received, net of direct issue costs

2 Loss on ordinary activities before taxation

	2012 £
Loss on ordinary activities before taxation is arrived at after charging	
Depreciation of owned fixed assets	3,286
Hire of Equipment	326
Foreign exchange losses	1,691
Auditors' remuneration	1,500

3 Director's emoluments

One director (M Hordern) received emoluments (see note 17)

	2012 £
Aggregate emoluments	47,882

Missoma Limited

4 Taxation

	2012 £
Current tax	
UK corporation tax charge at 26%	-
Total current tax	-

There are tax losses of £59,057 to carry forward

Deferred tax	
Origination and reversal of timing differences	2,340
Total deferred tax (Note 10)	2,340

Tax on profit on ordinary activities	2,340
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The tax assessed for the period is 26% The differences are explained below

	2012 £
Loss on ordinary activities before tax	(49,308)
Loss on ordinary activities before tax multiplied by standard rate of tax in the UK of 26%	(12,820)
Capital Allowances in excess of depreciation	(2,535)
Losses carried forward	15,355
Total current tax charge for the year	-

5 Tangible assets

	Fixtures & Fittings £	Office Equipment £	Total £
Cost			
At 27 January 2011	-	-	-
Additions	2,397	10,638	13,035
At 31 March 2012	2,397	10,638	13,035
Accumulated depreciation			
At 27 January 2011	-	-	-
Charged during the period	319	2,967	3,286
At 31 March 2012	319	2,967	3,286
Net Book Value			
At 31 March 2012	2,078	7,671	9,749

Missoma Limited

6 Stocks

	2012 £
Goods held for resale	46,542

7 Debtors

	2012 £
Trade debtors	38,184
Amounts owed by other group companies	280
Prepayments	3,558
	42,022

The amounts owed by other group companies comprise International Bullion and Metal Brokers (Tel Aviv) Limited ("IBB Tel Aviv") All amounts fall due for payment within one year

8 Creditors (amounts falling due in less than one year)

	2012 £
Trade creditors	40,795
Amounts owed to other group companies	20,191
Accruals and deferred income	2,944
	63,930

The amounts owed to other group companies comprise

	2012 £
International Bullion & Metal Brokers (London) Limited	20,191
	20,191

The amounts owed to other group companies do not bear interest and are repayable on demand

9 Creditors (amounts falling due after more than one year)

	2012 £
Loans	125,000

These loans comprise of loans from the company's 50% parent company, International Bullion & Metal Brokers Limited, for the purpose of providing working capital support. The loans are repayable by no later than 15 February 2021 and do not bear interest before such repayment date

Missoma Limited

10 Deferred tax

	2012 £
(Charge) to the profit and loss account	2,340
At 31 March 2012	2,340

The analysis of the deferred tax balance is shown below

	2012 £
Accelerated capital allowances	2,340

11 Called up share capital

	Allotted and fully paid 2012 £
Ordinary shares of £1 each	100

12 Reserves

	Profit & loss Account £
Loss for the financial period	(51,648)
At 31 March 2012	(51,648)

13 Reconciliation of operating profit to net cash inflow from operating activities

	2012 £
Operating Loss	(49,308)
Depreciation	3,286
Increase in stocks	(46,542)
Increase in debtors	(42,022)
Increase in creditors	63,930
Net cash (outflow) from operating activities	(70,656)

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14 Cash flow analysis

	2012 £
Capital expenditure	
Payments to acquire tangible fixed assets	(13,035)

15 Changes in net (debt) / cash

	As at 27 January 2011 £	Cash flow £	Other non- cash changes £	As at 31 March 2012 £
Cash at bank	-	41,409	-	41,409
Loans due after 1 year	-	-	(125,000)	(125,000)
	-	41,409	(125,000)	(83,591)

16 Reconciliation of movement in shareholders' funds

	2012 £
Issued share capital	100
(Loss) for the financial period	(51,648)
Closing shareholders' funds	(51,548)

17 Related party transactions

All purchases from and sales to related parties (fellow subsidiary undertakings of International Bullion & Metal Brokers Limited) during the period were as follows

	2012 Purchases £	2012 Sales £
International Bullion & Metal Brokers (London) Limited	39,166	-
IBB Eire	238	-
AYS Srl	3,844	-
IBB Tel Aviv	-	4,780
	43,248	4,780

All related party transactions were made on normal trading terms equivalent to those that prevail in arm's length transactions

Missoma Limited

17 Related party transactions (Continued)

Transactions with directors

M Hordern, a director, received £47,882 during the period in respect of

£28,000 as consultancy fees under the terms of a consultancy agreement with the company

£19,882 as sales commissions

18 Parent undertakings and controlling party

International Bullion and Metal Brokers Limited, a company incorporated in England, owns 50% of the issued share capital. The remaining 50% is owned by M Hordern. In the opinion of the directors, the ultimate parent undertaking of International Bullion & Metal Brokers Limited is Stelloy Limited, a company incorporated in Jersey. The shares in Stelloy Limited are owned by the trustees of a discretionary trust, the beneficiaries of which potentially include a director, D Kovacs.

19 Financial commitments

A related company, International Bullion & Metal Brokers (London) Limited, provides facilities to the company including office space, use of certain staff and equipment. In the company's first accounting period to 31 March 2012, no charge was made for this. It has been agreed that from 1 April 2012 International Bullion & Metal Brokers (London) Limited would make an annual charge of £18,000 in respect of this, to be reviewed on an annual basis.