

Strategic Report, Report of the Directors and  
Financial Statements for the Year Ended 31 December 2017  
for  
DCD FACTORS PLC

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**DCD FACTORS PLC**

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for the Year Ended 31 December 2017**

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DCD FACTORS PLC

Company Information  
for the Year Ended 31 December 2017

**Directors:** F Randeree  
D Stuckey

**Secretary:** C E Shelley

**Registered office:** 90 Long Acre  
London  
WC2E 9RA

**Registered number:** 03330970 (England and Wales)

**Senior statutory auditor:** Naresh Jani

**Auditors:** Andertons Europe Ltd (Statutory Auditors)  
Office 10  
10 - 12 Baches Street  
London  
N1 6DL

DCD FACTORS PLC

Strategic Report  
for the Year Ended 31 December 2017

The directors present their strategic report for the year ended 31 December 2017.

**Review of business**

The principal activity of the company was that of providing finance of accounts receivable by the way of factoring and invoice discounting facilities to small and medium sized enterprises. The company ceased trading in November 2008 and is actively pursuing its debtors for recovery of the trade debt.

The volume of business financed during the year was £ NIL ( 2016 - £ Nil) and turnover for the year of £ NIL ( 2016 - £ Nil).

the results of the company are shown in the profit and loss account on page 7. The loss for the year after taxation was £20.

**On behalf of the board:**

  
D Stuckey - Director

Date: 29-6-18

## DCD FACTORS PLC

### Report of the Directors for the Year Ended 31 December 2017

The directors present their report with the financial statements of the company for the year ended 31 December 2017.

#### **Dividends**

No dividends will be distributed for the year ended 31 December 2017.

#### **Directors**

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

F Randeree  
D Stuckey

#### **Statement of directors' responsibilities**

The directors are responsible for preparing the Strategic Report, 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;
- 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 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.

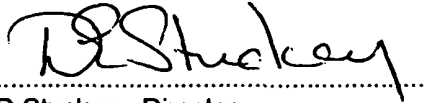
DCD FACTORS PLC

Report of the Directors  
for the Year Ended 31 December 2017

**Auditors**

The auditors, Andertons Europe Ltd (Statutory Auditors), will be proposed for re-appointment at the forthcoming Annual General Meeting.

**On behalf of the board:**



.....  
D Stuckey - Director

Date: 29-6-18  
.....

Report of the Independent Auditors to the Members of  
DCD FACTORS PLC

**Opinion**

We have audited the financial statements of DCD FACTORS PLC (the 'company') for the year ended 31 December 2017 on pages eight to fifteen. 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).

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.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2017 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.

**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.

**Emphasis of matter**

In forming our opinion on the financial statements, which is not qualified, we have considered the adequacy of disclosures made in note 2 to the financial statements concerning the possible outcome of lawsuits against major clients and against the company's previous auditors- the ultimate outcome of which cannot presently be determined. No provision for recovery of any monies and/ or award of damages has been made in the financial statements.

Report of the Independent Auditors to the Members of  
DCD FACTORS PLC

**Other information**

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and 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 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, 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 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; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

**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 Strategic Report or 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.

**Responsibilities of directors**

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, 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.



Report of the Independent Auditors to the Members of  
DCD FACTORS PLC

**Our 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.



Naresh Jani (Senior Statutory Auditor)  
for and on behalf of Andertons Europe Ltd (Statutory Auditors)  
Office 10  
10 - 12 Baches Street  
London  
N1 6DL

Date: ..... 29 / 6 / 18 .....

**DCD FACTORS PLC**

**Income Statement**  
**for the Year Ended 31 December 2017**

	Notes	2017 £	2016 £
<b>Turnover</b>		-	-
Administrative expenses		(20)	(20)
		<u>(20)</u>	<u>(20)</u>
Other operating income		-	4
		<u>-</u>	<u>4</u>
<b>Operating loss and Loss before taxation</b>	4	(20)	(16)
Tax on loss	5	-	-
		<u>-</u>	<u>-</u>
<b>Loss for the financial year</b>		<u>(20)</u>	<u>(16)</u>

The notes form part of these financial statements

**DCD FACTORS PLC**

**Other Comprehensive Income**  
**for the Year Ended 31 December 2017**

	Notes	2017 £	2016 £
<b>Loss for the year</b>		(20)	(16)
<b>Other comprehensive income</b>		<u>-</u>	<u>-</u>
<b>Total comprehensive income for the year</b>		<u><u>(20)</u></u>	<u><u>(16)</u></u>

The notes form part of these financial statements

DCD FACTORS PLC (Registered number: 03330970)

Balance Sheet  
31 December 2017

	Notes	2017 £	2016 £
<b>Current assets</b>			
Debtors	6	1,028,198	1,028,198
Cash at bank		284	304
		<u>1,028,482</u>	<u>1,028,502</u>
<b>Creditors</b>			
Amounts falling due within one year	7	1,726,958	1,726,958
		<u>(698,476)</u>	<u>(698,456)</u>
<b>Net current liabilities</b>			
		<u>(698,476)</u>	<u>(698,456)</u>
<b>Total assets less current liabilities</b>		<u>(698,476)</u>	<u>(698,456)</u>
<b>Capital and reserves</b>			
Called up share capital	9	1,900,000	1,900,000
Retained earnings	10	(2,598,476)	(2,598,456)
		<u>(698,476)</u>	<u>(698,456)</u>
<b>Shareholders' funds</b>		<u>(698,476)</u>	<u>(698,456)</u>

The financial statements were approved by the Board of Directors on  
29-6-2018 and were signed on its behalf by:

  
D Stuckey - Director

The notes form part of these financial statements

**DCD FACTORS PLC**

**Statement of Changes in Equity  
for the Year Ended 31 December 2017**

	Called up share capital £	Retained earnings £	Total equity £
<b>Balance at 1 January 2016</b>	1,900,000	(2,598,440)	(698,440)
<b>Changes in equity</b>			
Total comprehensive income	-	(16)	(16)
<b>Balance at 31 December 2016</b>	<u>1,900,000</u>	<u>(2,598,456)</u>	<u>(698,456)</u>
<b>Changes in equity</b>			
Total comprehensive income	-	(20)	(20)
<b>Balance at 31 December 2017</b>	<u>1,900,000</u>	<u>(2,598,476)</u>	<u>(698,476)</u>

The notes form part of these financial statements

## DCD FACTORS PLC

### Notes to the Financial Statements for the Year Ended 31 December 2017

#### 1. **Statutory information**

DCD FACTORS PLC 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 financial statements have not been prepared on the going concern basis. They have been prepared on a break up value basis as the company has ceased trading in 2008. There is material uncertainty of the possible outcome of legal action against its clients, owing £4,427,767 including one major client owing £2,455,412 at the year end. Provisions for bad debts against these amounted to £4,123,032.

The company is also pursuing legal action against its previous auditors.

##### **Financial reporting standard 102 - reduced disclosure exemptions**

The company has taken advantage of the following disclosure exemption 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 7 Statement of Cash Flows.

##### **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.

##### **Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that that have been enacted or substantively enacted by the balance sheet date.

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2017

2. **Accounting policies - continued**

**Deferred tax**

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

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**Factoring and invoice discounting**

Under the terms of the company's facility letters with its clients, the title to the debts sold and assigned to the company by its clients, passes to the company. Unless and until any debts so purchased are subsequently re-assigned to a client by way of recourse, only the company has the legal right to receive payment or sue for payment of the debts. Following the introduction of FRS5: Application note E, the company has shown amounts due on factored debts as the net exposure to its customers. The effect of this alteration was to reduce debtors and creditors due within one year by £5,065,829 (2015-£5,065,829).

3. **Employees and directors**

There were no staff costs for the year ended 31 December 2017 nor for the year ended 31 December 2016.

	2017	2016
	£	£
Directors' remuneration	-	-
	<u>          </u>	<u>          </u>

4. **Operating loss**

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

	2017	2016
	£	£
Foreign exchange differences	-	(4)
	<u>          </u>	<u>          </u>

5. **Taxation**

**Analysis of the tax charge**

No liability to UK corporation tax arose for the year ended 31 December 2017 nor for the year ended 31 December 2016.

DCD FACTORS PLC

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2017

6. **Debtors: amounts falling due within one year**

	2017	2016
	£	£
Factors debtors	304,765	304,765
Amounts owed by group undertakings	722,577	722,577
Other debtors	856	856
	<u>1,028,198</u>	<u>1,028,198</u>
Gross factored debts	5,370,594	5,370,594
Due to clients on collection	(5,065,829)	(5,065,829)
	<u>-</u>	<u>-</u>
Factor debtors	<u>304,765</u>	<u>304,765</u>

All amounts are due for repayment within one year.

7. **Creditors: amounts falling due within one year**

	2017	2016
	£	£
Other loans (see note 8)	373,017	373,017
Amounts owed to group undertakings	582,084	582,084
Amounts owed to participating interests	716,622	716,622
Accrued expenses	55,235	55,235
	<u>1,726,958</u>	<u>1,726,958</u>

8. **Loans**

An analysis of the maturity of loans is given below:

	2017	2016
	£	£
Amounts falling due within one year or on demand:		
Other loans	<u>373,017</u>	<u>373,017</u>

9. **Called up share capital**

Allotted, issued and fully paid:			2017	2016
Number:	Class:	Nominal value:	£	£
1,900,000	Ordinary shares	1	<u>1,900,000</u>	<u>1,900,000</u>



**DCD FACTORS PLC**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 December 2017**

**10. Reserves**

	Retained earnings £
At 1 January 2017	(2,598,456)
Deficit for the year	(20)
	<hr/>
At 31 December 2017	<u>(2,598,476)</u>

**11. Ultimate parent company and controlling party**

At 31 December 2016 the company's ultimate parent company and controlling party was Dominion Group Limited, a company incorporated in Dubai, UAE which is the parent of the largest group of which the company is a member.

The smallest group of which the company is a member is a DCD Finance (UK) Limited. The financial statements of this company are available from the Companies House.

DCD London & Mutual Plc is the parent of the largest group in which the company is consolidated. Copies of the group financial statements of DCD London & Mutual Plc are available from the Companies House.