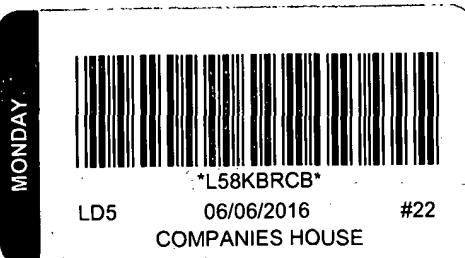


Registered number: 03093192

PALACEMOUNT LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2016



PALACEMOUNT LIMITED

COMPANY INFORMATION

DIRECTORS

T Shasha
R Shasha

COMPANY SECRETARY

T Shasha

REGISTERED NUMBER

03093192

REGISTERED OFFICE

1 Princes Gate
London
SW7 1QJ

INDEPENDENT AUDITOR

Crowe Clark Whitehill LLP
St Bride's House
10 Salisbury Square
London
EC4Y 8EH

PALACEMOUNT LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 JANUARY 2016

The Directors present their report and the audited financial statements for the year ended 31 January 2016.

DIRECTORS' RESPONSIBILITIES STATEMENT

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 judgments and accounting estimates that are reasonable and prudent;
- 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.

DIRECTORS

The Directors who served during the year were:

T Shasha
R Shasha

DISCLOSURE OF INFORMATION TO AUDITOR

Each of the persons who are Directors at the time when this Directors' report is approved has confirmed that:

- so far as that Director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that Director has taken all the steps that ought to have been taken as a Director in order to be aware of any relevant audit information and to establish that the company's auditor is aware of that information.

AUDITOR

Under section 487(2) of the Companies Act 2006, Crowe Clark Whitehill LLP will be deemed to have been reappointed as auditor 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

PALACEMOUNT LIMITED

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 JANUARY 2016

This report was approved by the board and signed on its behalf.

T Shasha
Director



Date: 10 May 2016

PALACEMOUNT LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF PALACEMOUNT LIMITED

We have audited the financial statements of Palacemount Limited for the year ended 31 January 2016, set out on pages 5 to 11. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 an Auditor's report 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 AUDITOR

As explained more fully in the Directors' responsibilities statement, 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 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 Directors' report 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 company's affairs as at 31 January 2016 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; 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.

PALACEMOUNT LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF PALACEMOUNT 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; or
- the Directors were not entitled to prepare the financial statements in accordance with the small companies regime and to take advantage of the small companies' exemption from the requirement to prepare a Strategic report or in preparing the Directors' report.

Martin Israel (Senior statutory auditor)

for and on behalf of
Crowe Clark Whitehill LLP

Statutory Auditor

St Bride's House
10 Salisbury Square
London
EC4Y 8EH

10 May 2016



PALACEMOUNT LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 JANUARY 2016

	Note	2016 £	2015 £
Administrative expenses		(24,097)	(15,831)
Other operating income	2	<u>19,511</u>	<u>22,066</u>
OPERATING (LOSS)/PROFIT	3	(4,586)	6,235
Interest payable and similar charges		<u>(4,388)</u>	<u>(3,879)</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(8,974)	2,356
Tax on (loss)/profit on ordinary activities	4	<u>471</u>	<u>(471)</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR	11	<u>(8,503)</u>	<u>1,885</u>

The notes on pages 7 to 11 form part of these financial statements.

PALACEMOUNT LIMITED
REGISTERED NUMBER: 03093192

BALANCE SHEET
AS AT 31 JANUARY 2016

	Note	£	2016 £	£	2015 £
FIXED ASSETS					
Tangible assets	5		1		1
CURRENT ASSETS					
Stocks	6	124,061		124,061	
Debtors	7	471		4,038	
Cash at bank		92,304		101,287	
		<u>216,836</u>		<u>229,386</u>	
CREDITORS: amounts falling due within one year	8	<u>(40,818)</u>		<u>(39,486)</u>	
NET CURRENT ASSETS			<u>176,018</u>		<u>189,900</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>176,019</u>		<u>189,901</u>
CREDITORS: amounts falling due after more than one year	9		<u>(148,732)</u>		<u>(154,111)</u>
NET ASSETS			<u><u>27,287</u></u>		<u><u>35,790</u></u>
CAPITAL AND RESERVES					
Called up share capital	10		100		100
Profit and loss account	11		27,187		35,690
SHAREHOLDERS' FUNDS	12		<u><u>27,287</u></u>		<u><u>35,790</u></u>

The financial statements have been prepared in accordance with the special provisions applicable to small companies within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

T Shasha
Director



Date: 10 May 2016

The notes on pages 7 to 11 form part of these financial statements.

PALACEMOUNT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2016

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

1.2 Cash flow

The financial statements do not include a Cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective January 2015).

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Fixtures & fittings	- 25% straight line
---------------------	---------------------

1.4 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs.

1.5 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.6 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

PALACEMOUNT LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2016

2. OTHER OPERATING INCOME

	2016 £	2015 £
Rent receivable	19,511	22,066

3. OPERATING (LOSS)/PROFIT

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

	2016 £	2015 £
Auditor's remuneration	5,200	5,200

During the year, no Director received any emoluments (2015 - £NIL).

4. TAXATION

	2016 £	2015 £
UK corporation tax (credit)/charge on (loss)/profit for the year	(471)	471

There were no factors that may affect future tax charges.

5. TANGIBLE FIXED ASSETS

	Office equipment £
Cost	
At 1 February 2015 and 31 January 2016	1
Depreciation	
At 1 February 2015 and 31 January 2016	-
Net book value	
At 31 January 2016	1
At 31 January 2015	1

PALACEMOUNT LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2016**

6. STOCKS

	2016	2015
	£	£
Properties held for development and resale	124,061	124,061

7. DEBTORS

	2016	2015
	£	£
Other debtors	471	4,038

**8. CREDITORS:
Amounts falling due within one year**

	2016	2015
	£	£
Bank loans and overdrafts (Secured)	5,226	5,073
Corporation tax	-	471
Other creditors	35,592	33,942
	40,818	39,486

**9. CREDITORS:
Amounts falling due after more than one year**

	2016	2015
	£	£
Bank loans (Secured)	5,700	11,079
Other creditors	143,032	143,032
	148,732	154,111

10. SHARE CAPITAL

	2016	2015
	£	£
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	100	100

PALACEMOUNT LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2016**

11. RESERVES

	Profit and loss account £
At 1 February 2015	35,690
Loss for the financial year	(8,503)
At 31 January 2016	<u>27,187</u>

12. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2016 £	2015 £
Opening shareholders' funds	35,790	33,905
(Loss)/profit for the financial year	(8,503)	1,885
Closing shareholders' funds	<u>27,287</u>	<u>35,790</u>

PALACEMOUNT LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2016**

13. RELATED PARTY TRANSACTIONS

During the year the company entered into the following transactions:

Included within other creditors falling due after more than one year is an amount of £143,032 (2015: £143,032) due to Palacemount Pension Fund, a fund of which the directors are members. The company is paying interest on the loan at an annual rate of 3% over the bank base rate.

14. CONTROLLING PARTY

The company is jointly controlled by its two directors, T Shasha and R Shasha.