

# **CitiFinancial Mortgage Corporation**

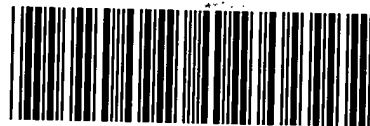
**(An Unlimited Company)**

**(Registered Number: 01533025)**

## **ANNUAL REPORT AND FINANCIAL STATEMENTS**

**for the year ended 31 December 2015**

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# **CITIFINANCIAL MORTGAGE CORPORATION**

(An Unlimited Company)

## **DIRECTORS' REPORT**

for the year ended 31 December 2015

The Directors present their report and the financial statements of CitiFinancial Mortgage Corporation ("the Company") for the year ended 31 December 2015.

### **Principal activities and business review**

The Company did not trade during the current and preceding year and the Directors do not anticipate that it will commence trading in the foreseeable future. The state of affairs of the Company as at the year end are detailed in the balance sheet.

As the Directors intend to liquidate the Company therefore they have not prepared the financial statements on a going concern basis. The effect of this is explained in note 1.

### **Dividends**

The Company did not pay an interim dividend during the year (2014: £nil) and the Directors do not recommend the payment of a final dividend in respect of the year (2014: £nil).

### **Directors**

The Directors who held office during the year ended 31 December 2015 were:

S J Cumming

J D Robson

### **Directors' indemnity**

The Directors benefit from qualifying third party indemnity provisions in place during the financial year and as at the date of this report.

# **CITIFINANCIAL MORTGAGE CORPORATION**

(An Unlimited Company)

## **DIRECTORS' REPORT**

for the year ended 31 December 2015

### **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 they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 101 Reduced Disclosure Framework.

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 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. As explained in note 1 the Directors do not believe that it is appropriate to prepare these financial statements on a going concern basis.

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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

### **Environment**

The Company recognises the importance of its environmental responsibilities, monitors its impact on the environment, and designs and implements policies to reduce any damage that might be caused by its activities. Initiatives designed to minimise the Company's impact on the environment include safe disposal of waste, recycling and reducing energy consumption.

### **Employees**

There were no persons employed by the Company during the year and no persons have been employed by the Company since the year end.

### **Charitable donations and political contributions**

Charitable donations and political contributions of £nil were made during the year (2014: £nil).

### **Strategic Report**

The Financial Reporting Council (FRC) Bulletin 2014/4 (April 2014) highlights that a company is entitled to the small companies exemption in relation to the strategic report for a financial year if it would be so entitled but for being or having been a member of an ineligible group. As such, the Company has elected to exercise this exemption in relation to the preparation of a Strategic Report for this financial year.

# **CITIFINANCIAL MORTGAGE CORPORATION**

(An Unlimited Company)

## **DIRECTORS' REPORT**

for the year ended 31 December 2015

### **Disclosure of information to auditor**

In accordance with section 418, Companies Act 2006 and subject to all the provisions of section 418, it is stated by the Directors who held office at the date of approval of this Directors' Report that:

- so far as each is aware, there is no relevant audit information of which the Company's Auditor is unaware; and
- each Director has taken all the steps that he / she ought to have taken as a Director to make himself / herself aware of any relevant audit information and to establish that the Company's Auditor is aware of that information.

### **Auditors**

Pursuant to section 487 of the Companies Act 2006, the auditors will deemed to be re-appointed and KPMG LLP will therefore continue in office.

By order of the Board



S J Cumming  
Director

9 June 2016

Incorporated in England and Wales

Registered Office: Citigroup Centre, Canada Square, Canary Wharf, London E14 5LB

Registered Number: 01533025

## **INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF CITIFINANCIAL MORTGAGE CORPORATION (An Unlimited Company)**

We have audited the financial statements of CitiFinancial Mortgage Corporation ("the Company") for the year ended 31 December 2015, set out on pages 5 to 7. 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), including FRS 101 *Reduced Disclosure Framework*. These accounts have not been prepared on a going concern basis for the reason set out in note 1 to the financial statements.

This report is made solely to the Company's member, 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 member those matters we are required to state to them in an auditor 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 member, 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 set out on page 2, 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 our 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**

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's web-site at [www.frc.org.uk/auditscopeukprivate.cfm](http://www.frc.org.uk/auditscopeukprivate.cfm).

### **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 December 2015 and of its results for the year then ended;
- have been properly prepared in accordance with UK 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.

### **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 take advantage of the small companies exemption from the requirement to prepare a strategic report.



Namrata Basker (Senior Statutory Auditor)  
**for and on behalf of KPMG LLP, Statutory Auditor**  
Chartered Accountants

15 Canada Square  
London  
E14 5GL  
9 June 2016

# CITIFINANCIAL MORTGAGE CORPORATION

(An Unlimited Company)

## INCOME STATEMENT

for the year ended 31 December 2015

During the financial year and the preceding financial year the Company did not trade and received no income and incurred no expenditure. Consequently, during those years the Company made neither a profit nor a loss and has not recognised any other gains or losses. As such, no separate statement of changes in equity is prepared.

## BALANCE SHEET

as at 31 December 2015

	Note	2015 £'000	2014 £'000
Net assets		-	-
Equity shareholders' funds			
Called up share capital	4	12,894	12,894
Profit and loss account		(12,894)	(12,894)
Total shareholders' funds		-	-

The accompanying notes on pages 6 to 7 form an integral part of these financial statements.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 9 June 2016.



S J Cumming  
Director

Registered Number: 01533025

# **CITIFINANCIAL MORTGAGE CORPORATION**

(An Unlimited Company)

## **NOTES TO THE FINANCIAL STATEMENTS**

### **1. Accounting policies**

#### **a) Basis of preparation of financial statements**

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

*The Directors intend to liquidate the Company therefore they have not prepared the financial statements on going concern basis but on a net realisable value basis. No adjustments were necessary to the amounts at which the remaining net assets are included in these financial statements.*

The financial statements are prepared under the historical cost accounting rules.

The financial statements have been prepared in Pounds Sterling ("£"), which is the presentational and functional currency of the Company.

The financial statements of the Company have been prepared in accordance with Financial Reporting Standard 101, 'Reduced Disclosure Framework' (FRS 101) from the beginning of the accounting period. In preparing these financial statements, the Company applies the recognition, measurement and disclosure requirements of International Financial Reporting Standards as adopted by the EU (Adopted IFRSs), but makes amendments where necessary in order to comply with Companies Act 2006 and has set out below where advantage of the FRS 101 disclosure exemptions has been taken.

The Company has taken exemption available under FRS 101 not to disclose all transactions with other group companies and investees of the group qualifying as related parties. It has also taken the exemption available under FRS 101 not to prepare a cash flow statement and the effects of new but not yet effective IFRSs.

In the transition to FRS 101, the Company has applied IFRS 1 whilst ensuring that its assets and liabilities are measured in compliance with FRS 101. The Company has not been required to make any measurement and recognition adjustments due to its transition to FRS 101.

### **2. Directors' remuneration**

None of the Directors received any remuneration during the year in respect of their services to the Company (2014: £nil).

### **3. Auditor's remuneration**

The auditor's remuneration of £1,784 (2014: £1,034) for these financial statements is borne and paid by another group company.

# CITIFINANCIAL MORTGAGE CORPORATION

(An Unlimited Company)

## NOTES TO THE FINANCIAL STATEMENTS

### 4. Share capital

	2015 £'000	2014 £'000
<b>Allotted, called up but not paid</b>		
12,894,470 Ordinary shares of £1 each	12,894	12,894

### 5. Parent companies

The Company's immediate parent undertaking is Avco Trust, a company registered in England and Wales. The Company's ultimate parent company and ultimate controlling party is Citigroup Inc., incorporated in the State of Delaware, United States of America.

The audited financial statements of the parent are made available to the public annually in accordance with Companies House regulations and may be obtained from its registered office at Citigroup Centre, Canada Square, Canary Wharf, London E14 5LB, United Kingdom.

The audited consolidated financial statements of Citigroup Inc. are available to the public annually in accordance with Securities and Exchange Commission regulations and may be obtained from [www.citigroup.com/citi/corporategovernance/ar.htm](http://www.citigroup.com/citi/corporategovernance/ar.htm).