

COMPANY REGISTRATION NUMBER: 01110941

Summit Financial Services Limited
Financial statements
31 March 2020



Summit Financial Services Limited

Financial statements

Year ended 31 March 2020

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Summit Financial Services Limited

Strategic report

Year ended 31 March 2020

Principal activities

The company's principal activities are the provision of services in relation to businesses in the insurance sector.

Strategy review

The company is responsible for managing claims handling relationships on behalf of a sister company, for which it receives fees. There are no strategic issues to consider in the context of these activities.

This report was approved by the board of directors on 10 July 2020 and signed on behalf of the board by:



S J K Barratt
Company Secretary

Registered office:
10 Cloisters House
Cloisters Business Centre
8 Battersea Park Road
London
SW8 4BG

Summit Financial Services Limited

Directors' report

Year ended 31 March 2020

The directors present their report and the financial statements of the company for the year ended 31 March 2020.

Directors

The directors who served the company during the year were as follows:

Mr S J K Barratt
Mr D J Milner
Mr C N Hunter Gordon

Dividends

The directors do not recommend the payment of a dividend.

Auditor

Each of the persons who is a director at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the company's auditor is unaware; and
- they have taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Saffery Champness LLP have expressed their willingness to remain in office.

This report was approved by the board of directors on 10 July 2020 and signed on behalf of the board by:



S J K Barratt
Company Secretary

Registered office:
10 Cloisters House
Cloisters Business Centre
8 Battersea Park Road
London
SW8 4BG

Summit Financial Services Limited

Directors' responsibilities statement

Year ended 31 March 2020

The directors are responsible for preparing the strategic report, 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 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.

Summit Financial Services Limited

Independent auditor's report to the members of Summit Financial Services Limited

Year ended 31 March 2020

Opinion

We have audited the financial statements of Summit Financial Services Limited (the 'company') for the year ended 31 March 2020 which comprise the statement of income and retained earnings, statement of financial position and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2020 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 auditor's 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.

Summit Financial Services Limited

Independent auditor's report to the members of Summit Financial Services Limited (continued)

Year ended 31 March 2020

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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 we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinions 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 directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report 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 directors' report.

We have nothing to report in respect of the following matters in relation to which 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.

Summit Financial Services Limited

Independent auditor's report to the members of Summit Financial Services Limited (continued)

Year ended 31 March 2020

Responsibilities of directors

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, and for such internal control as the directors determine is 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.

Auditor's 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 an auditor's report 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. This description forms part of our auditor's report.

Use of our report

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.



Michael Di Leto (Senior Statutory Auditor)

For and on behalf of
Saffery Champness LLP
Chartered Accountants & statutory auditor
71 Queen Victoria Street
London
EC4V 4BE

10 July 2020

Summit Financial Services Limited
Statement of income and retained earnings
Year ended 31 March 2020

	Note	2020 £	2019 £
Turnover	4	6,775	27,650
Gross profit		6,775	27,650
Administrative expenses		(64,801)	(52,771)
Operating loss	5	(58,026)	(25,121)
Loss before taxation		(58,026)	(25,121)
Tax on loss	7	5,258	2,182
Loss for the financial year and total comprehensive income		(52,768)	(22,939)
Retained (losses)/earnings at the start of the year		(19,821)	3,118
Retained losses at the end of the year		(72,589)	(19,821)

All the activities of the company are from continuing operations.

The notes on pages 9 to 13 form part of these financial statements.

Summit Financial Services Limited

Statement of financial position

31 March 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	8	4,033	6,713
Current assets			
Debtors	9	70,265	97,530
Cash at bank and in hand		<u>4,763</u>	<u>1,486</u>
		75,028	99,016
Creditors: amounts falling due within one year	10	<u>(31,650)</u>	<u>(5,550)</u>
Net current assets		<u>43,378</u>	<u>93,466</u>
Total assets less current liabilities		<u>47,411</u>	<u>100,179</u>
Net assets		<u>47,411</u>	<u>100,179</u>
Capital and reserves			
Called up share capital	11	20,000	20,000
Capital redemption reserve	12	100,000	100,000
Profit and loss account	12	<u>(72,589)</u>	<u>(19,821)</u>
Shareholders funds		<u>47,411</u>	<u>100,179</u>

These financial statements were approved by the board of directors and authorised for issue on 10 July 2020, and are signed on behalf of the board by:



Mr S J K Barratt
Director

Company registration number: 01110941

The notes on pages 9 to 13 form part of these financial statements.

Summit Financial Services Limited

Notes to the financial statements

Year ended 31 March 2020

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 10 Cloisters House, Cloisters Business Centre, 8 Battersea Park Road, London, SW8 4BG.

2. Statement of compliance

These financial statements have been prepared in accordance with FRS 102, "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the requirements of the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Disclosure exemptions

The entity satisfies the criterion of being a qualifying entity as defined in FRS 102. Its financial statements are consolidated into the financial statements of The Summit Group Ltd which can be obtained from Companies House. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102:

- (a) no cash flow statement has been presented for the company;
- (b) disclosures in respect of financial instruments have not been presented; and
- (c) no disclosure has been given of related party transactions where all parties to the transaction are wholly owned within the group.

The company intends to apply these exemptions both this year and indefinitely hereafter.

Judgments and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the amounts reported. These estimates and judgments are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The directors do not believe there are any significant judgments or key sources of estimation uncertainty.

Revenue recognition

Turnover, which is all derived from activities within the United Kingdom, comprises invoiced sales of goods and services, excluding value added tax.

Revenue from the rendering of services is measured by reference to the stage of completion of the service transaction at the end of the reporting period provided that the outcome can be reliably estimated. When the outcome cannot be reliably estimated, revenue is recognised only to the extent that expenses recognised are recoverable.

Summit Financial Services Limited

Notes to the financial statements *(continued)*

Year ended 31 March 2020

3. Accounting policies *(continued)*

Taxation

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax the company is expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date, and any adjustment to tax payable or receivable in respect of previous years.

Deferred taxation is recognised without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as otherwise required by FRS 102.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Equipment - 3-5 years straight line

4. Turnover

Turnover arises from:

	2020	2019
	£	£
Rendering of services	<u>6,775</u>	<u>27,650</u>

The whole of the turnover is attributable to the principal activity of the company wholly undertaken in the United Kingdom.

5. Operating loss

Operating loss is stated after charging:

	2020	2019
	£	£
Depreciation of tangible assets	2,680	2,148
Fees payable for the audit of the financial statements	<u>3,100</u>	<u>3,000</u>

Summit Financial Services Limited

Notes to the financial statements *(continued)*

Year ended 31 March 2020

6. Particulars of employees

In both years, there were no employees other than directors. The results include a charge of £30,000 (2019: £20,000) for salary recharges from another group company, Summit Insurance Services Ltd.

7. Tax on loss

Major components of tax income

	2020 £	2019 £
Current tax:		
UK current tax income	(5,258)	(2,182)
Tax on loss	<u>(5,258)</u>	<u>(2,182)</u>

Reconciliation of tax income

The tax assessed on the loss on ordinary activities for the year is higher than (2019: higher than) the standard rate of corporation tax in the UK of 19% (2019: 19%).

	2020 £	2019 £
Loss on ordinary activities before taxation	(58,026)	(25,121)
Loss on ordinary activities by rate of tax	(11,025)	(4,773)
Effect of capital allowances and depreciation	509	408
Group relief surrendered by the company	5,258	2,183
Tax on loss	<u>(5,258)</u>	<u>(2,182)</u>

The company had no taxable profits in either of the years ended 31 March 2019 and 2020.

Factors that may affect future tax income

The company has a deferred tax asset of £2,302 (2019: £1,793), which consists of timing differences on depreciation which would be recoverable against future taxable profits of the company. The directors are unaware of any factors which may affect the future tax charge of the company.

The movement in the year represents the timing differences on fixed assets as shown above.

Summit Financial Services Limited

Notes to the financial statements *(continued)*

Year ended 31 March 2020

8. Tangible assets

	Equipment £	Total £
Cost		
At 1 April 2019 and 31 March 2020	<u>21,974</u>	<u>21,974</u>
Depreciation		
At 1 April 2019	15,261	15,261
Charge for the year	<u>2,680</u>	<u>2,680</u>
At 31 March 2020	<u>17,941</u>	<u>17,941</u>
Carrying amount		
At 31 March 2020	<u>4,033</u>	<u>4,033</u>
At 31 March 2019	<u>6,713</u>	<u>6,713</u>

9. Debtors

	2020 £	2019 £
Trade debtors	1,080	435
Amounts owed by group undertakings	67,023	95,147
Prepayments and accrued income	600	600
Other debtors	<u>1,562</u>	<u>1,348</u>
	<u>70,265</u>	<u>97,530</u>

10. Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	2,400	2,400
Amounts owed to group undertakings	26,000	—
Accruals and deferred income	<u>3,250</u>	<u>3,150</u>
	<u>31,650</u>	<u>5,550</u>

11. Called up share capital

Issued, called up and fully paid

	2020		2019	
	No.	£	No.	£
Ordinary shares of £1 each	<u>20,000</u>	<u>20,000.00</u>	<u>20,000</u>	<u>20,000.00</u>

12. Reserves

Capital redemption reserve - This reserve records the nominal value of shares repurchased by the company.

Profit and loss account - This reserve records retained earnings and accumulated losses.

Summit Financial Services Limited

Notes to the financial statements *(continued)*

Year ended 31 March 2020

13. Related party transactions

During the year the company paid Summit Insurance Services Ltd ("SIS") £30,000 (2019: £20,000) for salary recharges. At the year end the amount outstanding to SIS was £26,000 (2019: £nil) and the amount outstanding from SIS was £nil (2019: £30,000). SIS is a group company.

14. Controlling party

The ultimate parent company is Brighthand Ltd and the immediate parent company is Summit Corporate Finance Ltd. Both companies are registered in England and Wales. Accounts for both these companies are available at Companies House. The address of the registered office for both companies is 10 Cloisters House, Cloisters Business Centre, 8 Battersea Park Road, London, SW8 4BG.