

Registered number: 09366935

PROVEGO LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2019



PROVEGO LIMITED

DIRECTORS' RESPONSIBILITIES STATEMENT FOR THE YEAR ENDED 31 MARCH 2019

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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company's financial statements 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 to 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.

PROVEGO LIMITED
REGISTERED NUMBER: 09366935

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2019

	Note	2019 £	2018 £
Fixed assets			
Intangible assets		1,664	3,328
		<u>1,664</u>	<u>3,328</u>
Current assets			
Debtors: amounts falling due within one year	6	131,168	94,100
Cash at bank and in hand	7	600,162	407,657
		<u>731,330</u>	<u>501,757</u>
Creditors: amounts falling due within one year	8	(582,045)	(413,705)
Net current assets		<u>149,285</u>	<u>88,052</u>
Total assets less current liabilities		<u>150,949</u>	<u>91,380</u>
Net assets		<u><u>150,949</u></u>	<u><u>91,380</u></u>
Capital and reserves			
Called up share capital		1,330	1,330
Share premium account		66,408	66,408
Profit and loss account		83,211	23,642
		<u>150,949</u>	<u>91,380</u>

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

PROVEGO LIMITED
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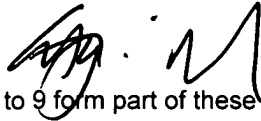
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 MARCH 2019

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

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

23rd October 2019

G M Aguilar-Millan
Director



The notes on pages 5 to 9 form part of these financial statements.

PROVEGO LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2019**

	Called up share capital	Share premium account	Profit and loss account	Total equity
	£	£	£	£
At 1 April 2018	1,330	66,408	23,642	91,380
Comprehensive income for the year				
Profit for the year	-	-	59,569	59,569
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the year	-	-	59,569	59,569
Total transactions with owners	-	-	-	-
At 31 March 2019	1,330	66,408	83,211	150,949

The notes on pages 5 to 9 form part of these financial statements.

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2018**

	Called up share capital	Share premium account	Profit and loss account	Total equity
	£	£	£	£
At 1 April 2017	1	-	(1,838)	(1,837)
Comprehensive income for the year				
Profit for the year	-	-	25,480	25,480
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the year	-	-	25,480	25,480
Shares issued during the year	1,329	66,408	-	67,737
Total transactions with owners	1,329	66,408	-	67,737
At 31 March 2018	1,330	66,408	23,642	91,380

The notes on pages 5 to 9 form part of these financial statements.

PROVEGO LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

1. General information

Provego Limited is a private limited company limited by shares and is incorporated and domiciled in England and Wales. The address of its registered office is Epsilon House, West Road, Ipswich, IP3 9FJ.

The financial statements are presented in pounds sterling which is the functional currency of the company.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Going concern

The Directors have prepared a forecast for the period to 31st March 2020, which indicates that the company is expected to continue to trade profitably to the end of this period. The Company will continue to look at ways in which it can increase its revenue and maintain prudent control of its costs.

2.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Revenues from commission and fees are recognised at the later of the inception date of the coverage or when cover has been confirmed to the client.

2.4 Interest income

Interest income is recognised in the Statement of comprehensive income using the effective interest method.

2.5 Intangible assets

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

PROVEGO LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

2. Accounting policies (continued)

2.6 Current and deferred taxation

Tax is recognised in the Statement of comprehensive income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of financial position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

2.7 Insurance debtors, creditors and cash

The company acts as an agent in underwriting the insurable risks of its clients and generally not liable as a principal for premium due to underwriters, or for claims to clients. In recognition of this relationship, the company does not include debtors or creditors on its own balance sheet, except to the extent that the creditors are matched by cash held in insurer trust bank accounts, on which the company earns investment income.

3. Employees

The average monthly number of employees, including the directors, during the year was as follows:

	2019 No.	2018 No.
Distribution	6	6

PROVEGO LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

4. Taxation

	2019 £	2018 £
Corporation tax		
Current tax on profits for the year	10,133	244
Corporation tax adjustments to prior periods	(16,954)	-
	<u>(6,821)</u>	<u>244</u>
Total current tax	<u>(6,821)</u>	<u>244</u>

Factors affecting tax charge for the year

	2019 £	2018 £
Profit on ordinary activities before tax	<u>52,748</u>	<u>25,724</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2018 - 19%)	10,022	4,888
Effects of:		
Non-tax deductible amortisation of goodwill and impairment	-	233
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	111	72
Research and development tax credit in respect of prior year	(16,954)	-
Unrelieved tax losses carried forward	-	(4,949)
Total tax charge for the year	<u>(6,821)</u>	<u>244</u>

PROVEGO LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

5. Intangible assets

	Computer software £
Cost	
At 1 April 2018	4,992
At 31 March 2019	<u>4,992</u>
Amortisation	
At 1 April 2018	1,664
Charge for the year	1,664
At 31 March 2019	<u>3,328</u>
Net book value	
At 31 March 2019	<u><u>1,664</u></u>
At 31 March 2018	<u><u>3,328</u></u>

6. Debtors

	2019 £	2018 £
Trade debtors	94,217	93,749
Amounts owed by group undertakings	36,600	-
Other debtors	351	351
	<u>131,168</u>	<u>94,100</u>

7. Cash and cash equivalents

	2019 £	2018 £
Cash at bank and in hand	35,596	10,999
Cash held in Insurer Trust bank account	564,566	396,658
	<u>600,162</u>	<u>407,657</u>

PROVEGO LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

8. Creditors: Amounts falling due within one year

	2019 £	2018 £
Trade creditors	564,566	396,658
Amounts owed to group undertakings	-	8,737
Corporation tax	10,133	244
Other creditors	928	1,646
Accruals and deferred income	6,418	6,420
	<u>582,045</u>	<u>413,705</u>

Included within the trade creditors is the insurance creditors of £564,566 (2018:£396,658).

9. Related party transactions

Precision Support Services Limited

T J Smyth who was appointed a director of the company on the 2 May 2017 is the ultimate controlling shareholder of Precision Support Services Ltd. Management charges from Precision Support Services Ltd (PSSL) to the company during the year were £140,004 (2018: £140,694).

During the period, the Company repaid its loan to PSSL in the amount of £8,737 and made a loan to PSSL of £36,600 as at 31 March 2019. (2018: £8,737)

10. Post balance sheet events

On 5 April 2019 Precision Partnership Ltd (PPL), the Company's immediate parent company, obtained a controlling interest in the Company from management and other shareholders.

On 8 April 2019, PPL was acquired by Rural & Commercial Holdings Ltd.