

# Legal Protection Group Limited

Annual Report and Unaudited Filleted Financial Statements  
for the Year Ended 31 December 2022

# **Legal Protection Group Limited**

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# Legal Protection Group Limited

(Registration number: 10096688)  
Balance Sheet as at 31 December 2022

	Note	2022 £	2021 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	7,489	7,830
Investments	<u>5</u>	600,766	766
		<u>608,255</u>	<u>8,596</u>
<b>Current assets</b>			
Debtors	<u>6</u>	1,530,079	902,372
Cash at bank and in hand		<u>1,277,887</u>	<u>867,214</u>
		2,807,966	1,769,586
<b>Creditors:</b> Amounts falling due within one year	<u>7</u>	<u>(2,825,364)</u>	<u>(1,474,337)</u>
<b>Net current (liabilities)/assets</b>		<u>(17,398)</u>	<u>295,249</u>
<b>Net assets</b>		<u>590,857</u>	<u>303,845</u>
<b>Capital and reserves</b>			
Called up share capital		1,000,000	1,000,000
Retained earnings		<u>(409,143)</u>	<u>(696,155)</u>
Shareholders' funds		<u>590,857</u>	<u>303,845</u>

For the financial year ending 31 December 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime. As permitted by section 444 (5A) of the Companies Act 2006, the directors have not delivered to the registrar a copy of the Profit and Loss Account.

Approved and authorised by the Board on 26 September 2023 and signed on its behalf by:

M Rowan  
Director

# **Legal Protection Group Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 December 2022**

### **1 General information**

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Unit 8 Pinkers Court  
Briarland Office Park  
Gloucester Road  
Rudgeway  
Bristol  
BS35 3QH  
England

These financial statements were authorised for issue by the Board on 26 September 2023.

### **2 Accounting policies**

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

#### **Revenue recognition**

Turnover represents commission income on ATE and BTE cases. In accordance with FRS102, turnover in respect of cases which are contingent on future events outside of the control of the Company is not recognised until the contingent event has occurred.

For policies that have been issued where the final outcome can be assessed with reasonable certainty, income is recorded when the policy is issued less a provision in respect of any contingent element based on industry benchmarks. No value is placed on accrued income in respect of contingent fee cases in accordance with FRS102 where there is insufficient certainty as to the outcome of the case to justify the recognition as an asset.

# Legal Protection Group Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 December 2022

### Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

### Tax

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 taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

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

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

### Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

### Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Office Equipment	33% straight line

### Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

# **Legal Protection Group Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 December 2022**

### **Investments**

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

### **Leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

## **Legal Protection Group Limited**

### **Notes to the Unaudited Financial Statements for the Year Ended 31 December 2022**

#### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

#### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 20 (2021 - 20).

# Legal Protection Group Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 December 2022

### 4 Tangible assets

	Office equipment £	Total £
<b>Cost or valuation</b>		
At 1 January 2022	9,132	9,132
Additions	3,195	3,195
At 31 December 2022	12,327	12,327
<b>Depreciation</b>		
At 1 January 2022	1,302	1,302
Charge for the year	3,536	3,536
At 31 December 2022	4,838	4,838
<b>Carrying amount</b>		
At 31 December 2022	7,489	7,489
At 31 December 2021	7,830	7,830

### 5 Investments

	2022 £	2021 £
Investments in subsidiaries	600,766	766
<b>Subsidiaries</b>		£
<b>Cost or valuation</b>		
At 1 January 2022		766
Additions		600,000
At 31 December 2022		600,766
<b>Provision</b>		
<b>Carrying amount</b>		
At 31 December 2022		600,766
At 31 December 2021		766

### Details of undertakings

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:



## Legal Protection Group Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 December 2022

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2022	2021
Subsidiary undertakings				
Legal Protection Group (Canada) Ltd	Canada		75%	75%
Legal Protection Insurance (Ireland) DAC	Ireland		75%	75%
Legal Claims Group Ltd	England & Wales		100%	100%

#### Subsidiary undertakings

##### *Legal Protection Group (Canada) Ltd*

The principal activity of Legal Protection Group (Canada) Ltd is Dormant.

##### *Legal Protection Insurance (Ireland) DAC*

The principal activity of Legal Protection Insurance (Ireland) DAC is Dormant.

##### *Legal Claims Group Ltd*

The principal activity of Legal Claims Group Ltd is Active.

## 6 Debtors

Current	Note	2022	2021
		£	£
Trade debtors		105,804	87,066
Amounts owed by related parties		317,550	210,975
Prepayments		62,954	30,666
Other debtors		1,043,771	573,665
		<u>1,530,079</u>	<u>902,372</u>

## Legal Protection Group Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 December 2022

#### 7 Creditors

Creditors: amounts falling due within one year

	2022 £	2021 £
<b>Due within one year</b>		
Trade creditors	120,199	51,515
Taxation and social security	93,727	-
Accruals and deferred income	409,010	139,768
Other creditors	2,202,428	1,283,054
	<u>2,825,364</u>	<u>1,474,337</u>

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.