

Darbys Solicitors LLP

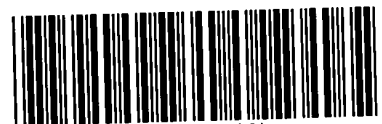
REPORT AND FINANCIAL STATEMENTS

30 April 2017

UNAUDITED

Registration No. OC323711

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Darbys Solicitors LLP
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Darbys Solicitors LLP
DESIGNATED MEMBERS AND ADVISORS

UNAUDITED

DESIGNATED MEMBERS
Knights Professional Services Limited
D Beech

REGISTERED OFFICE
Midland House
West Way
Oxford
OX2 0PH

ACCOUNTANTS
RSM UK Tax and Accounting Limited
Chartered Accountants
Festival Way
Stoke-on-Trent
Staffordshire
ST1 5BB

Darbys Solicitors LLP

DESIGNATED MEMBERS' REPORT

UNAUDITED

The Designated Members submit their annual report and the unaudited financial statements of Darbys Solicitors LLP for the year ended 30 April 2017.

PRINCIPAL ACTIVITIES AND REVIEW OF THE BUSINESS

The principal activity of the Limited Liability Partnership was the provision of legal services.

The statement of comprehensive income on page 3 shows the result for the year. Darbys Solicitors LLP has been dormant since 1 March 2016.

DESIGNATED MEMBERS

The following Designated Members have held office since 1 May 2016:

Knights Professional Services Limited
D Beech

By order of the board



D Beech
Designated Member

24 August 2017

Darbys Solicitors LLP
STATEMENT OF COMPREHENSIVE INCOME
for the year ended 30 April 2017

UNAUDITED

	Note	2017 £	2016 £
TURNOVER	2	-	542,004
Other operating income		-	16,175
Cost of sales		-	(771,252)
		<hr/>	<hr/>
GROSS LOSS		-	(213,073)
Administrative expenses		-	(590,939)
Depreciation and amortisation		-	(90,353)
		<hr/>	<hr/>
OPERATING LOSS	5	-	(894,365)
Interest receivables and similar income	3	-	6,763
Interest payable and similar charges	6	-	(2,212)
		<hr/>	<hr/>
LOSS FOR THE FINANCIAL YEAR BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES		-	(889,814)
Members' remuneration charged as an expense	7	-	-
		<hr/>	<hr/>
LOSS FOR THE FINANCIAL YEAR AVAILABLE FOR DISCRETIONARY DIVISION AMONG MEMBERS AND TOTAL COMPREHENSIVE INCOME		-	(889,814)
		<hr/> <hr/>	<hr/> <hr/>

Darbys Solicitors LLP
STATEMENT OF FINANCIAL POSITION
at 30 April 2017

UNAUDITED

	Note	2017	2016
		£	£
CREDITORS: Amounts falling due within one year	8	(889,814)	(889,814)
NET CURRENT LIABILITIES		(889,814)	(889,814)
TOTAL ASSETS LESS CURRENT LIABILITIES		(889,814)	(889,814)
NET LIABILITIES ATTRIBUTABLE TO MEMBERS		(889,814)	(889,814)
MEMBERS' OTHER INTERESTS			
Other reserves		(889,814)	(889,814)
TOTAL MEMBERS' INTERESTS		(889,814)	(889,814)
TOTAL MEMBERS' INTERESTS			
Members' other interests		(889,814)	(889,814)
		(889,814)	(889,814)

For the year ended 30 April 2017 the Limited Liability Partnership was entitled to exemption from audit under section 480 of the Companies Act 2016 relating to dormant Limited Liability Partnerships and its members have not required the Limited Liability Partnership to obtain an audit of its financial statements for the year in question in accordance with section 480.

The financial statements have been prepared and delivered in accordance with the special provisions of the Companies Act 2006 (as applied by Limited Liability Partnerships (Accounts and Audit) (Application of the Companies Act 2006) Regulations 2006) applicable to Limited Liability Partnerships subject to the small Limited Liability Partnership's regime.

The financial statements on pages 3 to 11 were approved by the members and authorised for issue on 26 August 2017 and are signed on their behalf by:



D Beech
Designated Member

Registration No. OC323711

Darbys Solicitors LLP
RECONCILIATION OF MEMBERS' INTERESTS
for the year ended 30 April 2017

UNAUDITED

	EQUITY MEMBERS' OTHER INTERESTS	LOANS AND DEBTS DUE TO MEMBERS LESS ANY AMOUNTS DUE FROM MEMBERS IN DEBTORS	DEBT Other amounts	TOTAL MEMBERS' INTERESTS
	Other reserves £	Members' capital £	£	Total £
Amounts due to members	405,233	1,270,000	14,731	1,689,964
Amounts due from members	-	-	(448,406)	(448,406)
Balance at 1 January 2016	405,233	1,270,000	(433,675)	(1,241,558)
Allocation of prior year profit	(440,680)	-	440,680	-
Profit for the year	14,553	(240,000)	-	(225,447)
Amount transferred to creditors on member retiring	-	(670,000)	-	(670,000)
Repayment of amounts due to members	-	(360,000)	(162,839)	(522,839)
Other payments to members	20,894	-	155,834	176,728
Transfer amounts due from members to debtors on their resignation as members	(889,814)	-	-	(889,814)
	(889,814)	-	-	(889,814)
Amounts due to members	-	-	-	-
Amounts due from members	(889,814)	-	-	(889,814)
Members' interests at 30 April 2016	(889,814)	-	-	(889,814)
Members' interests after profit for the year	(889,814)	-	-	(889,814)
Amounts due to members	-	-	-	-
Amounts due from members	(889,814)	-	-	(889,814)
Members' interests at 30 April 2017	(889,814)	-	-	(889,814)

Members' interest rank equally with debts due to ordinary creditors in the event of a winding up.

Darbys Solicitors LLP
STATEMENT OF CASH FLOWS
for the year ended 30 April 2017

UNAUDITED

	Note	2017 £	2016 £
OPERATING ACTIVITIES			
Transactions with non-members:			
Cash from operations	9	-	(643,012)
NET CASH USED IN OPERATING ACTIVITIES		-	(643,012)
INVESTING ACTIVITIES			
Transactions with non-members:			
Purchase of tangible fixed assets		-	(119)
Interest received		-	6,763
NET CASH FROM INVESTING ACTIVITIES		-	6,644
FINANCING ACTIVITIES			
Transactions with non-members:			
Repayment of finance leases		-	(21,918)
Interest paid		-	(2,212)
Repayment of loans		-	(720,820)
Transactions with members and former members:			
Loans from Group companies		-	2,829,783
NET CASH FROM FINANCING ACTIVITIES		-	2,084,833
NET INCREASE IN CASH AND CASH EQUIVALENTS		-	1,448,465
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		-	(1,448,465)
CASH AND CASH EQUIVALENTS AT END OF YEAR		-	-
Relating to:			
Bank balance and short term deposits included in cash at bank and in hand		-	-
Overdrafts included in "creditors: amounts falling due within one year"		-	-

Darbys Solicitors LLP

ACCOUNTING POLICIES

UNAUDITED

GENERAL INFORMATION

Darbys Solicitors LLP is a Limited Liability Partnership domiciled and incorporated in Great Britain.

The address of the Limited Liability Partnership's registered office and principle place of business is:

Midland House
West Way
Oxford
OX2 0PH

The Limited Liability Partnership's principal activity was that of the provision of legal services. The LLP was dormant from 1 March 2016.

BASIS OF ACCOUNTING

The financial statements have been prepared in accordance with FRS102 'The Financial Reporting standard applicable in the UK and the Republic of Ireland' (FRS 102) and the requirements of the Companies Act 2006 and under the historical cost convention in accordance with the Statement of Recommended practice 'Accounting by Limited Liability Partnerships' July 2014.

GOING CONCERN

The Limited Liability Partnership has ceased to operate and is dormant. All liabilities and assets have been transferred to Knights Professional Services Limited from 28 February 2016 leaving an amount of £889,814 due to the parent company, Knights Professional Services Limited.

FUNCTIONAL AND PRESENTATIONAL CURRENCIES

The financial statements are presented in sterling which is also the functional currency of the Limited Liability Partnership.

TURNOVER AND REVENUE RECOGNITION

Turnover represented amounts chargeable to clients for professional services provided during the year excluding value added tax.

Services provided to clients in the prior year which had not been invoiced at the balance sheet date have been recognised as turnover on an assessment of the fair value of the services provided by the statement of financial position date as a proportion of the total value of the engagement.

Turnover was not recognised where the right to receive payment is contingent on events outside the control of the business.

OTHER INCOME

Interest Income

Interest income was accrued on a time-apportioned basis, by reference to the principal outstanding at the effective interest rate.

FINANCIAL INSTRUMENTS

The Limited Liability Partnership has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102, in full, to all of its financial instruments.

Financial assets and financial liabilities are recognised when the Limited Liability Partnership becomes a party to the contractual provisions of the instrument, and are offset only when the Limited Liability Partnership currently has a legally enforceable right to set off the recognised amounts and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

FINANCIAL INSTRUMENTS (continued)

Financial assets

Trade and other debtors

Trade and other debtors which are receivable within one year are initially measured at the transaction price. Trade debtors are subsequently measured at amortised cost, being the transaction price less any amounts settled and any impairment losses.

A provision for impairment of trade debtors is established when there is objective evidence that the amounts due will not be collected according to the original terms of the contract. Impairment losses are recognised in profit or loss for the excess of the carrying value of the trade debtor over the present value of the future cash flows discounted using the original effective interest rate. Subsequent reversals of an impairment loss that objectively relate to an event occurring after the impairment loss was recognised, are recognised immediately in profit or loss.

Financial liabilities and equity

Financial instruments are classified as liabilities and equity instruments according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the Limited Liability Partnership after deducting all of its liabilities.

Equity instruments

Financial instruments classified as equity instruments are recorded at the fair value of the cash or other resources received or receivable, net of direct costs of issuing the equity instruments.

Trade and other creditors

Trade and other creditors payable within one year are initially measured at the transaction price and subsequently measured at amortised cost, being the transaction price less any amounts settled.

Bank overdrafts

Bank overdrafts are presented within 'Creditors: amounts falling due within one year'.

Borrowings

Borrowings are initially recognised as the transaction price, including transaction costs, and subsequently measured at amortised cost using the effective interest method. Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Derecognition of financial assets and liabilities

A financial asset is derecognised only when the contractual rights to cash flows expire or are settled, or substantially all the risks and rewards of ownership are transferred to another party, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party. A financial liability (or part thereof) is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

Darbys Solicitors LLP
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 April 2017

UNAUDITED

1 CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGEMENT

Estimates and judgements were continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In the prior year end no material accounting estimates and areas of judgement were made.

2 TURNOVER

All turnover previously arose in the United Kingdom.

3 INTEREST RECEIVABLE AND SIMILAR INCOME

	2017	2016
	£	£
Bank interest	-	6,763
	<u> </u>	<u> </u>

4 EMPLOYEES

The average monthly number of persons (excluding members) employed by the LLP during the year was:

	2017	2016
	Number	Number
Client service and support staff	-	105
	<u> </u>	<u> </u>

Staff costs for the above persons:

	2017	2016
	£	£
Wages and salaries	-	652,644
Social security costs	-	77,476
Pension costs	-	20,517
	<u> </u>	<u> </u>
Total staff costs	-	750,637
	<u> </u>	<u> </u>

Darbys Solicitors LLP
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 April 2017

UNAUDITED

5	OPERATING LOSS	2017 £	2016 £
	Operating loss is stated after charging:		
	Depreciation on tangible fixed assets:		
	Owned assets	-	12,313
	Leased assets	-	1,129
	Impairment of intangible fixed assets	-	76,911
	Other operating lease rentals:		
	– plant and machinery	-	314,260
	– land and buildings	-	20,145
	Auditors' remuneration – audit	-	15,000
		<u> </u>	<u> </u>

6	INTEREST PAYABLE AND SIMILAR CHARGES	2017 £	2016 £
	On bank loans and overdrafts	-	2,212
		<u> </u>	<u> </u>

7	MEMBERS' REMUNERATION	2017 Number	2016 Number
	Average number of members during the year was:	-	12
		<u> </u>	<u> </u>
		2017 £	2016 £
	Entitlement to profit of the highest paid member	-	-
		<u> </u>	<u> </u>

Profits and losses were shared by the members at the end of the year in accordance with the agreed profit and loss shared arrangements governed by the Partnership Agreement. Members are required to make their own provision for pensions and other benefits from their profit shares.

8 FINANCIAL INSTRUMENTS

The carrying amount of the LLP's financial instruments at the year end were:

	2017 £	2016 £
Financial liabilities:		
Amounts due to related parties	889,814	889,814
	<u> </u>	<u> </u>

Darbys Solicitors LLP
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 April 2017

UNAUDITED

9 RECONCILIATION OF PROFIT FOR THE PERIOD TO NET CASH (USED IN)/FROM OPERATIONS

	2017	2016
	£	£
Loss for the year	-	(889,814)
Adjustments for:		
Impairment of goodwill	-	76,911
Depreciation of tangible fixed assets	-	13,442
Interest receivable	-	(6,763)
Interest payable	-	2,212
	<hr/>	<hr/>
Operating cash flows before movements in working capital	-	(804,012)
Decrease/(increase) in trade and other debtors	-	2,012,426
(Decrease)/increase in trade and other creditors	-	(1,851,426)
	<hr/>	<hr/>
Cash (used in)/from operations	-	(643,012)
	<hr/>	<hr/>

10 PENSION COMMITMENTS

The Limited Liability Partnership operated a defined contributions pension scheme. The assets of the scheme are held separately from those of the Limited Liability Partnership in an independently administered fund. The pension cost charge represents contributions payable by the partnership to the fund and amounted to £nil (2016: £20,517). Contributions totalling £nil (2016: £nil) were payable to the fund at the balance sheet date and are included in creditors.

11 ULTIMATE PARENT COMPANY AND ULTIMATE CONTROLLING PARTY

As at 30 April 2017, Knights 1759 Limited is the controlling party of Darbys Solicitors LLP.

David Beech is the ultimate controlling party of Knights 1759 Limited.

12 REMUNERATION OF KEY MANAGEMENT PERSONNEL

The total remuneration of the designated members and managers who are considered to be the key management personnel of the LLP was £nil (2016: £nil).

The LLP is now under the control of Knights 1759 Limited and as such remuneration of key management personnel is included in that company.