

Harris & Harris Legal Services LLP

**Annual Report and Unaudited Financial Statements
Year Ended 30 June 2018**

Registration number: OC411251

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Harris & Harris Legal Services LLP

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Harris & Harris Legal Services LLP

Balance Sheet

30 June 2018

	Note	30 June 2018 £	30 June 2017 £
Fixed assets			
Tangible assets	3	323,217	345,561
Investments	4	<u>82,191</u>	<u>76,548</u>
		<u>405,408</u>	<u>422,109</u>
Current assets			
Debtors	5	646,589	665,361
Cash and short-term deposits		<u>297,521</u>	<u>245,750</u>
		944,110	911,111
Creditors: Amounts falling due within one year	6	<u>(239,300)</u>	<u>(281,838)</u>
Net current assets		<u>704,810</u>	<u>629,273</u>
Total assets less current liabilities		1,110,218	1,051,382
Creditors: Amounts falling due after more than one year	7	<u>(71,438)</u>	<u>(74,819)</u>
Net assets attributable to members		<u>1,038,780</u>	<u>976,563</u>
Represented by:			
Loans and other debts due to members			
Members' capital classified as a liability		942,145	885,571
Members' other interests			
Revaluation reserve		<u>96,635</u>	<u>90,992</u>
		<u>1,038,780</u>	<u>976,563</u>
Total members' interests			
Loans and other debts due to members		942,145	885,571
Equity		<u>96,635</u>	<u>90,992</u>
		<u>1,038,780</u>	<u>976,563</u>

The notes on pages 3 to 8 form an integral part of these financial statements.

Harris & Harris Legal Services LLP

Balance Sheet

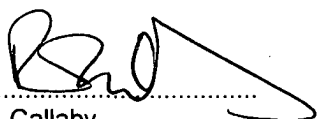
30 June 2018 (continued)

For the year ending 30 June 2018 the LLP was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to Limited Liability Partnerships. The designated members acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 (as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008), with respect to accounting records and the preparation of accounts.

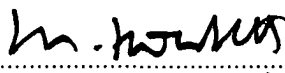
These financial statements have been prepared and delivered in accordance with the special provisions within Part 15 of the Companies Act 2006 as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 as modified by the Limited Liability Partnerships, Partnerships and Groups (Accounts and Audit) Regulations 2016, and the option not to file the Profit and Loss Account has been taken.

The members acknowledge their responsibilities for complying with the requirements of the Companies Act 2006, as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 with respect to accounting records and the preparation of accounts.

The financial statements of Harris & Harris Legal Services LLP (registered number OC411251) were approved by the members and authorised for issue on 10/12/2018. They were signed on behalf of the limited liability partnership by:



R A Callaby
Designated member



N M Howlett
Designated member

Registration number: OC411251

Harris & Harris Legal Services LLP

Notes to the Financial Statements

Year Ended 30 June 2018

1 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 - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

General information and basis of accounting

The limited liability partnership is incorporated in England and Wales under the Limited Liability Partnership Act 2000. The address of the registered office is given on the limited liability partnership information page. The nature of the limited liability partnership's operations and its principal activities are given in the members' report.

The financial statements have been prepared in accordance with Financial Reporting Standard 102 (FRS102) including Section 1A issued by the Financial Reporting Council and the requirements of the Statement of Recommended Practice Accounting by Limited Liability partnership (issued July 2014).

Revenue recognition

Turnover represents the right to consideration earned for the provision of legal services excluding VAT. All turnover derives from activities in the UK.

Services provided to clients during the period which at the balance sheet date, have not been invoiced to clients, have been recognised in turnover in accordance with applicable Accounting Standards and UK GAAP.

Turnover recognised is based on an assessment of the fair value of services provided by the balance sheet date as a proportion of the total value of the engagement. Revenue is not recognised on those engagements where the right to receive payment is contingent on factors outside the control of the LLP. Unbilled revenue is included within debtors.

Members' remuneration and division of profits

Profits are automatically allocated to members. They are therefore shown as "Members' remuneration charged as an expense" in the Profit and Loss Account in the relevant year. To the extent that they remain unpaid at the year end, they are included within "loans and other debts due to members" in the Balance Sheet.

Unallocated profits and losses are included within Other Reserves.

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Notes to the Financial Statements (continued)

Year Ended 30 June 2018

1 Accounting policies (continued)

Taxation

The taxation payable on the partnership's profits is the personal liability of the members, although payment of such liabilities is administered by the partnership on behalf of its members. Consequently, neither partnership taxation nor related deferred taxation is accounted for in these financial statements. Sums set aside in respect of members' tax obligations are included in the balance sheet within loans and other debts due to members, or are set against amounts due from members as appropriate.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Freehold land and buildings	Nil
Long leasehold property	Over the life of the lease
Motor vehicles	25% reducing balance
Office equipment	15% reducing balance

Fixed asset investments

Fixed asset investments are stated at historical cost less provision for any diminution 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 limited liability partnership will not be able to collect all amounts due according to the original terms of the receivables.

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 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 limited liability partnership 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.

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Notes to the Financial Statements (continued)

Year Ended 30 June 2018

1 Accounting policies (continued)

Members' interests

Amounts due to members after more than one year comprise provisions for annuities to current members and certain loans from members which are not repayable within twelve months of the balance sheet date.

Pensions and other post retirement obligations

The partnership operates a defined contribution pension scheme. Contributions are recognised in the profit and loss account in the period in which they become payable in accordance with the rules of the scheme.

Financial instruments

Classification

Financial instruments are recognised when the LLP becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cashflows from the asset expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the LLP's obligations are discharged, expire or are cancelled.

The LLP holds the following financial instruments, all of which meet the conditions to be classified as basic instruments:

Finance loans

Short term debtors and creditors

Such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment judgements.

2 Particulars of employees

The average number of persons employed by the limited liability partnership during the year was 44 (2017 - 49).

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Notes to the Financial Statements (continued)

Year Ended 30 June 2018

3 Tangible fixed assets

	Freehold land and buildings £	Long leasehold land and buildings £	Motor vehicles £	Office equipment £	Total £
Cost					
At 1 July 2017	265,000	21,251	32,728	482,480	801,459
Additions	-	-	-	485	485
Disposals	-	-	(32,728)	-	(32,728)
At 30 June 2018	265,000	21,251	-	482,965	769,216
Depreciation					
At 1 July 2017	-	8,500	18,921	428,477	455,898
Charge for the year	-	850	-	8,172	9,022
Eliminated on disposals	-	-	(18,921)	-	(18,921)
At 30 June 2018	-	9,350	-	436,649	445,999
Net book value					
At 30 June 2018	265,000	11,901	-	46,316	323,217
At 30 June 2017	265,000	12,751	13,807	54,003	345,561

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Notes to the Financial Statements (continued)

Year Ended 30 June 2018

3 Tangible fixed assets (continued)

Included within the net book value of land and buildings above is £265,000 (2017 - £265,000) in respect of freehold land and buildings and £11,901 (2017 - £12,751) in respect of leaseholds.

4 Investments held as fixed assets

	30 June 2018 £	30 June 2017 £
Other investments	82,191	76,548

Other investments

	Unlisted investments £	Total £
Cost		
At 1 July 2017	76,548	76,548
Revaluation	5,643	5,643
At 30 June 2018	82,191	82,191
Net book value		
At 30 June 2018	82,191	82,191
At 30 June 2017	76,548	76,548

Details of undertakings

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

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held	Principal activity
Subsidiary undertakings				
Rebac Properties Limited	England & Wales	Ordinary	80%	Property management

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Notes to the Financial Statements (continued)

Year Ended 30 June 2018

4 Investments held as fixed assets (continued)

Subsidiaries

The profit for the financial period of Rebac Properties Limited was £2,054 and the aggregate amount of capital and reserves at the end of the period was £102,739.

5 Debtors

	30 June 2018 £	30 June 2017 £
Trade debtors	208,391	173,804
Prepayments and accrued income	438,198	491,557
	<u>646,589</u>	<u>665,361</u>

6 Creditors: Amounts falling due within one year

	30 June 2018 £	30 June 2017 £
Trade creditors	12,785	5,318
Taxation and social security	121,509	117,215
Other creditors	86,406	141,251
Accruals and deferred income	18,600	18,054
	<u>239,300</u>	<u>281,838</u>

Capital loans and other debts due to members rank pari passu with creditors, in accordance with the members' agreement. There are no restrictions on the members' ability to reduce the amount of members' other interests.

7 Creditors: Amounts falling due after more than one year

	30 June 2018 £	30 June 2017 £
Other creditors	<u>71,438</u>	<u>74,819</u>

8 Control

The members are the controlling party by virtue of their controlling interest in the limited liability partnership. The ultimate controlling party is the same as the controlling party.