# HOLMES & HILLS LLP UNAUDITED ABBREVIATED ACCOUNTS 30 APRIL 2014

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16/09/2014 COMPANIES HOUSE

## HOLMES & HILLS LLP ABBREVIATED ACCOUNTS YEAR ENDED 30 APRIL 2014

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#### **ABBREVIATED BALANCE SHEET**

#### 30 APRIL 2014

		2014		2013
FIXED ASSETS	Note 2	£	£	£
Intangible assets Tangible assets			267,368	- 168,745
			267,368	168,745
CURRENT ASSETS				
Debtors Cash at bank and in hand		1,612,262 312,834		1,526,135 151,661
		1,925,096		1,677,796
CREDITORS: Amounts falling due within one year	3	482,900		387,633
NET CURRENT ASSETS			1,442,196	1,290,163
TOTAL ASSETS LESS CURRENT LIABILITIES			1,709,564	1,458,908
CREDITORS: Amounts falling due after more than one year	4		1,936	30,976
NET ASSETS ATTRIBUTABLE TO MEMBERS			1,707,628	1,427,932
REPRESENTED BY:				
Loans and other debts due to members Other amounts	6		541,802	248,432
EQUITY				
Members' other interests - members' capital Members' other interests - other reserves			849,684 316,142	775,856 403,644
			1,165,826	1,179,500
			1,707,628	1,427,932

#### ABBREVIATED BALANCE SHEET (continued)

#### 30 APRIL 2014

	2014	2013
Note	£	£
6	541,802	248,432
	1,165,826	1,179,500
		(76,972)
	1,707,628	1,350,960
	_	Note £  6 541,802 1,165,826

For the year ended 30 April 2014 the LLP was entitled to exemption from audit under section 477 of the Companies Act 2006 as applied to LLPs by Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 relating to small LLPs.

The members acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These abbreviated accounts have been prepared in accordance with the special provisions as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 in regard to small LLPs.

These abbreviated accounts were approved by the members and authorised for issue on ...... \( \)

D.W.G. WHIPPS
Designated Member

Registered Number: OC352397

M.B. CORNELL Designated Member

M Mr. Comell

#### NOTES TO THE ABBREVIATED ACCOUNTS

#### YEAR ENDED 30 APRIL 2014

#### 1. ACCOUNTING POLICIES

#### **Basis of accounting**

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of financial instruments, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), and the requirements of the Statement of Recommended Practice 'Accounting by Limited Liability Partnerships' issued in March 2010 (SORP 2010).

These financial statements are prepared in accordance with the accounting policies set out below.

#### **Turnover**

Turnover represents the amounts, net of value added tax, invoiced in the year for work done, together with accrued revenue for services provided to clients during the year. Income is recognised when the LLP has performed services in accordance with the agreement with the relevant client and has obtained a right to consideration for those services. Where such income has not been billed at the balance sheet date it is included in amounts recoverable on contracts.

#### **Amortisation**

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

Goodwill

straight line over ten years

#### **Fixed assets**

All fixed assets are initially recorded at cost.

#### **Depreciation**

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

Leasehold Property

straight line over 10 years/the period of the lease

Fixtures & Fittings
Motor Vehicles

15% on written down value

Motor Vehicles Equipment

25% on written down value 15% on written down value

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

#### Finance lease agreements

Where the LLP enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account on a straight line basis, and the capital element which reduces the outstanding obligation for future instalments.

#### NOTES TO THE ABBREVIATED ACCOUNTS

#### YEAR ENDED 30 APRIL 2014

#### 1. ACCOUNTING POLICIES (continued)

#### **Operating lease agreements**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

#### Members' participation rights

Members' participation rights are the rights of a member against the LLP that arise under the members' agreement (for example, in respect of amounts subscribed or otherwise contributed, remuneration and profits).

Members' participation rights in the earnings or assets of the LLP are analysed between those that are, from the LLP's perspective, either a financial liability or equity, in accordance with FRS 25 (IAS 32) Financial Instruments: Disclosure and Presentation and UITF abstract 39 Members' shares in co-operative entities and similar instruments. A member's participation right results in a liability unless the right to any payment is discretionary on the part of the LLP.

Amounts subscribed or otherwise contributed by members, for example members' capital, are classed as equity if the LLP has an unconditional right to refuse payment to members. If the LLP does not have such an unconditional right, such amounts are classified as liabilities.

Where profits are automatically divided as they arise, so the LLP does not have an unconditional right to refuse payment, the amounts arising that are due to members are in the nature of liabilities. They are therefore treated 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 shown as liabilities in the Balance Sheet.

Conversely, where profits are divided only after a decision by the LLP or its representative, so that the LLP has an unconditional right to refuse payment, such profits are classed as an appropriation of equity rather than as an expense. They are therefore shown as a residual amount available for discretionary division among members in the Profit and Loss Account and are equity appropriations in the Balance Sheet.

Other amounts applied to members, for example remuneration paid under an employment contract and interest on capital balances, are treated in the same way as all other divisions of profits, as described above, according to whether the LLP has, in each case, an unconditional right to refuse payment.

All amounts due to members that are classified as liabilities are presented in the Balance Sheet within 'Loans and other debts due to members' and are charged to the Profit and Loss Account within 'Members' remuneration charged as an expense'. Amounts due to members that are classified as equity are shown in the Balance Sheet within 'Members' other interests'.

#### **Pension costs**

The LLP operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the LLP. The annual contributions payable are charged to the profit and loss account.

## NOTES TO THE ABBREVIATED ACCOUNTS YEAR ENDED 30 APRIL 2014

#### 2. FIXED ASSETS

	Intangible Assets £	Tangible Assets £	Total £
COST OR VALUATION	-		
At 1 May 2013	25,000	853,178	878,178
Additions		151,443	151,443
At 30 April 2014	25,000	1,004,621	1,029,621
DEPRECIATION			
At 1 May 2013	25,000	684,433	709,433
Charge for year	<u> </u>	52,820	52,820
At 30 April 2014	25,000	737,253	762,253
NET BOOK VALUE			
At 30 April 2014	_	267,368	267,368
At 30 April 2013	_	168,745	168,745

#### 3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the LLP:

	2014	2013
Bank loans and overdrafts	121,648	37.213
Finance leases & similar agreements	61,111	63,627
·	182,759	100,840

The bank loan is secured by a fixed and floating charge over the assets of the LLP.

Amounts owed under finance leases are secured over the assets to which they relate.

#### 4. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the LLP:

	2014	2013
	£	£
Bank loans and overdrafts	1,936	30,976

The bank loan is secured by a fixed and floating charge over the assets of the LLP.

## NOTES TO THE ABBREVIATED ACCOUNTS YEAR ENDED 30 APRIL 2014

#### RELATED PARTY TRANSACTIONS

In the opinion of the members there is no controlling party as defined by financial reporting Standard No 8 "Related party disclosures".

The following personal guarantees have been provided by the members in respect of the bank loan:

M B Cornell	£100,000
R N Harris	£100,000
S C Hopkins	£100,000
D W G Whipps	£100,000

The company occupies premises owned by the partner D W G Whipps and former partners G J Fraser-Steele and J H Simpson. Under a commercial lease, in respect of this property, rent of £40,000 was paid during the year.

#### 6. LOANS AND OTHER DEBTS DUE TO MEMBERS

	2014	2013
	£	£
Loans from members	262,500	220,000
Amounts owed to members in respect of profits	279,302	28,432
	541,802	248,432