

OBSR ADVISORY SERVICES LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

Company Registration Number 03447879



OBSR ADVISORY SERVICES LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2012

CONTENTS	PAGE
Officers and professional advisers	1
The directors' report	2
Independent auditor's report to the members	4
Profit and loss account	6
Balance sheet	7
Notes to the financial statements	8

OBSR ADVISORY SERVICES LIMITED
OFFICERS AND PROFESSIONAL ADVISERS
YEAR ENDED 31 DECEMBER 2012

The board of directors	D S Schilling III G M Balzano T M Idzorek
Company secretary	Eversecretary Limited
Business address	1 Oliver's Yard 55-71 City Road London United Kingdom EC1Y 1HQ
Registered office	1 Oliver's Yard 55-71 City Road London United Kingdom EC1Y 1HQ
Auditor	RSM Tenon Audit Limited 66 Chiltern Street London W1U 4JT

OBSR ADVISORY SERVICES LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 DECEMBER 2012

The directors present their report and the financial statements of the company for the year ended 31 December 2012

Principal activities

The principal activity of the company during the year was the provision of consultancy services to financial and professional bodies

Directors

The directors who served the company during the year were as follows

C A B Barnick
D S Schilling III
G M Balzano
T M Idzorek
R P Romer-Lee
N Whittingham

G M Balzano was appointed as a director on 11 June 2012
T M Idzorek was appointed as a director on 17 October 2012
R P Romer-Lee was appointed as a director on 11 June 2012
N Whittingham was appointed as a director on 11 June 2012

C A B Barnick resigned as a director on 11 June 2012
R P Romer-Lee resigned as a director on 17 October 2012
N Whittingham resigned as a director on 17 October 2012

Directors' responsibilities

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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent, and
- 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 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

OBSR ADVISORY SERVICES LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2012

In so far as the directors are, individually, aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

Auditor

RSM Tenon Audit Limited are deemed to be reappointed under section 487(2) of the Companies Act 2006

Small company provisions

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

Signed on behalf of the directors



G M Balzano

Director

Approved by the directors on 09/04/2013

OBSR ADVISORY SERVICES LIMITED
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF OBSR
ADVISORY SERVICES LIMITED

YEAR ENDED 31 DECEMBER 2012

We have audited the financial statements of OBSR Advisory Services Limited for the year ended 31 December 2012 on pages 6 to 10. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on pages 2 to 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2012 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

OBSR ADVISORY SERVICES LIMITED
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF OBSR
ADVISORY SERVICES LIMITED *(continued)*

YEAR ENDED 31 DECEMBER 2012

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the directors' report in accordance with the small companies regime

RSM Tenon Audit Ltd

Nick Davies, Senior Statutory Auditor
For and on behalf of

RSM Tenon Audit Limited
Statutory Auditor
66 Chiltern Street
London
W1U 4JT

16/4/2013

OBSR ADVISORY SERVICES LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 DECEMBER 2012

	Note	2012 £	2011 £
Turnover	2	1,985,445	1,557,681
Administrative expenses		(584,204)	(923,202)
Operating profit	3	1,401,241	634,479
Interest receivable		3,061	—
Profit on ordinary activities before taxation		1,404,302	634,479
Tax on profit on ordinary activities	5	(93,374)	(137,164)
Profit for the financial year		<u>1,310,928</u>	<u>497,315</u>

All of the activities of the company are classed as continuing

The company has no recognised gains or losses other than the results for the year as set out above

The notes on pages 8 to 10 form part of these financial statements

OBSR ADVISORY SERVICES LIMITED

Registered Number 03447879

BALANCE SHEET**31 DECEMBER 2012**

	Note	2012 £	2011 £
Current assets			
Debtors	6	902,891	369,761
Cash at bank		1,297,033	1,153,257
		<u>2,199,924</u>	<u>1,523,018</u>
Creditors: Amounts falling due within one year	7	<u>(328,322)</u>	<u>(962,344)</u>
Net current assets		<u>1,871,602</u>	<u>560,674</u>
Capital and reserves			
Called-up share capital	9	1,000	1,000
Profit and loss account	10	1,870,602	559,674
Shareholders' funds	11	<u>1,871,602</u>	<u>560,674</u>

These financial statements were approved by the directors and authorised for issue on 09/04/2013, and are signed on their behalf by


G M Balzano
Director

The notes on pages 8 to 10 form part of these financial statements

OBSR ADVISORY SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2012

1. Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with applicable accounting standards

Cash flow statement

The company has taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is a wholly owned subsidiary and the parent company has prepared publicly available consolidated financial statements which include a consolidated cash flow statement incorporating the company's cash flows

Turnover

The turnover shown in the profit and loss account represents the value of all services delivered during the year, at selling price exclusive of Value Added Tax. Sales are recognised at the point at which the company has fulfilled its contractual obligations to the customer

Income from services which are invoiced in advance are held as deferred income and taken to the profit and loss account over the period to which they relate

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more tax, or a right to pay less tax, or a right to receive repayments of tax

Deferred tax assets are recognised only to the extent that the directors consider it more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted. Deferred tax assets and liabilities recognised have not been discounted. Deferred tax is measured on a non-discounted basis at the average tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

Foreign currencies

Transactions denominated in foreign currencies are recorded at the rates of exchange ruling at the dates of the transactions, or at an average rate for the period if the rates do not fluctuate significantly. Monetary assets and liabilities are translated at year end exchange rates or, where appropriate, at rates of exchange fixed under the terms of the relevant transaction. The resulting exchange rate differences are charged to the profit and loss account

2. Turnover

The turnover is attributable to the principal activity of the provision of consultancy services to the financial and professional bodies. Within turnover 100% (2011 93%) was generated from the UK, with no sales made to the EU during the year (2011 4%) and no sales made to the rest of the world (2011 3%)

OBSR ADVISORY SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2012

3. Operating profit

Operating profit is stated after charging

	2012 £	2011 £
Directors' remuneration	-	-
Auditors remuneration	2,200	-
Net loss on foreign currency translation	<u>329</u>	<u>56</u>

4. Particulars of employees

The company has no employees other than the directors (2011 £nil)

5 Taxation on ordinary activities

(a) Analysis of charge in the year

	2012 £	2011 £
UK Corporation tax based on the results for the year at 24 50% (2011 - 26 50%)	238,789	137,164
(Over)/under provision in prior year	<u>(145,415)</u>	<u>-</u>
	<u>93,374</u>	<u>137,164</u>

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 24 50% (2011 - 26 50%)

	2012 £	2011 £
Profit on ordinary activities before taxation	<u>1,404,302</u>	<u>634,479</u>
Profit on ordinary activities by rate of tax	344,054	168,093
Effects of		
Adjustments to tax charge in respect of previous periods	(145,415)	-
Group relief	-	(30,929)
Income not taxable	<u>(105,265)</u>	<u>-</u>
Total current tax (note 5(a))	<u>93,374</u>	<u>137,164</u>

6. Debtors

	2012 £	2011 £
Trade debtors	323,631	51,753
Amounts owed by group undertakings	165,677	-
Prepayments and accrued income	<u>413,583</u>	<u>318,008</u>
	<u>902,891</u>	<u>369,761</u>

OBSR ADVISORY SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2012

7. Creditors: Amounts falling due within one year

	2012	2011
	£	£
Trade creditors	—	238
Amounts owed to group undertakings	—	672,734
Corporation tax	238,789	145,415
VAT	52,250	56,228
Accruals and deferred income	37,283	87,729
	<u>328,322</u>	<u>962,344</u>

8. Related party transactions

The company has taken advantage of the exemption available under Financial Reporting Standard Number 8 from disclosing transactions with other group entities where all subsidiaries that are party to the transaction are wholly owned by a member of the group

9. Share capital

Allotted, called up and fully paid:

	2012		2011	
	No	£	No	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

10. Profit and loss account

	2012	2011
	£	£
Balance brought forward	559,674	62,359
Profit for the financial year	1,310,928	497,315
Balance carried forward	<u>1,870,602</u>	<u>559,674</u>

11. Reconciliation of movements in shareholders' funds

	2012	2011
	£	£
Profit for the financial year	1,310,928	497,315
Opening shareholders' funds	560,674	63,359
Closing shareholders' funds	<u>1,871,602</u>	<u>560,674</u>

12. Ultimate parent company

The immediate parent undertaking is Old Broad Street Research Limited, incorporated in England & Wales

The ultimate parent undertaking is Morningstar Inc, incorporated in the United States of America. The largest group in which the results of the company are consolidated is that headed by Morningstar, Inc copies of which are available from www.morningstar.com