



Abstract Legal
Holdings
Limited
Annual Report
& Financial
Statements

December 31

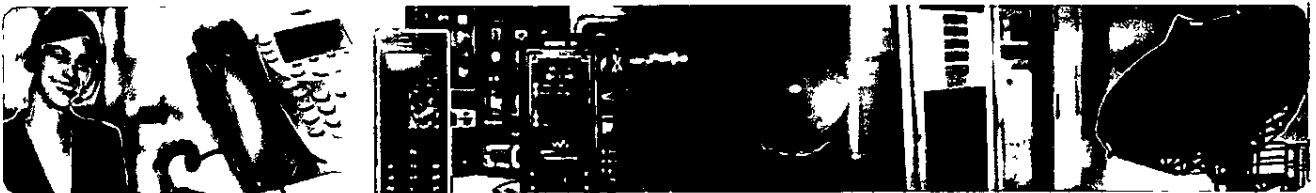
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For the year
ended 31
December 2013

9/10/13 019



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COMPANIES HOUSE

Officers and Professional Advisors

Directors

Mr D Werth
Mr L Beck
Mr R Terry
Mr L Moorse

Registered Office

Quindell Court
1 Barnes Wallis Road
Segensworth East
Fareham
Hampshire
PO15 5UA

Business Address

Accident Advice House
Merrion Avenue
Stanmore
Middlesex
HA7 4RP

Bankers

HSBC Bank Plc
90 Baker Street
London
W1U 6AX

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Directors' Report

The Directors present their report on the affairs of Abstract Legal Holdings Limited (the "Company" or "ALH"), together with the unaudited financial statements, for the year ended 31 December 2013. The financial statements have been prepared in accordance with International Financial Reporting Standards as adopted by the EU.

Principal activities

The principal activity of Abstract Legal Holdings Limited (ALH) is that of a holding company of a group of companies whose principal activity is the assistance of individuals with personal injury claims.

Our strategy

In the previous period the Accounting Reference Period was changed to 31 December 2012, this shortened the comparative period to 7 months.

On 9 April 2013 the ultimate controlling party became Quindell Plc.

Financial review

Revenue for the year was £nil (2012 £18,000). Loss before tax for the year was £15,000 (2012 £nil).

Dividends

The Directors do not recommend a dividend be paid for the period under review (2012 £nil).

Directors

The Directors who held office during the period were as follows:

D Werth

L Beck

Mr D Scott Rees (Resigned 5 September 2013)

Mr R Terry (Appointed 8 April 2013)

Mr L Moorse (Appointed 8 April 2013)

Going concern

No material uncertainties related to events or conditions that may cast significant doubt about the ability of the Company to continue as a going concern have been identified by the Directors. The Company, as well as via its ultimate parent company Quindell Plc, has access to sufficient cash and significant banking facilities to meet its cash flow requirements. Thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

By order of the Board



L Beck

30 September 2014

Statement of Directors' responsibilities in respect of the Directors' Report and the Financial Statements

The Directors are responsible for preparing the Directors' Report and the Financial Statements in accordance with applicable laws and regulations

Company law requires the Directors to prepare such financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union 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 these 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,
- state whether they have been prepared in accordance with IFRSs as adopted by the EU, 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

Statement of Comprehensive Income

for the period ended 31 December

	Note	12 months ended 31 December 2013 £'000	7 months ended 31 December 2012 £'000
Revenue	3	-	18
Cost of sales		-	-
Gross profit		-	18
Administrative expenses		(15)	(18)
Other operating income		-	-
Loss before taxation	4	(15)	-
Taxation	7	-	-
Total comprehensive loss for the period		(15)	-

All results relate to continuing activities

The notes on pages 10 to 16 form part of these financial statements

Statement of Changes in Equity

for the year ended 31 December 2013

	Share Capital £'000	Retained earnings £'000	Total equity £'000
At 1 January 2013	67	16	83
Loss for the year	-	(15)	(15)
At 31 December 2013	67	1	68

For the 7 month period ended 31 December 2012

	Share Capital £'000	Retained earnings £'000	Total equity £'000
At 1 June 2012	63	16	79
Issue of new shares	4	-	4
Loss for the period	-	-	-
At 31 December 2012	67	16	83

The notes on pages 10 to 16 form part of these financial statements

Statement of Financial Position

as at 31 December

	Note	31 Dec 2013 £'000	31 Dec 2012 £'000	31 May 2012 £'000
Non-current assets				
Investments	8	-	-	-
Current assets				
Trade and other receivables	9	6,185	1,907	1,902
Cash and cash equivalents	10	3,045	1	1
		9,230	1,908	1,903
Total assets		9,230	1,908	1,903
Current liabilities				
Trade and other payables	11	(9,162)	(1,825)	(1,824)
		(9,162)	(1,825)	(1,824)
Total liabilities		(9,162)	(1,825)	(1,824)
Net assets		68	83	79
Equity				
Share capital	12	67	67	63
Retained earnings		1	16	16
Total Equity		68	83	79

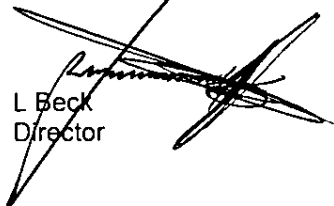
The notes on pages 10 to 16 form part of these financial statements

For the year ending 31 December 2013 the company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies, and the directors are satisfied that no member or members have requested an audit pursuant to section 476 of that Act

The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps adequate accounting records which comply with section 386 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company

The financial statements of Abstract Legal Holdings Limited, registered number 05107527, on pages 6 to 16 were approved and authorised for issue by the board of directors on 30 September 2014 and signed on its behalf by



L. Beck
Director

Cash Flow Statement

for the period ended 31 December

		12 months ended 31 December 2013 £'000	7 months ended 31 December 2012 £'000
	Note		
Cash flows from operating activities			
Cash generated from/ (used by) operations	13	3,044	(4)
Tax paid		-	-
Net cash generated from/ (used by) operating activities		3,044	(4)
Cash flows from financing activities			
Proceeds from issue of shares		-	4
Net cash generated from financing activities		-	4
Net increase in cash and cash equivalents	14	3,044	-
Cash and cash equivalents at the beginning of the period		1	1
Cash and cash equivalents at the end of the period	10	3,045	1

The notes on pages 10 to 16 form part of these financial statements

Notes to the Financial Statements

1. General information

Abstract Legal Holdings Limited is a company incorporated and domiciled in the United Kingdom. On 9th April 2013 the company was acquired by Quindell Plc.

2. Accounting policies

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) for the first time. IFRS 1 "First time Adoption of International Financial Reporting Standards" has been applied. The company's transition date for the adoption of IFRS is 31 May 2012. On adoption of IFRSs, no differences have arisen which affect the reported financial position, financial performance and cash flows of the company, with the exception of the fact that the company was exempt from preparing a cash flow statement under UK GAAP, being a small company. Therefore no transition disclosures or reconciliations are presented. In accordance with IAS 1, a third balance sheet has been presented as at 31 May 2012 which is the same position as at the opening balance sheet of the earliest comparative period beginning 1 June 2012.

On adoption of IFRSs, no differences have arisen which affect the reported financial position, financial performance and cash flows of the company, with the exception of the fact that the company was exempt from preparing a cash flow statement under UK GAAP, being a small company. Therefore no transition disclosures or reconciliations are presented.

The financial statements have also been prepared in accordance with IFRSs adopted by the European Union. The financial statements have been prepared on the historical cost basis. The principal accounting policies adopted are set out below.

Basis of preparation

The Company financial statements have been prepared and approved by the Directors in accordance with International Financial Reporting Standards (IFRS) and IFRIC interpretations adopted by the European Union (EU). The financial statements have been prepared under the historical cost convention.

A summary of the significant accounting policies is set out below.

Cash and cash equivalents

Cash and short-term deposits in the Statement of Financial Position comprise cash at banks and in hand and short-term deposits with an original maturity of three months or less.

Investments

Fixed asset investments are stated at cost less provision for any impairment in value.

Revenue

Revenue is measured at the fair value of the consideration received and represents amounts receivable for services provided in the ordinary course of business, net of discounts and sales taxes.

Trade payables

Trade payables do not carry any interest and are stated at their historic cost.

Notes to the Financial Statements *(continued)*

2. Accounting policies *(continued)*

Taxation including deferred tax

The tax expense represents the sum of current tax and deferred tax. Tax is recognised in the Statement of Financial Position except to the extent that it relates to items recognised in equity in which case it is recognised in equity. The current tax is based on taxable profit for the period calculated using tax rates that have been enacted or substantively enacted by the Statement of Financial Position date.

Deferred tax is provided using the Statement of Financial Position liability method on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. In principle deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which deductible temporary differences can be utilised. Such assets and liabilities are not recognised if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets or liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each Statement of Financial Position date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income taxes relate to the same fiscal authority.

3. Revenue

	12 months ended 31 December 2013 £'000	7 months ended 31 December 2012 £'000
Management charges	-	18

4. Operating loss

The operating profit for the period is stated after charging

	12 months ended 31 December 2013 £'000	7 months ended 31 December 2012 £'000
Auditors remuneration	-	2

Notes to the Financial Statements *(continued)*

5 Employee and staff costs

There were no employees of the Company during the current year or previous period other than Directors

6. Directors remuneration

No remuneration of Directors was paid by the Company (2012 £nil)

7. Taxation

	12 months ended 31 December 2013 £'000	7 months ended 31 December 2012 £'000
The taxation charge comprises		
UK Tax	-	-
Current tax expense	-	-
Total tax expense	-	-

Income tax for the UK is calculated at the standard rate of UK Corporation tax of 23 25% (2012 24%) on the estimated assessable profits for the period

The total charge for the period can be reconciled to the accounting loss as follows

	12 months ended 31 December 2013 £'000	7 months ended 31 December 2012 £'000
Loss before taxation	(15)	-
Tax at 23 25% (2012 24%) thereon	(3)	-
Effect of Loss surrendered as group relief	3	-
Total tax expense	-	-

Deferred tax assets are recognised for tax losses available for carrying forward to the extent that the realisation of the related tax benefit through future taxable profits is probable. The Company recognised deferred tax assets of £nil in respect of losses in 2013 (2012 £nil)

Notes to the Financial Statements (continued)

8 Investments

The Company has the following investments in subsidiaries

	Country of Incorporation	Class of shares held	Ownership		
			31 Dec 2013	31 Dec 2012	31 May 2012
Access to Compensation Limited	England and Wales	Ordinary	100%	100%	100%
Accident Advice Helpline Direct Limited	England and Wales	Ordinary	100%	100%	100%
Accident Advice Helpline Limited	England and Wales	Ordinary	100%	100%	100%
Cab Claims Limited	England and Wales	Ordinary	100%	100%	100%
Claim 4 Limited	England and Wales	Ordinary	100%	100%	100%
Legal Facilities Management & Services Limited***	England and Wales	Ordinary	100%	100%	100%
Liberty Protect Limited	England and Wales	Ordinary	100%	100%	100%
Claim 103 Limited*	England and Wales	Ordinary	100%	100%	100%
Accident Advice Insurance Management Group Limited	England and Wales	Ordinary	100%	100%	100%
Sentinel Alliance Limited **	England and Wales	Ordinary	100%	100%	100%
Accident Advice (IA) Limited**	England and Wales	Ordinary	100%	100%	100%
Fast Track PPI Limited	England and Wales	Ordinary	100%	100%	100%

* Shares held by Accident Advice Helpline Limited

** Shares held by Accident Advice Insurance Management Group Limited

*** Shares held by Accident Advice Helpline Direct Limited

9 Trade and other receivables

	31 Dec 2013 £'000	31 Dec 2012 £'000	31 May 2012 £'000
Amounts due from group undertakings	6,185	1,875	1,875
Prepayments and accrued income	-	32	27
	6,185	1,907	1,902

All trade and other receivables are expected to be received within 12 months

10 Cash and cash equivalents/ bank overdrafts

	31 Dec 2013 £'000	31 Dec 2012 £'000	31 May 2012 £'000
Cash and cash equivalents	3,045	1	1

Cash and short-term deposits in the Statement of Financial Position comprise cash at banks and in hand and short-term deposits with an original maturity of three months or less

Notes to the Financial Statements (continued)

11. Trade and other payables

	31 Dec 2013 £'000	31 Dec 2012 £'000	31 May 2012 £'000
Current liabilities			
Trade payables	-	3	-
Amounts due to related parties	9,162	1,822	1,824
	9,162	1,825	1,824

Trade payables principally comprise amounts outstanding for trade purchases and on-going costs

The Directors consider that the carrying amount of trade payables approximates to their fair value

12. Capital and reserves

	31 December 2013		31 December 2012		31 May 2012	
	Number	Value £'000	Number	Value £'000	Number	Value £'000
Shares allotted, called up and fully paid						
At the end of the period	66,512	67	66,512	67	62,500	63

The Company has one class of Ordinary Shares of £1 each which carry no right to fixed income and has no authorised share capital limit

13 Cash flow from operating activities

	2013 £'000	2012 £'000
Operating loss	(15)	-
Operating cash flows before movements in working capital and provisions	(15)	-
Decrease/ (increase) in trade and other receivables	32	(5)
Increase)/ (decrease) in net inter-company	3,030	(2)
(Decrease)/ increase in trade and other payables	(3)	3
Cash generated from/ (used by) operations	3,044	(4)

Notes to the Financial Statements *(continued)*

14. Reconciliation of net cash flow to movement in net funds

	31 May 2012 and 31 Dec 2012 £'000	Cash movement £'000	31 Dec 2013 £'000
Cash	1	3,044	3,045
Net Funds	1	3,044	3,045

15. Financial instruments

The Company's financial instruments comprise cash and liquid resources and various items such as trade receivables and trade payables that arise from its operations. The Company does not use derivatives. The main purpose of these financial instruments is to manage the Company's operations. It is, and has been throughout the period under review, the policy of the Company that no trading in financial instruments shall be undertaken.

Interest risk and sensitivity

The Company has no third party debt and therefore has no exposure to interest risk.

Liquidity risk

The Company has no significant cash outgoings and therefore does not have a significant exposure to liquidity risk. The Company maintains the most appropriate mix of short and medium term borrowings from the Company's lenders which are other members of the Quindell plc.

The Company had no financial liabilities at 31 December 2013 other than those owed to other members of the Quindell Plc group and therefore had no exposure to liquidity risk.

Credit risk

The Company had no receivables at 31 December 2013 other than those owed by other members of the Quindell Plc group and therefore had no exposure to credit risk.

Notes to the Financial Statements *(continued)*

16. Related party transactions

Transactions with related companies

The Company adopts a strategy of working closely and building relationships with its clients and partners. Related party transactions are conducted on an arm's length basis. The Related party transactions in the year and the balances at year end are as follows,

	Receivables Outstanding		Payables Outstanding	
	31 Dec 2013 £'000	31 Dec 2012 £'000	31 Dec 2013 £'000	31 Dec 2012 £'000
Balances with subsidiaries	6,185	1,875	(9,162)	(1,822)
	6,185	1,875	(9,162)	(1,822)

There are no fixed repayment terms and no securities on inter-company receivables and payables as at 31 December 2013.

During 2012 the Company entered into an acquisition agreement enabling Quindell Plc to acquire the company, with the acquisition being completed in April 2013.

Compensation of key management personnel

No remuneration was paid to Directors during the year (2012: £nil).

17. Ultimate parent company

The parent and ultimate parent company of the Company is Quindell plc.

The largest group in which the results of the Company are consolidated is that headed by Quindell plc. Copies of the consolidated accounts of Quindell plc can be obtained by writing to the Company Secretary at Quindell Court, 1 Barnes Wallis Road, Segensworth East, Fareham, Hampshire PO15 5UA.