

Law Brothers Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 27 February 2017

Landin Wilcock & Co
Chartered Accountants
Queen Street Chambers
68 Queen Street
Sheffield
South Yorkshire
S1 1WR

Law Brothers Limited

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**Chartered Accountants' Report to the Director on the Preparation of the Unaudited Statutory
Accounts of
Law Brothers Limited
for the Year Ended 27 February 2017**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Law Brothers Limited for the year ended 27 February 2017 as set out on pages 2 to 7 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icacw.com/cn/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Law Brothers Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Law Brothers Limited and state those matters that we have agreed to state to the Board of Directors of Law Brothers Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Law Brothers Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Law Brothers Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Law Brothers Limited. You consider that Law Brothers Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Law Brothers Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

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Landin Wilcock & Co
Chartered Accountants
Queen Street Chambers
68 Queen Street
Sheffield
South Yorkshire
S1 1WR

6 October 2017

Law Brothers Limited
(Registration number: 05759327)
Balance Sheet as at 27 February 2017

	Note	2017 £	2016 £
Fixed assets			
Investments		3,200,000	3,200,000
Creditors: Amounts falling due within one year	<u>5</u>	<u>(1,032,983)</u>	<u>(895,428)</u>
Total assets less current liabilities		2,167,017	2,304,572
Creditors: Amounts falling due after more than one year	<u>5</u>	<u>(458,527)</u>	<u>(598,572)</u>
Net assets		<u>1,708,490</u>	<u>1,706,000</u>
Capital and reserves			
Called up share capital		500	500
Capital redemption reserve		1,705,500	1,705,500
Profit and loss account		<u>2,490</u>	<u>-</u>
Total equity		<u>1,708,490</u>	<u>1,706,000</u>

For the financial year ending 27 February 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 6 September 2017

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Mr John Douglas Wilson

Company secretary and director

The notes on pages 3 to 7 form an integral part of these financial statements.
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Law Brothers Limited

Notes to the Financial Statements for the Year Ended 27 February 2017

1 General information

The company is a private company limited by share capital incorporated in England and Wales.

The address of its registered office is:

The Homestead
105 Towngate Road
Sheffield
S35 0AR

These financial statements were authorised for issue by the director on 6 September 2017.

2 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.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The presentation and functional currency is considered to be pounds sterling because that is the currency in the primary economic environment in which the company operates.

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Law Brothers Limited

Notes to the Financial Statements for the Year Ended 27 February 2017

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 company 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.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions of the instrument. Financial liabilities and equity instruments are classified 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 company after deducting all of its liabilities.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 1 (2016 - 1).

4 Investments

	2017	2016
	£	£
Investments in subsidiaries	3,200,000	3,200,000

Law Brothers Limited

Notes to the Financial Statements for the Year Ended 27 February 2017

Subsidiaries	£
Cost or valuation	
At 28 February 2016	<u>3,200,000</u>
Provision	
Carrying amount	
At 27 February 2017	<u><u>3,200,000</u></u>
At 27 February 2016	<u><u>3,200,000</u></u>

Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2017	2016
Subsidiary undertakings				
Law Brothers (Tours) Limited	The Homestead 105 Towngate Road Sheffield S35 0AR England and Wales	Ordinary	100%	100%

The principal activity of Law Brothers (Tours) Limited is property rental.

The profit for the financial period of Law Brothers (Tours) Limited was £178,724 and the aggregate amount of capital and reserves at the end of the period was £2,981,572.

Law Brothers Limited

Notes to the Financial Statements for the Year Ended 27 February 2017

5 Creditors

	Note	2017 £	2016 £
Due within one year			
Bank loans and overdrafts	<u>6</u>	46,408	44,584
Amounts owed to group undertakings and undertakings in which the company has a participating interest		984,399	847,117
Other creditors		<u>2,176</u>	<u>3,727</u>
		<u>1,032,983</u>	<u>895,428</u>

Due after one year

Loans and borrowings	<u>6</u>	<u>458,527</u>	<u>598,572</u>
		2017 £	2016 £
After more than five years by instalments		<u>260,258</u>	<u>406,033</u>

6 Loans and borrowings

	2017 £	2016 £
Non-current loans and borrowings		
Bank borrowings	<u>458,527</u>	<u>598,572</u>

	2017 £	2016 £
Current loans and borrowings		
Bank borrowings	<u>46,408</u>	<u>44,584</u>

Bank borrowings

Loan 1 is denominated in £ with a nominal interest rate of 2.84%, and the final instalment is due on 30 September 2026. The carrying amount at year end is £389,863 (2016 - £517,159).

Legal charge over property held in Law Brothers (Tours) Limited.

Loan 2 is denominated in £ with a nominal interest rate of 1.71%, and the final instalment is due on 30 September 2026. The carrying amount at year end is £115,072 (2016 - £125,997).

Legal charge over property held in Law Brothers (Tours) Limited.

Law Brothers Limited

Notes to the Financial Statements for the Year Ended 27 February 2017

7 Transition to FRS 102

The company has adopted FRS102 for the year ended 27 February 2017 and is required to restate the comparative prior year amounts.

The last financial statements under previous UK GAAP were for the year ended 27 February 2016 and the date of transition to FRS102 was therefore 28 February 2015.

No adjustments have been made as part of the transition.

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This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.