

DRS BOND MANAGEMENT LIMITED

Unaudited Financial Statements
for the Year Ended 30 June 2019



BREBNERS
Chartered Accountants
1 Suffolk Way
Sevenoaks
Kent
TN13 1YL

DRS BOND MANAGEMENT LIMITED

Statement of Financial Position as at 30 June 2019

| | Note | 2019 £ | 2018 £ |
|-------------------------------------------------------|------|-----------------------|-----------------------|
| Fixed assets | | | |
| Intangible assets | 4 | 27,613 | 31,837 |
| Tangible assets | 5 | <u>50,957</u> | <u>49,047</u> |
| | | <u>78,570</u> | <u>80,884</u> |
| Current assets | | | |
| Debtors | 6 | 768,030 | 343,910 |
| Cash at bank and in hand | | <u>224,682</u> | <u>289,024</u> |
| | | 992,712 | 632,934 |
| Creditors: Amounts falling due within one year | 7 | <u>(755,310)</u> | <u>(409,267)</u> |
| Net current assets | | <u>237,402</u> | <u>223,667</u> |
| Total assets less current liabilities | | 315,972 | 304,551 |
| Provisions for liabilities | | <u>(8,663)</u> | <u>(9,319)</u> |
| Net assets | | <u>307,309</u> | <u>295,232</u> |
| Capital and reserves | | | |
| Called up share capital | | 1,250 | 1,250 |
| Share premium reserve | | - | 249,750 |
| Profit and loss account | | <u>306,059</u> | <u>44,232</u> |
| Total equity | | <u>307,309</u> | <u>295,232</u> |

For the financial year ending 30 June 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' 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 directors acknowledge their 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 and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

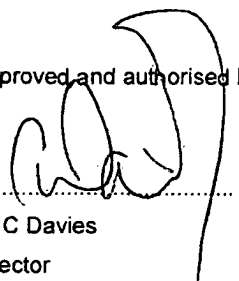
These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Statement of Income and Retained Earnings has been taken.

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

DRS BOND MANAGEMENT LIMITED

Statement of Financial Position as at 30 June 2019

Approved and authorised by the Board on 29/01/20 and signed on its behalf by:


.....
Mr C Davies
Director


.....
Miss FA Recker
Director

Company registration number: 06823289

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

DRS BOND MANAGEMENT LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2019

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:

Unit 219 Harbour Yard

Chelsea Harbour

London

SW10 0XD

The principal activity of the company is that of surety brokerage.

2 ACCOUNTING POLICIES

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 any items disclosed in the accounting policies as being shown at fair value and are presented in sterling, which is the functional currency of the entity.

Group accounts not prepared

The company has taken advantage of the option not to prepare consolidated financial statements contained in Section 399 of the Companies Act 2006 on the basis that the company and its parent comprise a small group.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the company's activities.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the initial transaction dates.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

DRS BOND MANAGEMENT LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2019

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a charge attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

| Asset class | Depreciation method and rate |
|---------------------|------------------------------|
| Plant and equipment | 25% reducing balance |

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

| Asset class | Amortisation method and rate |
|----------------------|------------------------------|
| Software development | 25% straight line |

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.

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.

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Notes to the Financial Statements for the Year Ended 30 June 2019

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 STAFF NUMBERS

The average number of persons employed by the company during the year was 9 (2018 - 10).

4 INTANGIBLE ASSETS

| | Software development costs £ | Total £ |
|--------------------------|---------------------------------------|----------------------|
| Cost or valuation | | |
| At 1 July 2018 | 144,546 | 144,546 |
| Additions | <u>13,851</u> | <u>13,851</u> |
| At 30 June 2019 | <u>158,397</u> | <u>158,397</u> |
| Amortisation | | |
| At 1 July 2018 | 112,709 | 112,709 |
| Amortisation charge | <u>18,075</u> | <u>18,075</u> |
| At 30 June 2019 | <u>130,784</u> | <u>130,784</u> |
| Carrying amount | | |
| At 30 June 2019 | <u><u>27,613</u></u> | <u><u>27,613</u></u> |
| At 30 June 2018 | <u><u>31,837</u></u> | <u><u>31,837</u></u> |

DRS BOND MANAGEMENT LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2019

5 TANGIBLE ASSETS

| | Plant and equipment £ | Total £ |
|--------------------------|-----------------------------|----------------|
| Cost or valuation | | |
| At 1 July 2018 | 123,591 | 123,591 |
| Additions | 19,323 | 19,323 |
| Disposals | (2,900) | (2,900) |
| At 30 June 2019 | <u>140,014</u> | <u>140,014</u> |
| Depreciation | | |
| At 1 July 2018 | 74,544 | 74,544 |
| Charge for the year | 14,513 | 14,513 |
| At 30 June 2019 | <u>89,057</u> | <u>89,057</u> |
| Carrying amount | | |
| At 30 June 2019 | <u>50,957</u> | <u>50,957</u> |
| At 30 June 2018 | <u>49,047</u> | <u>49,047</u> |

6 DEBTORS

| | 2019 £ | 2018 £ |
|---------------|----------------|----------------|
| Trade debtors | 671,417 | 217,924 |
| Other debtors | 96,613 | 125,986 |
| | <u>768,030</u> | <u>343,910</u> |

7 CREDITORS

Creditors: amounts falling due within one year

| | 2019 £ | 2018 £ |
|------------------------------------|----------------|----------------|
| Trade creditors | 55,188 | 80,859 |
| Amounts owed to group undertakings | 418,403 | - |
| Taxation and social security | 17,374 | 14,623 |
| Other creditors | 264,345 | 313,785 |
| | <u>755,310</u> | <u>409,267</u> |

DRS BOND MANAGEMENT LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2019

8 FINANCIAL COMMITMENTS, GUARANTEES AND CONTINGENCIES

The total of future lease payments amounts to £252,000 (2018 - £385,000).

The company has guaranteed the bank loan of a group undertaking. This is secured by a fixed and floating charge over the assets and undertakings of the company. The amount outstanding at 30 June 2019 amounted to £855,264 (2018: £1,025,000) although no liability is expected to crystallise.

9 RELATED PARTY TRANSACTIONS

Exemption is taken in accordance with FRS 102 paragraph A1 C.35 not to disclose transactions or amounts outstanding with companies wholly owned within the group.