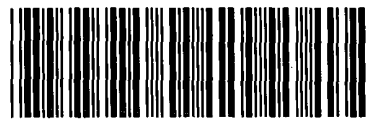


**OBELISK LEGAL SUPPORT SOLUTIONS LIMITED**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

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## **OBELISK LEGAL SUPPORT SOLUTIONS LIMITED**

### **COMPANY INFORMATION**

<b>Directors</b>	D. Denis-Smith M. S. Humphries W. J. Stephens D. J. Tembo
<b>Company secretary</b>	D. Denis-Smith
<b>Registered number</b>	07312074
<b>Registered office</b>	44 Southampton Buildings London WC2A 1AP
<b>Independent auditors</b>	Wilder Coe Ltd Chartered Accountants & Statutory Auditors 1st Floor Sackville House 143-149 Fenchurch Street London EC3M 6BL

**OBELISK LEGAL SUPPORT SOLUTIONS LIMITED**

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**OBELISK LEGAL SUPPORT SOLUTIONS LIMITED**  
**REGISTERED NUMBER: 07312074**

**BALANCE SHEET**  
**AS AT 31 DECEMBER 2020**

	Note	2020 £	Unaudited 2019 £
<b>Fixed assets</b>			
Intangible assets	4	229,795	251,169
Tangible assets	5	4,075	3,913
		<u>233,870</u>	<u>255,082</u>
<b>Current assets</b>			
Debtors	6	430,046	522,686
Cash at bank and in hand		87,096	7,270
		<u>517,142</u>	<u>529,956</u>
Creditors: amounts falling due within one year	7	(607,828)	(737,251)
<b>Net current liabilities</b>		<u>(90,686)</u>	<u>(207,295)</u>
<b>Total assets less current liabilities</b>		<u>143,184</u>	<u>47,787</u>
Creditors: amounts falling due after more than one year	8	(217,780)	(64,960)
<b>Net liabilities</b>		<u>(74,596)</u>	<u>(17,173)</u>
<b>Capital and reserves</b>			
Allotted, called up and fully paid share capital		36,360	36,360
Profit and loss account		(110,956)	(53,533)
<b>Equity shareholders' deficit</b>		<u>(74,596)</u>	<u>(17,173)</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the Directors' Report and the Profit and Loss Account in accordance with the provisions applicable to companies subject to the Small Companies' Regime, under section 444 of the Companies Act 2006

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

28 SEPTEMBER 2021



.....  
**D. Denis-Smith**  
 Director

The notes on pages 2 to 10 form part of these financial statements.

## **OBELISK LEGAL SUPPORT SOLUTIONS LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020**

#### **1. General information**

Obelisk Legal Support Solutions Limited (Company number 07312074), having its registered and trading office at 44 Southampton Buildings, London, WC2A 1AP, is a private limited company incorporated in England and Wales.

#### **2. Accounting policies**

##### **2.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention and in accordance with Section 1A of Financial Reporting Standard, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland' and the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

##### **2.2 Statement of Cash Flows**

The Company has taken advantage of the exemption in Financial Reporting Standard 102, Section 1A.7 from the requirement to provide a Statement of Cash Flows on the grounds that it is a small company.

##### **2.3 Going concern**

As at the year end, the Company has net liabilities of £74,596 (2019: £17,173). The directors have satisfied themselves that the Company has sufficient cash and banking facilities to meet its obligations for 12 months from the signing of the accounts. Therefore, the accounts have been prepared on the going concern basis.

##### **2.4 Foreign currency translation**

###### **Functional and presentation currency**

The Company's functional and presentational currency is British Pound Sterling (GBP).

###### **Transactions and balances**

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period-end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Comprehensive Income.

## **OBELISK LEGAL SUPPORT SOLUTIONS LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020**

#### **2. Accounting policies (continued)**

##### **2.5 Turnover**

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

##### **Rendering of services**

Turnover from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

##### **2.6 Research and development**

In the research phase of an internal project it is not possible to demonstrate that the project will generate future economic benefits and hence all expenditure on research shall be recognised as an expense when it is incurred. Intangible assets are recognised from the development phase of a project if and only if certain specific criteria are met in order to demonstrate the asset will generate probable future economic benefits and that its cost can be reliably measured. The capitalised development costs are subsequently amortised on a straight-line basis over their useful economic lives of 5 years, from the beginning of the year following expenditure.

If it is not possible to distinguish between the research phase and the development phase of an internal project, the expenditure is treated as if it were all incurred in the research phase only.

##### **2.7 Finance costs**

Finance costs are charged to the Statement of Comprehensive Income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

##### **2.8 Pensions**

##### **Defined contribution pension plan**

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

## OBELISK LEGAL SUPPORT SOLUTIONS LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

#### 2. Accounting policies (continued)

##### 2.9 Taxation

Tax is recognised in the Statement of Comprehensive Income.

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

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date.

##### 2.10 Intangible assets

Intangible assets comprise development expenditure, which has been capitalised in accordance with FRS 102, section 18. Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

The estimated useful lives range as follows:

Development expenditure	-	5	years
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##### 2.11 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Fixtures and fittings	-	25%	straight-line
Office equipment	-	25%	straight-line
Computer equipment	-	25%	straight-line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Comprehensive Income.

## **OBELISK LEGAL SUPPORT SOLUTIONS LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020**

#### **2. Accounting policies (continued)**

##### **2.12 Debtors**

Short-term debtors are measured at transaction price, less any impairment.

##### **2.13 Cash and cash equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

##### **2.14 Creditors**

Short-term creditors are measured at the transaction price.

##### **2.15 Financial instruments**

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties and loans to related parties.

Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the Balance Sheet date.

##### **2.16 Government grants**

Grants are accounted for under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to the Statement of Comprehensive Income at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of Comprehensive Income in the same period as the related expenditure.

##### **2.17 Borrowing costs**

All borrowing costs are recognised in the Statement of Comprehensive Income in the year in which they are incurred.

#### **3. Employees**

The average monthly number of employees, including directors, during the year was 11 (2019 - 11).



**OBELISK LEGAL SUPPORT SOLUTIONS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**4. Intangible assets**

	<b>Development expenditure £</b>
<b>Cost</b>	
At 1 January 2020	344,188
Additions	50,048
	<hr/>
At 31 December 2020	394,236
	<hr/>
<b>Amortisation</b>	
At 1 January 2020	93,019
Charge for the year	71,422
	<hr/>
At 31 December 2020	164,441
	<hr/>
<b>Net book value</b>	
At 31 December 2020	229,795
	<hr/> <hr/>
At 31 December 2019	251,169
	<hr/> <hr/>

**OBELISK LEGAL SUPPORT SOLUTIONS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**5. Tangible fixed assets**

	Fixtures and fittings £	Office equipment £	Computer equipment £	Total £
<b>Cost</b>				
At 1 January 2020	3,234	1,621	20,056	24,911
Additions	-	240	2,477	2,717
At 31 December 2020	<u>3,234</u>	<u>1,861</u>	<u>22,533</u>	<u>27,628</u>
<b>Depreciation</b>				
At 1 January 2020	3,234	1,357	16,407	20,998
Charge for the year	-	130	2,425	2,555
At 31 December 2020	<u>3,234</u>	<u>1,487</u>	<u>18,832</u>	<u>23,553</u>
<b>Net book value</b>				
At 31 December 2020	<u>-</u>	<u>374</u>	<u>3,701</u>	<u>4,075</u>
At 31 December 2019	<u>-</u>	<u>264</u>	<u>3,649</u>	<u>3,913</u>

**6. Debtors**

	2020 £	Unaudited 2019 £
<b>Due within one year</b>		
Trade debtors	369,815	459,068
Other debtors	24,768	42,238
Prepayments and accrued income	35,463	21,380
	<u>430,046</u>	<u>522,686</u>

**OBELISK LEGAL SUPPORT SOLUTIONS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**7. Creditors: Amounts falling due within one year**

	<b>2020</b>	<i>Unaudited</i>
	<b>£</b>	<b>2019</b>
		<b>£</b>
Bank loans (note 10)	<b>10,000</b>	-
Trade creditors	<b>256,069</b>	300,159
Other taxation and social security	<b>140,379</b>	98,334
Other creditors (note 10)	<b>167,706</b>	273,426
Accruals and deferred income	<b>33,674</b>	65,332
	<b>607,828</b>	737,251

An amount of £146,737 (2019: £197,000) included within other creditors relates to an invoice discounting facility, which is secured by way of fixed and floating charges over the assets of the Company.

**8. Creditors: Amounts falling due after more than one year**

	<b>2020</b>	<i>Unaudited</i>
	<b>£</b>	<b>2019</b>
		<b>£</b>
Bank loans	<b>90,000</b>	-
Other creditors	<b>127,780</b>	64,960
	<b>217,780</b>	64,960

The bank loan is a Coronavirus Business Interruption Loan Scheme (CBILS) loan provided by Natwest. The loan is guaranteed by the government and there are no fees or interest to pay for the first 12 months. After 12 months, the interest is capped at 2.5% per year. The final repayment for this loan is due in June 2026.

The amount within other creditors is a CBILS loan provided by Funding Circle. The annual fixed interest rate on this loan is 10.2%. The final repayment for this loan is due in May 2022.

**OBELISK LEGAL SUPPORT SOLUTIONS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**9. Loans**

Analysis of the maturity of loans is given below:

	2020 £	Unaudited 2019 £
<b>Amounts falling due within one year</b>		
Bank loans	10,000	-
Other creditors	11,616	-
	<u>21,616</u>	<u>-</u>
<b>Amounts falling due 1-5 years</b>		
Bank loans	80,000	-
Other creditors	127,780	-
	<u>207,780</u>	<u>-</u>
<b>Amounts falling due after more than 5 years</b>		
Bank loans	10,000	-
	<u>10,000</u>	<u>-</u>
	<u>239,396</u>	<u>-</u>

**10. Pension commitments**

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £6,597 (2019: £5,272).

Pensions totalling £1,653 (2019: £1,456) were payable to the fund at the Balance Sheet date.

**11. Commitments under operating leases**

At 31 December 2020 the Company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	2020 £	Unaudited 2019 £
Not later than 1 year	55,700	-
Later than 1 year and not later than 5 years	9,400	-
	<u>65,100</u>	<u>-</u>

**OBELISK LEGAL SUPPORT SOLUTIONS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**12. Related party transactions**

Included within other creditors is an amount of £7,402 (2019: £10,416) due to the director of the Company. The loan is on an arm's length basis; there are no repayment terms and no interest is due.

**13. Auditors' information**

The Company was subject to an audit for the year ended 31 December 2020. The audit report issued by Bee-Lean Chew MSc BA (Hons) FCA, as Senior Statutory Auditor of Wilder Coe Ltd, was issued with an unqualified opinion.