

CLEAR VIEW ASSURED LIMITED (REGISTERED NUMBER: 08022316)

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FOR THE YEAR ENDED 31 DECEMBER 2020**

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CLEAR VIEW ASSURED LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2020**

DIRECTORS:

B Kayes
S C Turvey
T Sargisson
T Grey

REGISTERED OFFICE:

5th Floor
30 Market Street
Huddersfield
HD1 2HG

REGISTERED NUMBER:

08022316 (England and Wales)

ACCOUNTANTS:

Revell Ward Limited
Bates Mill
Colne Road
Huddersfield
HD1 3AG

BANKERS:

Yorkshire Bank
40 New Street
Huddersfield
HD1 2BT

SOLICITORS:

Eaton Smith LLP
14 High Street
Huddersfield
HD1 2HA

CLEAR VIEW ASSURED LIMITED (REGISTERED NUMBER: 08022316)**BALANCE SHEET
31 DECEMBER 2020**

	Notes	31.12.20 £	31.12.19 £
FIXED ASSETS			
Intangible assets	4	471,564	360,886
Investments	5	386,447	400,243
		<u>858,011</u>	<u>761,129</u>
CURRENT ASSETS			
Debtors: amounts falling due within one year	6	44,300	12,136
Debtors: amounts falling due after more than one year	6	1,256,748	1,184,412
Cash at bank		100,978	50,540
		<u>1,402,026</u>	<u>1,247,088</u>
CREDITORS			
Amounts falling due within one year	7	616,031	509,896
NET CURRENT ASSETS		<u>785,995</u>	<u>737,192</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,644,006	1,498,321
CREDITORS			
Amounts falling due after more than one year	8	(1,389,029)	(1,301,066)
PROVISIONS FOR LIABILITIES		<u>(8,400)</u>	<u>-</u>
NET ASSETS		<u>246,577</u>	<u>197,255</u>

The notes form part of these financial statements

BALANCE SHEET - continued
31 DECEMBER 2020

	Notes	31.12.20 £	£	31.12.19 £	£
CAPITAL AND RESERVES					
Called up share capital			1,000		1,000
Other reserves	9		377,805		295,965
Retained earnings	9		(132,228)		(99,710)
			<u>246,577</u>		<u>197,255</u>
SHAREHOLDERS' FUNDS					

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 02/08/2021
and were signed on its behalf by:



.....
T Sargisson - Director

The notes form part of these financial statements

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

1. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention.

The financial statements have been prepared on the going concern basis which assumes that the company's financial backer will provide continued support. The directors have prepared projected cash flow information for the year ending 12 months from the date of signature on the balance sheet which forms the basis of the future financing requirements.

The financial backer has confirmed their continuing support to the company, in particular they have confirmed that the amounts owed from the company will not be recalled until sufficient funds are available and consider it appropriate to disclose the amounts due as longer term liabilities. The directors therefore consider it appropriate to prepare the financial statements on the going concern basis.

Preparation of consolidated financial statements

The financial statements contain information about Clear View Assured Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

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

2. ACCOUNTING POLICIES - continued

Significant judgements and estimates

Investments in non-cumulative redeemable preference shares have been classed within debtors falling due after more than one year rather than as a fixed asset investment as there is a set redemption date.

The investment in non-cumulative redeemable preference shares has been measured at fair value. The discounted cash flow analysis valuation technique has been applied to calculate the fair value. The discount factor has been based on rates paid on similar debt instruments in prior periods.

Key accounting estimates and assumptions

Accounting estimates, by definition, will often vary from the actual results. They are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The nature of the estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

Long term credit arrangements

The effective interest method is used to measure long term credit arrangements. The financial asset or liability is measured at the present value of future payments discounted at an estimate of a market rate of interest. The market rate of interest is based on rates paid on similar debt instruments in prior periods.

Useful economic lives of intangible assets

The annual amortisation charge for intangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets, which are re-assessed annually. They are amended when necessary to reflect current estimates based on future income generation.

Intangible assets and deferred consideration

The cost of intangible assets includes the estimated additional amounts to be paid, based on expected future income generations of the financial adviser practices acquired. The cost of intangible assets and the related deferred consideration may be subject to changes arising from the differences between the original estimates of additional amounts to be paid and the actual amounts due, along with the updating of the estimates of future income generation.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. All of the turnover is generated from the rendering of services.

Intangible assets

Intangible assets are the amounts paid together with the estimated additional amounts to be paid, based on expected future income generation, in connection with the acquisition of clients from retiring financial adviser practices.

Intangible assets are written off in equal annual instalments over the estimated useful economic life of 8 years, which is the estimated period over which benefits are expected to accrue to the company.

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

2. ACCOUNTING POLICIES - continued

Investments in subsidiaries

Investments in shares in subsidiary undertakings are recognised at cost.

Non-cumulative redeemable preference shares held have been measured at fair value using the discounted cash flow analysis valuation technique. The difference between the fair value of the shares and amount ultimately repayable is treated as an investment in subsidiary undertakings.

Loans made to subsidiaries are valued using the effective interest method. The difference between the present value of the loan and the amount ultimately repayable is treated as an investment in subsidiary undertakings.

Financial instruments

The company has chosen to adopt Section 11 of FRS 102 in respect of financial instruments.

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

Short term creditors are measured at the transaction price.

Other financial assets and liabilities, including long term credit arrangements, are measured initially at transaction price, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Statutory information

The company is a private company limited by shares and is incorporated in England and Wales, company registration number 08022316. The address of its registered office is 5th Floor, 30 Market Street, Huddersfield, HD1 2HG.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 2 (2019 - 2).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

4. INTANGIBLE FIXED ASSETS

	Other intangible assets £
COST	
At 1 January 2020	364,685
Additions	169,714
	<u>534,399</u>
At 31 December 2020	
AMORTISATION	
At 1 January 2020	3,799
Charge for year	59,036
	<u>62,835</u>
At 31 December 2020	
NET BOOK VALUE	
At 31 December 2020	<u>471,564</u>
At 31 December 2019	<u>360,886</u>

5. FIXED ASSET INVESTMENTS

	Investments in group undertakings £
COST	
At 1 January 2020	400,243
Additions	10
Change in cost	(13,806)
	<u>386,447</u>
At 31 December 2020	
NET BOOK VALUE	
At 31 December 2020	<u>386,447</u>
At 31 December 2019	<u>400,243</u>

6. DEBTORS

	31.12.20 £	31.12.19 £
Amounts falling due within one year:		
Amounts owed by group undertakings	<u>44,300</u>	<u>12,136</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

6. DEBTORS - continued

	31.12.20 £	31.12.19 £
Amounts falling due after more than one year:		
Amounts owed by group undertakings	1,256,748	1,184,412
	<u>1,301,048</u>	<u>1,196,548</u>
Aggregate amounts		
	<u>1,301,048</u>	<u>1,196,548</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20 £	31.12.19 £
Other creditors	616,031	509,896
	<u>616,031</u>	<u>509,896</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.12.20 £	31.12.19 £
Other creditors	1,389,029	1,301,066
	<u>1,389,029</u>	<u>1,301,066</u>

Other creditors falling due after more than one year relate to loans for which agreements have been prepared in accordance with the guidance set out by the FCA. Except where the FCA's prior written consent has been obtained, these loans cannot be repaid, in whole or in part, earlier than a date:

- Not less than five years from the date the loan was first made, or
- Not less than five years from the date on which the borrower gave notice to the lender and FCA, or
- Not less than five years from the date on which the lender gave notice to the borrower and FCA.

No notice or consent has been given to date.

9. RESERVES

	Retained earnings £	Other reserves £	Totals £
At 1 January 2020	(99,710)	295,965	196,255
Deficit for the year	(32,518)	-	(32,518)
Other changes	-	81,840	81,840
	<u>(132,228)</u>	<u>377,805</u>	<u>245,577</u>
At 31 December 2020	(132,228)	377,805	245,577

The present value of long term creditors is calculated using an effective interest rate. The difference between the present value of the creditor and the amount ultimately repayable is treated as a capital contribution in equity and is included within other reserves.

Other changes in the year relate to an increase of £24,264 (2019 - £9,478) from new loans received in the year, an increase of £63,134 (2019 - £4,739) due to the extension of the repayment date and a decrease of £5,558 (2019 - £Nil) due to a change in the interest rate in the year.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

10. RELATED PARTY DISCLOSURES

Subsidiary company

During the year loans totalling £683,326 (2019 - £683,326) with a present value of £644,318 (2019 - £607,263) were owed by the subsidiary company.

Notional interest of £30,052 (2019 - £30,278) was received during the year.

A change in the notional interest rate increased the loan value by £7,003 (2019 - £Nil) in the year.

Clear View Assured Limited owns preference shares in the subsidiary company with a redemption value of £650,000. Redemption is due in April 2022. The present value of the preference shares is £612,430 (2019 - £577,149).

Notional interest of £28,479 (2019 - £13,825) was received during the year.

The present value of the preference shares was increased by £6,803 (2019 - £Nil) due to a change in the notional interest rate in the year.

The present value of the preference shares was decreased by £Nil (2019 - £44,125) due to an extension of the repayment date during the year.

The subsidiary company charged £48,309 (2019 - £9,000) for services during the year, collected income of £191,554 (2019 - £12,116) on behalf of Clear View Assured Limited and made payments of £115,922 (2019 - £Nil). A net balance of £30,459 (2019 - £3,136) is owed from the subsidiary company.

Shareholder and close family members of the shareholder

During the year loans totalling £1,346,526 (2019 - £1,346,526) with a present value of £1,297,212 (2019 - £1,286,596) were owed by Clear View Assured Limited.

Notional interest of £60,426 (2019 - £60,762) was charged during the year.

A change in the notional interest rate increased the loan value by £4,757 (2019 - £Nil) and an extension of the repayment date decreased the loan value by £54,567 (2019 - £4,739).

£1,251,526 (2019 - £1,251,526) of the loans, with a present value of, £1,202,271 (2019 - £1,191,660) are classed as due in more than one year.

Except where the FCA's prior written consent has been obtained, the amounts due in more than one year owed to shareholders and close family members cannot be repaid earlier than a date:

- Not less than five years from the date the loan was first made, or
- Not less than five years from the date on which the borrower gave notice to the lender and FCA, or
- Not less than five years from the date on which the lender gave notice to the borrower and FCA.

No notice or consent has been given to date.

Director-shareholders

During the year loans totalling £120,000 (2019 - £190,000) with a present value of £95,736 (2019 - £180,522) were received.

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

Notional interest of £12,951 (2019 - £883) was charged during the year.

A change in the notional interest rate increased the loan value by £801 (2019 - £Nil) and an extension of the repayment date decreased the loan value by £8,567 (2019 - £Nil).

The total amount outstanding at the year end is £310,000 (2019 - £190,000) with a present value of £282,326 (2019 - £181,405).

£120,000 (2019 - £Nil) of the loans, with a present value of, £100,095 (2019 - £Nil) are classed as due in more than one year.

Except where the FCA's prior written consent has been obtained, the amounts due in more than one year owed to director-shareholders cannot be repaid earlier than a date:

- Not less than five years from the date the loan was first made, or
- Not less than five years from the date on which the borrower gave notice to the lender and FCA, or
- Not less than five years from the date on which the lender gave notice to the borrower and FCA.

No notice or consent has been given to date.