

Company registration number: 08302549

# LENDING WORKS LIMITED

ABBREVIATED ACCOUNTS  
YEAR ENDED 31 DECEMBER 2015



# **LENDING WORKS LIMITED**

## **ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2015**

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# **LENDING WORKS LIMITED**

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LENDING WORKS LIMITED UNDER SECTION 449 OF THE COMPANIES ACT 2006**

**YEAR ENDED 31 DECEMBER 2015**

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We have examined the abbreviated accounts set out on pages 2 to 6, together with the financial statements of Lending Works Limited for the year ended 31 December 2015 prepared under section 396 of the Companies Act 2006.

This report is made solely to the Company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the Company those matters we are required to state to them in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditor**

The directors are responsible for preparing the abbreviated accounts in accordance with section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the Company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the Company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

### **Opinion**

In our opinion the Company is entitled to deliver abbreviated accounts prepared in accordance with section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations under that section.



**David Pearson**

Senior Statutory Auditor

For and on behalf of Grant Thornton UK LLP

Statutory Auditor, Chartered Accountants

London

30 September 2016

# LENDING WORKS LIMITED

## ABBREVIATED BALANCE SHEET

AS AT 31 DECEMBER 2015

	Note	2015 £	2014 £
<b>Non-current assets</b>			
Tangible fixed assets	2	34,611	13,349
<b>Total non-current assets</b>		<b>34,611</b>	<b>13,349</b>
<b>Current assets</b>			
Debtors: amounts falling due within one year		47,837	25,239
Cash at bank and in hand		262,957	574,086
<b>Total current assets</b>		<b>310,794</b>	<b>599,325</b>
<b>Creditors: amounts falling due within one year</b>		<b>(154,868)</b>	<b>(159,671)</b>
<b>Net current assets</b>		<b>155,926</b>	<b>439,654</b>
<b>Total assets less current liabilities</b>		<b>190,537</b>	<b>453,003</b>
Provisions for liabilities		(6,922)	(2,670)
<b>Net assets</b>		<b>183,615</b>	<b>450,333</b>
<b>Capital and reserves</b>			
Called-up equity share capital	3	4,724	4,091
Share premium account		2,199,852	1,410,654
Profit and loss reserve		(2,020,961)	(964,412)
<b>Total capital and reserves</b>		<b>183,615</b>	<b>450,333</b>

# **LENDING WORKS LIMITED**

## **ABBREVIATED BALANCE SHEET (CONTINUED)**

**AS AT 31 DECEMBER 2015**

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These abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 and the Financial Reporting Standard for Smaller Entities (effective January 2015) relating to small companies.

The abbreviated accounts were approved by the Board on 30 September 2016 and signed on its behalf by:



**N F Harding**  
Director



**M D Powell**  
Director

30 September 2016

**Lending Works Limited**

Company registration number: 08302549

The notes on pages 4 to 6 form an integral part of these abbreviated accounts.

# **LENDING WORKS LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2015**

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### **1. ACCOUNTING POLICIES**

#### **a) Basis of preparation**

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The full financial statements, from which these abbreviated accounts have been extracted, have been prepared on a going concern basis, under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Companies Act 2006. The principal accounting policies, which have been consistently applied throughout the year and the preceding period, are set out below.

#### **b) Going concern**

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The directors have prepared cash flow projections for the Company covering a period of 12 months from the date of approval of these abbreviated accounts.

After performing appropriate sensitivity analysis on these projections and making enquiries, the directors have a reasonable expectation that the Company has adequate resources to continue to meet its financial obligations as they fall due and will remain in operational existence for a period of at least 12 months from the date of approval of these abbreviated accounts. Accordingly, they continue to adopt the going concern basis in preparing the abbreviated accounts.

#### **c) Deferred taxation**

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Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exception:

- Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

#### **d) Research and development expenditure**

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Expenditure on research and development is charged to the profit and loss account in the period in which it is incurred.

# **LENDING WORKS LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)**

**YEAR ENDED 31 DECEMBER 2015**

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### **1. ACCOUNTING POLICIES (CONTINUED)**

#### **e) Turnover**

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Turnover arises from the principal activity and primarily represents the commission charged to borrowers in relation to loans issued via the online peer-to-peer lending platform. Loan arrangement fees are recognised when the borrower accepts the loan. Any interest rate margin arising from the difference between the rate payable by the borrower and the rate receivable by the lender is recognised as repayments are made over the life of the loan.

#### **f) Operating leases**

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Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account on a straight line basis over the period of the lease.

#### **g) Tangible fixed assets**

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Tangible fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses. Such cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value based on prices prevailing at the date of acquisition, of each asset evenly over its expected useful life as follows:

- Computer equipment: 3 years
- Furniture and other office equipment: 3 years
- Fixtures and fittings: 5 years

The carrying values of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

# LENDING WORKS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

YEAR ENDED 31 DECEMBER 2015

### 2. TANGIBLE FIXED ASSETS

	Fixtures & fittings £	Furniture & other office equipment £	Computer equipment £	Total £
<b>Cost or valuation</b>				
At 31 December 2014	-	3,445	14,849	18,294
Additions during the year	9,662	7,992	13,412	31,066
<b>At 31 December 2015</b>	<b>9,662</b>	<b>11,437</b>	<b>28,261</b>	<b>49,360</b>
<b>Depreciation</b>				
At 31 December 2014	-	1,092	3,853	4,945
Charge for the year	605	2,105	7,094	9,804
<b>At 31 December 2015</b>	<b>605</b>	<b>3,197</b>	<b>10,947</b>	<b>14,749</b>
<b>Net book value</b>				
At 31 December 2014	-	2,353	10,996	13,349
<b>At 31 December 2015</b>	<b>9,057</b>	<b>8,240</b>	<b>17,314</b>	<b>34,611</b>

### 3. SHARE CAPITAL

Allotted, called up and fully paid:	31 Dec 2015 £	31 Dec 2014 £
472,361 ordinary shares of £0.01 each (2014: 409,147)	4,724	4,091

On 26 May 2015 the Company issued 4,675 ordinary shares of £0.01 each for total consideration of £112,730. On 27 May 2015 the Company issued a further 1,124 ordinary shares of £0.01 each for total consideration of £27,100. On 31 July 2015 the Company issued a further 26,192 ordinary shares of £0.01 each for total consideration of £200,000. On 1 October 2015 the Company issued a further 31,223 ordinary shares of £0.01 each for total consideration of £450,000.