

REGISTERED NUMBER: 08484663 (England and Wales)

BACKSTOP SOLUTIONS UK, LTD
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

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FOR THE YEAR ENDED 31 DECEMBER 2018

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BACKSTOP SOLUTIONS UK, LTD
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2018

DIRECTORS:

C D Coghill
J P Schuler

REGISTERED OFFICE:

5 Yeomans Court
Ware Road
Hertford
Hertfordshire
SG13 7HJ

REGISTERED NUMBER:

08484663 (England and Wales)

BALANCE SHEET
31 DECEMBER 2018

	Notes	2018 £	£	2017 £	£
FIXED ASSETS					
Intangible assets	5		180,237		221,831
Tangible assets	6		<u>232</u>		<u>631</u>
			180,469		222,462
CURRENT ASSETS					
Debtors	7	453,082		434,142	
Cash at bank		<u>166,700</u>		<u>126,192</u>	
		619,782		560,334	
CREDITORS					
Amounts falling due within one year	8	<u>1,630,752</u>		<u>2,100,327</u>	
NET CURRENT LIABILITIES			<u>(1,010,970)</u>		<u>(1,539,993)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(830,501)</u>		<u>(1,317,531)</u>
CAPITAL AND RESERVES					
Called up share capital			1		1
Retained earnings			<u>(830,502)</u>		<u>(1,317,532)</u>
SHAREHOLDERS' FUNDS			<u>(830,501)</u>		<u>(1,317,531)</u>

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

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 on 12 April 2019 and were signed on its behalf by:

J P Schuler - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

1. STATUTORY INFORMATION

Backstop Solutions UK, Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the company information page and its principal place of business is 20 St Dunstons Hill, London, EC3R 8HL.

2. 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.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements are presented in sterling (£) which is also the functional currency for the company.

Going Concern

The directors have received confirmation from the directors of Backstop Solutions Group, LLC, the parent company of Backstop Solutions UK Limited that it will provide adequate financial support for the foreseeable future. Consequently these financial statements have been prepared on a going concern basis.

Significant judgements and estimates

The preparation of financial statements requires management to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on a continuing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The directors consider that there are no significant judgements or estimates in the preparation of these financial statements.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. Software turnover is invoiced yearly in advance and recognised monthly with any unrecognised turnover included in the Balance sheet as deferred income at year end.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2018**

3. ACCOUNTING POLICIES - continued

Intangible assets

Intangible assets are measured at cost less accumulated amortisation and any accumulated impairment losses.

Amortisation is charged to write off the cost of the intangible assets less their residual values over their estimated useful lives on a straight line basis. The intangible assets are written off over the following useful economic lives:

Goodwill - 10 years

Software - 10 years

If there are indicators of a significant movement in the useful life or residual value of the asset, amortisation is revised prospectively to reflect this.

The directors believe that the useful economic life is 10 years due to the substantial business contacts which the company has maintained.

Tangible fixed assets

Property, Plant and Equipment are measured at cost less accumulated depreciation and accumulated impairment losses.

At each reporting date, property, plant and equipment are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of impairment is recognised immediately in profit or loss.

Depreciation has been computed to write off the cost of the property, plant and equipment over their useful expected lives using the following rates:

Improvements to leasehold property - over the term of the lease

Plant & Machinery - between 14% and 33% on cost

Trade and other receivables

Trade and other receivables are measured at transaction price less any impairment unless the arrangement constitutes a financing transaction in which case the transaction is measured at the present value of the future receipts discounted at the prevailing market rate of interest.

Trade and other payables

Trade and other payables are measured at their transaction price unless the arrangement constitutes a financing transaction in which case the transaction is measured at present value of future payments discounted at prevailing market rate of interest. Other financial liabilities are initially measured at fair value net of their transaction costs. They are subsequently measured at amortised cost using the effective interest method.

Taxation

Current tax is recognised for the amount of income tax payable in respect of the taxable profit for the current or past reporting periods using tax rates that have been enacted or substantively enacted by the reporting date.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2018

3. ACCOUNTING POLICIES - continued**Deferred tax**

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against future taxable profits or against the reversal of deferred tax liabilities.

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

Pension costs and other post-retirement benefits

The company contributes to personal pension plans for employees. Contributions payable to personal plans are charged to the profit and loss account in the period to which they relate.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was NIL (2017 - 5).

5. INTANGIBLE FIXED ASSETS

	Goodwill £	Computer software £	Totals £
COST			
At 1 January 2018			
and 31 December 2018	<u>344,856</u>	<u>71,078</u>	<u>415,934</u>
AMORTISATION			
At 1 January 2018	160,933	33,170	194,103
Amortisation for year	<u>34,486</u>	<u>7,108</u>	<u>41,594</u>
At 31 December 2018	<u>195,419</u>	<u>40,278</u>	<u>235,697</u>
NET BOOK VALUE			
At 31 December 2018	<u>149,437</u>	<u>30,800</u>	<u>180,237</u>
At 31 December 2017	<u>183,923</u>	<u>37,908</u>	<u>221,831</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2018

6. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 January 2018 and 31 December 2018	<u>1,989</u>
DEPRECIATION	
At 1 January 2018	1,358
Charge for year	<u>399</u>
At 31 December 2018	<u>1,757</u>
NET BOOK VALUE	
At 31 December 2018	<u>232</u>
At 31 December 2017	<u>631</u>

7. DEBTORS

	2018 £	2017 £
Amounts falling due within one year:		
Trade debtors	250,445	114,425
Other debtors	<u>202,637</u>	<u>141,629</u>
	<u>453,082</u>	<u>256,054</u>
Amounts falling due after more than one year:		
Other debtors	<u>-</u>	<u>178,088</u>
Aggregate amounts	<u>453,082</u>	<u>434,142</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade creditors	181	4,248
Amounts owed to group undertakings	717,519	1,582,674
Taxation and social security	60,634	31,733
Other creditors	<u>852,418</u>	<u>481,672</u>
	<u>1,630,752</u>	<u>2,100,327</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2018

9. **LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2018	2017
	£	£
Within one year	41,940	42,480
Between one and five years	10,440	7,080
	<u>52,380</u>	<u>49,560</u>

10. **DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006**

The Report of the Auditors was unqualified.

Alison Nayler FCA (Senior Statutory Auditor)
for and on behalf of Wilkins Kennedy Audit Services

11. **RELATED PARTY DISCLOSURES**

The amount owed to the parent company, Backstop Solutions Group, LLC at the year end was £717,519 (2017: £1,582,674) and has been included in other creditors. This loan is interest free and payable on demand.

12. **ULTIMATE CONTROLLING PARTY**

The directors regard Backstop Solutions Group, LLC, as the ultimate parent company. The registered office of the ultimate parent company is 233 South Wacker Drive Suite 3960, Chicago, IL 60606.

The financial statements are consolidated in the financial statements of Backstop Solutions Group, LLC.

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.