

Company Registration No. 08484663 (England and Wales)

BACKSTOP SOLUTIONS UK LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019
PAGES FOR FILING WITH REGISTRAR

BACKSTOP SOLUTIONS UK LIMITED

COMPANY INFORMATION

Directors	C D Coghill J P Schuler
Company number	08484663
Registered office	5 Yeomans Court Ware Road Hertford Hertfordshire SG13 7HJ
Auditor	Wilkins Kennedy Audit Services 5 Yeomans Court Ware Road Hertford Hertfordshire SG13 7HJ

BACKSTOP SOLUTIONS UK LIMITED

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BACKSTOP SOLUTIONS UK LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Intangible assets	3		138,643		180,237
Tangible assets	4		5,148		232
			<u>143,791</u>		<u>180,469</u>
Current assets					
Debtors	5	443,485		453,083	
Cash at bank and in hand		111,166		166,700	
		<u>554,651</u>		<u>619,783</u>	
Creditors: amounts falling due within one year	6	<u>(1,171,833)</u>		<u>(1,630,753)</u>	
Net current liabilities			<u>(617,182)</u>		<u>(1,010,970)</u>
Total assets less current liabilities			<u>(473,391)</u>		<u>(830,501)</u>
Capital and reserves					
Called up share capital			1		1
Profit and loss reserves			<u>(473,392)</u>		<u>(830,502)</u>
Total equity			<u>(473,391)</u>		<u>(830,501)</u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

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

The financial statements were approved by the board of directors and authorised for issue on 29 April 2020 and are signed on its behalf by:

J P Schuler
Director

Company Registration No. 08484663

BACKSTOP SOLUTIONS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

Company information

Backstop Solutions UK Limited is a private company limited by shares incorporated in England and Wales. The registered office is 5 Yeomans Court, Ware Road, Hertford, Hertfordshire, SG13 7HJ. Its principal place of business is 20 St Dunstons Hill, London, EC3R 8HL.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 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.

Having prepared forecasts and projections for the company and, taking into account the economic conditions and possible changes in trading performance, alongside the facts noted above, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. The company therefore continues to adopt the going concern basis in preparing its financial statements. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern. For example, the extent of the impact of coronavirus is unclear and although the directors do not believe that coronavirus will have a significant impact on the company's business, it is difficult to evaluate all the potential implications on the company's trade, customers, suppliers and the wider economy.

1.3 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.

BACKSTOP SOLUTIONS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

1.4 Intangible fixed assets - goodwill and software

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.

BACKSTOP SOLUTIONS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

1.5 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and equipment	between 14% and 33% on cost
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

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.

1.6 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand and deposits held at call with banks.

1.7 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.

1.8 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

BACKSTOP SOLUTIONS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

Deferred tax

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.9 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.

1.10 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the profit and loss account for the period.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 5 (2018 - 4).

3 Intangible fixed assets

	Goodwill	Other	Total
	£	£	£
Cost			
At 1 January 2019 and 31 December 2019	344,856	71,078	415,934
Amortisation and impairment			
At 1 January 2019	195,419	40,278	235,697
Amortisation charged for the year	34,486	7,108	41,594
At 31 December 2019	229,905	47,386	277,291
Carrying amount			
At 31 December 2019	114,951	23,692	138,643
At 31 December 2018	149,437	30,800	180,237

BACKSTOP SOLUTIONS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

4 Tangible fixed assets

	Plant and machinery etc
	£
Cost	
At 1 January 2019	1,989
Additions	5,791
	<hr/>
At 31 December 2019	7,780
	<hr/>
Depreciation and impairment	
At 1 January 2019	1,757
Depreciation charged in the year	875
	<hr/>
At 31 December 2019	2,632
	<hr/>
Carrying amount	
At 31 December 2019	5,148
	<hr/>
At 31 December 2018	232
	<hr/>

5 Debtors

	2019	2018
	£	£
Amounts falling due within one year:		
Trade debtors	329,708	250,446
Other debtors	25,703	17,209
	<hr/>	<hr/>
	355,411	267,655
Deferred tax asset	88,074	185,428
	<hr/>	<hr/>
	443,485	453,083
	<hr/>	<hr/>

6 Creditors: amounts falling due within one year

	2019	2018
	£	£
Trade creditors	923	181
Amounts owed to group undertakings	208,927	717,519
Taxation and social security	59,299	60,634
Other creditors	902,684	852,419
	<hr/>	<hr/>
	1,171,833	1,630,753
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BACKSTOP SOLUTIONS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

7 Audit report information

As the income statement has been omitted from the filing copy of the financial statements, the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.

The senior statutory auditor was Alison Nayler BSc FCA.

The auditor was Wilkins Kennedy Audit Services.

8 Operating lease commitments

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

	2019 £	2018 £
Within one year	38,430	41,940
Between two and five years	-	10,440
	<u>38,430</u>	<u>52,380</u>

9 Related party transactions

Transactions with related parties

The amount owed to the parent company, Backstop Solutions Group, LLC at the year end was £208,927 (2018 - £717,519) and has been included in creditors due within one year. This loan is interest free and payable on demand.

10 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.