

Unaudited Financial Statements
for the Year Ended 31 December 2020
for
2B CAPITAL LTD

Vistra Accounting Services
First Floor, Templeback
10 Temple back
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BS1 6FL

Contents of the Financial Statements
for the Year Ended 31 December 2020

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	3

2B CAPITAL LTD

Company Information
for the Year Ended 31 December 2020

Director:	Mr G de Boissard
Secretary:	Vistra Company Secretaries Limited
Registered office:	25 Stratford Road London W8 6RA
Registered number:	10782624 (England and Wales)
Accountants:	Vistra Accounting Services First Floor, Templeback 10 Temple back Bristol BS1 6FL

Balance Sheet
31 December 2020

	Notes	31/12/20 £	31/12/19 £
FIXED ASSETS			
Investments	4	7,517,307	10,220,003
CURRENT ASSETS			
Debtors	5	930	264
Cash at bank		210,833	13,749
		<u>211,763</u>	<u>14,013</u>
CREDITORS			
Amounts falling due within one year	6	(76,456)	(158,086)
NET CURRENT ASSETS/(LIABILITIES)		<u>135,307</u>	<u>(144,073)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		7,652,614	10,075,930
CREDITORS			
Amounts falling due after more than one year	7	(6,145,660)	(9,000,000)
NET ASSETS		<u>1,506,954</u>	<u>1,075,930</u>
CAPITAL AND RESERVES			
Called up share capital		30,000	30,000
Retained earnings		1,476,954	1,045,930
		<u>1,506,954</u>	<u>1,075,930</u>

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 director acknowledges his 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 director and authorised for issue on 7 September 2021 and were signed by:

Mr G de Boissard - Director

Notes to the Financial Statements
for the Year Ended 31 December 2020

1. **Statutory information**

2b Capital 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.

The presentation currency of the financial statements is the Pound Sterling (£).

2. **Accounting policies**

Basis of preparing the financial statements

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

Turnover

Turnover is derived based on the loan agreement in place and consists of the commitment and facility fees receivable. These are recognised through profit and loss in the period in which they accrue on the basis that there is no fixed term to the loans.

Other operating income

Other operating income consists of interest on the loans that the company invests in. This is recognised through profit and loss in the period in which it accrues. The interest is charged over the term of debt using the effective interest method.

Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into.

Basic financial liabilities

Basic financial liabilities, including creditors, and loans from fellow group companies are initially recognised at transaction price.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are initially recognised at transaction price.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Notes to the Financial Statements - continued
for the Year Ended 31 December 20202. **Accounting policies - continued****Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Investments

Investments relate to loan agreements entered into with regulated FCA companies. The loans fund each consumer by issuing one whole loan note or several notes to qualified investors. Each note entitles the holder to receive a share of repayments on the corresponding consumer loan. An investor on the platform will build a diversified portfolio of notes over time, each one making monthly repayments of interest.

The investments are recorded at fair value with any unrealised gains or losses going through profit and loss.

3. **Employees and directors**

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

4. **Fixed asset investments**

	31/12/20 £	31/12/19 £
Other investments not loans	-	500,000
Other loans	7,517,307	9,720,003
	<u>7,517,307</u>	<u>10,220,003</u>

Additional information is as follows:

	Other investments £
Cost	
At 1 January 2020	500,000
Disposals	(500,000)
At 31 December 2020	-
Net book value	
At 31 December 2020	-
At 31 December 2019	500,000
	Other loans £
At 1 January 2020	9,720,003
Repayment in year	(1,518,569)
Other movement	(684,127)
At 31 December 2020	<u>7,517,307</u>

The other investments relate to shares held in Clearwell Capital. It was agreed during the year that, as soon as reasonably practical and before 23 October 2020, a dividend would be declared of £45,000 per C share and £15,000 per D share. These shares would then be redeemed by way of a reduction of capital by paying the initial sum of £500,000.

Notes to the Financial Statements - continued
for the Year Ended 31 December 20205. **Debtors: amounts falling due within one year**

	31/12/20	31/12/19
	£	£
Prepayments	<u>930</u>	<u>264</u>

6. **Creditors: amounts falling due within one year**

	31/12/20	31/12/19
	£	£
Trade creditors	372	(1)
Tax	71,969	105,458
Directors' current accounts	1,415	9,450
Accrued expenses	<u>2,700</u>	<u>43,179</u>
	<u>76,456</u>	<u>158,086</u>

The Directors' current account is unsecured, interest free and repayable on demand.

7. **Creditors: amounts falling due after more than one year**

	31/12/20	31/12/19
	£	£
Amounts owed to group	<u>6,145,660</u>	<u>9,000,000</u>

Long term loans are repayable within 5 years, are secured and attract interest at 2.5%.

	31/12/20	31/12/19
	£	£
Brought forward	9,000,000	7,481,041
Addition	-	4,514,382
Repayment	(3,057,697)	(3,185,420)
Accrued interest	<u>203,357</u>	<u>189,997</u>
Carried forward	<u>6,145,660</u>	<u>9,000,000</u>

8. **Related party disclosures**

Included in creditors falling due after more than one year, are long term loans from the director. The loans are repayable within 5 years, are secured and attract interest at 2.5%. The balance owed to the director at the year end was £6,145,660 (2019: £9,000,000).

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.