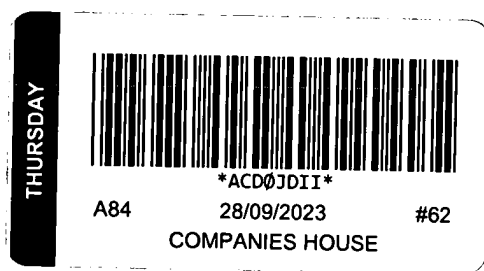


COMPANY REGISTRATION NUMBER: 11388845

REGISTRAR OF  
COMPANIES

**Liberis Finance Limited**  
**Financial Statements**  
**31 December 2022**



**BURGESS HODGSON LLP**  
Chartered accountants & statutory auditor  
Camburgh House  
27 New Dover Road  
Canterbury  
Kent  
CT1 3DN

**Liberis Finance Limited**  
**Financial Statements**  
**Year ended 31 December 2022**

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# **Liberis Finance Limited**

## **Officers and Professional Advisers**

**The board of directors**

Mr T P Bason  
Mr R A Straathof

**Company secretary**

Ms A Alexander

**Registered office**

Scale Space  
58 Wood Lane  
London  
United Kingdom  
W1U 7EU

**Auditor**

Burgess Hodgson LLP  
Chartered accountants & statutory auditor  
Camburgh House  
27 New Dover Road  
Canterbury  
Kent  
CT1 3DN

# **Liberis Finance Limited**

## **Directors' Report**

### **Year ended 31 December 2022**

The directors present their report and the financial statements of the group for the year ended 31 December 2022.

#### **Directors**

The directors who served the company during the year were as follows:

Mr T P Bason  
Mr R A Straathof

#### **Going concern**

The financial statements are prepared on a going concern basis as the group has reported an operating profit of £1,000k for the year to 31 December 2022 (2021: (£353k) operating loss).

The far reaching spread of the COVID-19 pandemic caused economic and business disruption around the globe, including forcing many companies, including Liberis Finance Limited, to utilise business continuity plans, including limiting travel and employing remote working, to allow continued operations with minimal disruptions. During 2022 we have seen the business successfully recover from the pandemic, since July 22 monthly advance levels have continued to trend above pre pandemic levels and operating costs remain in line with our expectations.

In this context, the directors have evaluated the going concern status of the Group and Company and concluded that the Group and Company should be able to continue operations as a going concern in particular the Group benefits from its £170m financing facility to support future expansion of the Group advances book (which has grown 91% year on year). The group also benefited from £13m equity raised in 2022 and an additional £4m raised in April 2023.

The directors have prepared cash flow forecasts for the period to April 2024 which indicate that, taking account of reasonable possible downside scenarios, the Group and Company will have sufficient funds through repayments expected from the existing cash advances given to customers, its existing funding from its investors and the Group's debt facility, to meet its liabilities as they fall due for that period. The Company is party to the Group senior facility with its assets provided as security. The directors have applied reasonable possible downsides to their base case cash flow forecasts to assess the possible impact of reduced forecast revenue streams due to lower transaction volumes. These forecasts took into account the directors' plans to mitigate effect of the events and conditions, for example through reducing its cost based to reflect the lower transaction volumes.

#### **Directors' responsibilities statement**

The directors are responsible for preparing the directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the group and the company and the profit or loss of the group for that period.

# **Liberis Finance Limited**

## **Directors' Report** *(continued)*

### **Year ended 31 December 2022**

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### **Auditor**

Each of the persons who is a director at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the group and the company's auditor is unaware; and
- they have taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the group and the company's auditor is aware of that information.

#### **Small company provisions**

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

4/28/2023

This report was approved by the board of directors on ..... and signed on behalf of the board by:

DocuSigned by:



99BE51AED1DC45A...

Mr T P Bason  
Director

Registered office:  
Scale Space  
58 Wood Lane  
London  
United Kingdom  
W1U 7EU

## **Liberis Finance Limited**

### **Independent Auditor's Report to the Members of Liberis Finance Limited**

**Year ended 31 December 2022**

#### **Opinion**

We have audited the financial statements of Liberis Finance Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 December 2022 which comprise the consolidated statement of comprehensive income, consolidated statement of financial position, company statement of financial position, consolidated statement of changes in equity, company statement of changes in equity and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 31 December 2022 and of the group's loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's or the parent company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

## **Liberis Finance Limited**

### **Independent Auditor's Report to the Members of Liberis Finance Limited** (continued)

**Year ended 31 December 2022**

#### **Other information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

#### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

# **Liberis Finance Limited**

## **Independent Auditor's Report to the Members of Liberis Finance Limited**

*(continued)*

**Year ended 31 December 2022**

### **Responsibilities of directors**

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the group or the parent company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we have considered; the nature of the industry, control environment and business performance with particular reference to the Company's remuneration policies, key drivers for directors' remuneration, bonus levels and performance targets.

We also consider the results of our enquiries of management, relating to their own identification and assessment of the risks of irregularities and possible related fraud. This includes reviewing available documentation on their policies and procedures and performing tests of controls to evidence their effectiveness.

Throughout the audit testing we are considering the incentives that may exist within the organisation for fraud. Key areas include timing of recognising revenue around the year end, posting of unusual journals and manipulating the Company's performance measures to meet remuneration targets and bank covenants. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We ensure we have an understanding of the relevant laws and regulations and remain alert to possible non-compliance throughout the audit.

Despite proper planning and audit work in accordance with auditing standards there are inherent limitations and unavoidable risk that we may not detect some irregularities and material misstatements in the financial statements. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.



## **Liberis Finance Limited**

### **Independent Auditor's Report to the Members of Liberis Finance Limited** *(continued)*

#### **Year ended 31 December 2022**

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's or the parent company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or the parent company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

## **Liberis Finance Limited**

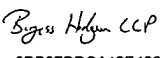
### **Independent Auditor's Report to the Members of Liberis Finance Limited** (continued)

#### **Year ended 31 December 2022**

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

#### **Use of our report**

This report is made solely to the company's members, as a body, in accordance with chapter 3 of part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

DocuSigned by:  
 4/28/2023  
0DB6FDDCA12E466...

Andrew Collyer (Senior Statutory Auditor)

For and on behalf of  
Burgess Hodgson LLP  
Chartered accountants & statutory auditor  
Camburgh House  
27 New Dover Road  
Canterbury  
Kent  
CT1 3DN

# Liberis Finance Limited

## Consolidated Statement of Comprehensive Income

Year ended 31 December 2022

	Note	2022 £	2021 £
<b>Revenue</b>		6,899,954	2,127,139
Cost of sales		1,212,396	629,838
<b>Gross profit</b>		5,687,558	1,497,301
Administrative expenses		4,687,089	1,850,379
<b>Operating profit/(loss)</b>		1,000,469	(353,078)
Interest payable and similar expenses		1,251,610	530,494
<b>Loss before taxation</b>		(251,141)	(883,572)
Tax on loss		—	—
<b>Loss for the financial year</b>		(251,141)	(883,572)
Foreign currency retranslation		(309,452)	94,842
<b>Total comprehensive income for the year</b>		(560,593)	(788,730)

All the activities of the group are from continuing operations.

The notes on pages 14 to 19 form part of these financial statements.

# Liberis Finance Limited

## Consolidated Statement of Financial Position

31 December 2022

	Note	2022 £	2021 £
<b>Current assets</b>			
Debtors	7	23,833,312	7,378,319
Cash at bank and in hand		2,627,266	518,044
		<u>26,460,578</u>	<u>7,896,363</u>
<b>Creditors: amounts falling due within one year</b>	8	13,246,917	9,685,792
<b>Net current assets/(liabilities)</b>		<u>13,213,661</u>	<u>(1,789,429)</u>
<b>Total assets less current liabilities</b>		13,213,611	(1,789,429)
<b>Creditors: amounts falling due after more than one year</b>	9	15,563,683	—
<b>Net liabilities</b>		<u>(2,350,022)</u>	<u>(1,789,429)</u>
<b>Capital and reserves</b>			
Called up share capital		1	1
Profit and loss account		(2,350,023)	(1,789,430)
<b>Shareholders deficit</b>		<u>(2,350,022)</u>	<u>(1,789,429)</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

These financial statements were approved by the board of directors and authorised for issue on 4/28/2023....., and are signed on behalf of the board by:

DocuSigned by:

Tom Bason

99BE51AED1DC45A...

Mr T P Bason  
Director

Company registration number: 11388845

The notes on pages 14 to 19 form part of these financial statements.

**Liberis Finance Limited**  
**Company Statement of Financial Position**  
**31 December 2022**

	Note	2022 £	2021 £
<b>Fixed assets</b>			
Investments	6	5,000,000	1,850,000
<b>Current assets</b>			
Debtors	7	6,428,960	7,487,555
Cash at bank and in hand		491,718	277,902
		<u>6,920,678</u>	<u>7,765,457</u>
<b>Creditors: amounts falling due within one year</b>	8	10,358,951	9,571,178
<b>Net current liabilities</b>		<u>3,438,273</u>	<u>1,805,721</u>
<b>Total assets less current liabilities</b>		<u>1,561,727</u>	<u>44,279</u>
<b>Net assets</b>		<u>1,561,727</u>	<u>44,279</u>
<b>Capital and reserves</b>			
Called up share capital		1	1
Profit and loss account		1,561,726	44,278
<b>Shareholders funds</b>		<u>1,561,727</u>	<u>44,279</u>

The profit for the financial year of the parent company was £1,577,174 (2021: £43,678 loss).

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

These financial statements were approved by the board of directors and authorised for issue on 4/28/2023....., and are signed on behalf of the board by:

DocuSigned by:

*Tom Bason*

99BE51AED1DC45A...

Mr T P Bason  
Director

Company registration number: 11388845

The notes on pages 14 to 19 form part of these financial statements.

**Liberis Finance Limited**  
**Consolidated Statement of Changes in Equity**  
**Year ended 31 December 2022**

	Called up share capital £	Profit and loss account £	Total £
<b>At 1 January 2021</b>	1	(1,000,700)	(1,000,699)
Loss for the year		(883,572)	(883,572)
Other comprehensive income for the year:			
Foreign currency retranslation	–	94,842	94,842
<b>Total comprehensive income for the year</b>	–	(788,730)	(788,730)
<b>At 31 December 2021</b>	1	(1,789,430)	(1,789,429)
Loss for the year		(251,141)	(251,141)
Other comprehensive income for the year:			
Foreign currency retranslation	–	(309,452)	(309,452)
<b>Total comprehensive income for the year</b>	–	(560,593)	(560,593)
<b>At 31 December 2022</b>	<u>1</u>	<u>(2,350,023)</u>	<u>(2,350,022)</u>

The notes on pages 14 to 19 form part of these financial statements.

**Liberis Finance Limited**  
**Company Statement of Changes in Equity**  
**Year ended 31 December 2022**

	Called up share capital £	Profit and loss account £	Total £
<b>At 1 January 2021</b>	1	(4,894)	(4,893)
Loss for the year		(43,678)	(43,678)
Other comprehensive income for the year:			
Foreign currency retranslation	—	92,850	92,850
<b>Total comprehensive income for the year</b>	—	49,172	49,172
<b>At 31 December 2021</b>	1	44,278	44,279
Profit for the year		1,577,174	1,577,174
Other comprehensive income for the year:			
Foreign currency retranslation	—	(59,726)	(59,726)
<b>Total comprehensive income for the year</b>	—	1,517,448	1,571,448
<b>At 31 December 2022</b>	1	1,561,726	1,561,727

The notes on pages 14 to 19 form part of these financial statements.

# **Liberis Finance Limited**

## **Notes to the Financial Statements**

### **Year ended 31 December 2022**

#### **1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Scale Space, 58 Wood Lane, London, W1U 7EU, United Kingdom.

#### **2. Statement of compliance**

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

#### **3. Accounting policies**

##### **Basis of preparation**

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

##### **Going concern**

The financial statements are prepared on a going concern basis as the group has reported an operating profit of £1,000k for the year to 31 December 2022 (2021: (£353k) operating loss).

The far reaching spread of the COVID-19 pandemic caused economic and business disruption around the globe, including forcing many companies, including Liberis Finance Limited, to utilise business continuity plans, including limiting travel and employing remote working, to allow continued operations with minimal disruptions. During 2022 we have seen the business successfully recover from the pandemic, since July 22 monthly advance levels have continued to trend above pre pandemic levels and operating costs remain in line with our expectations.

In this context, the directors have evaluated the going concern status of the Group and Company and concluded that the Group and Company should be able to continue operations as a going concern in particular the Group benefits from its £170m financing facility to support future expansion of the Group advances book (which has grown 91% year on year). The group also benefited from £13m equity raised in 2022 and an additional £4m raised in April 2023.

The directors have prepared cash flow forecasts for the period to April 2024 which indicate that, taking account of reasonable possible downside scenarios, the Group and Company will have sufficient funds through repayments expected from the existing cash advances given to customers, its existing funding from its investors and the Group's debt facility, to meet its liabilities as they fall due for that period. The Company is party to the Group senior facility with its assets provided as security. The directors have applied reasonable possible downsides to their base case cash flow forecasts to assess the possible impact of reduced forecast revenue streams due to lower transaction volumes. These forecasts took into account the directors' plans to mitigate effect of the events and conditions, for example through reducing its cost based to reflect the lower transaction volumes.



# **Liberis Finance Limited**

## **Notes to the Financial Statements** *(continued)*

### **Year ended 31 December 2022**

#### **3. Accounting policies** *(continued)*

##### **Disclosure exemptions**

The parent company satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following reduced disclosures available under FRS 102:

- (a) Disclosures in respect of each class of share capital have not been presented.
- (b) No cash flow statement has been presented for the company.
- (c) Disclosures in respect of financial instruments have not been presented.
- (d) No disclosure has been given for the aggregate remuneration of key management personnel.

##### **Consolidation**

The financial statements consolidate the financial statements of Liberis Finance Limited and all of its subsidiary undertakings.

The results of subsidiaries acquired or disposed of during the year are included from or to the date that control passes.

The parent company has applied the exemption contained in section 408 of the Companies Act 2006 and has not presented its individual profit and loss account.

##### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The following are considered significant judgements / estimates made by the directors:

- Significant judgement are made by the directors in relation to expected collection periods which impacts revenue recognition on an effective interest rate.
- The group regularly monitors debtors for indication of impairment, or non-compliance with the contractual terms of the purchase of revenue streams. The group records a specific provision for the full outstanding amounts, less expected recoveries, which the company categorises as impaired and the directors believe will not be recoverable. The provisions are recorded against the amortised cost balance of debtors.

##### **Revenue recognition**

The company's revenue is derived from purchasing a future revenue stream from merchants at a discount. As the related debtors are collectable over extended periods of time, the company recognises the revenue earned from financial assets held at amortised cost on an effective interest rate method basis using the discount factor as the interest rate with a period consistent with the expected amortisation of the debtor balances.

# Liberis Finance Limited

## Notes to the Financial Statements *(continued)*

### Year ended 31 December 2022

#### 3. Accounting policies *(continued)*

##### Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

##### Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

##### Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

##### Financial instruments

Basic financial instruments including financial assets and liabilities are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Subsequent measure is at amortised cost.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

##### Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

#### 4. Employee numbers

The average number of persons employed by the company during the year amounted to 15 (2021: 2).

# Liberis Finance Limited

## Notes to the Financial Statements *(continued)*

### Year ended 31 December 2022

#### 5. Auditors remuneration

The auditor's remuneration for the statutory audit of these financial statements is borne by a group company member.

#### 6. Investments

The group has no investments.

Company	Shares in group undertakings £
<b>Cost</b>	
At 1 January 2022	1,850,000
Additions	3,150,000
<b>At 31 December 2022</b>	<u>5,000,000</u>
<b>Impairment</b>	
At 1 January 2022 and 31 December 2022	<u>—</u>
<b>Carrying amount</b>	
<b>At 31 December 2022</b>	<u>5,000,000</u>
At 31 December 2021	<u>1,850,000</u>

#### Subsidiaries, associates and other investments

Details of the investments in which the parent company has an interest of 20% or more are as follows:

	Class of share	Percentage of shares held
<b>Subsidiary undertakings</b>		
Liberis Europe Fin Co Limited	Ordinary £1	100
Liberis Sweden AB	Ordinary	100
Liberis Germany SPV Limited	Ordinary £1	100

The registered office for Liberis Germany SPV and Liberis Europe Fin Co Limited is Scale Space, 58 Wood Lane, London, United Kingdom, W12 7RZ.

The registered office for Liberis Sweden AB is Artillerigatan 8 114 51 Stockholm, Sweden.

# Liberis Finance Limited

## Notes to the Financial Statements *(continued)*

### Year ended 31 December 2022

#### 7. Debtors

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Advances	23,178,658	7,366,507	—	6,246,053
Amounts owed by group undertakings	—	—	6,410,266	1,238,312
Other debtors	654,654	11,812	18,694	3,190
	<u>23,833,312</u>	<u>7,378,319</u>	<u>6,428,960</u>	<u>7,487,555</u>

The advances balance includes all sums due to the company in accordance with the agreements in place. The balance is stated net of any bad debt provisions, with the gross advances balance and total provisions being as follows:

	Group 2022	Group 2021	Company 2022	Company 2021
	£	£	£	£
Gross advances	25,746,130	8,215,684	—	7,006,203
Provisions	(2,567,472)	(849,177)	—	(850,150)
	<u>23,178,658</u>	<u>7,366,507</u>	<u>—</u>	<u>6,156,053</u>

#### 8. Creditors: amounts falling due within one year

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Trade creditors	329,356	206,242	279,968	174,469
Amounts owed to group undertakings	12,261,435	9,321,503	9,846,909	9,321,503
Social security and other taxes	41,482	25,522	—	—
Other creditors	614,644	132,525	232,074	75,206
	<u>13,246,917</u>	<u>9,685,792</u>	<u>10,358,951</u>	<u>9,571,178</u>

#### 9. Creditors: amounts falling due after more than one year

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Bank loans and overdrafts	<u>15,563,683</u>	<u>—</u>	<u>—</u>	<u>—</u>

£15,564k (2021: £nil) of the company's creditors are secured against the assets of the company and are guaranteed, by way of a fixed and floating charge against assets, by other group companies including Liberis Finance Limited and its subsidiary entities.

# **Liberis Finance Limited**

## **Notes to the Financial Statements** *(continued)*

### **Year ended 31 December 2022**

#### **10. Related party transactions**

##### **Group**

£104,260k (2021: £52,669k) of the creditors in the wider group companies are secured or guaranteed by assets across the group, including Liberis Finance Limited and its subsidiary entities, by way of a fixed and floating charge.

At the year end the company owed £12,261k (2021: £9,322k) to group companies.

##### **Company**

At the year end the company was owed £6,410k (2021: £1,238k) from group companies.

At the year end the company owed £9,847k (2021: £9,322k) to group companies.

#### **11. Controlling party**

At the balance sheet date the company's immediate parent company was Liberis Loans Limited, a company registered in the United Kingdom. The address of the registered office is Scale Space, 58 Wood Lane, London, United Kingdom, W12 7RZ.

At the balance sheet date the company's ultimate parent company was Liberis Holdings Limited, a company registered in Jersey. The address of the registered office is No 2 The Forum, Grenville Street, St Helier, JE1 4HH, Jersey.