

REGISTERED NO: OC307988

O'MELVENY & MYERS LLP
FINANCIAL STATEMENTS
INFORMATION FOR FILING WITH THE REGISTRAR
YEAR ENDED 31 DECEMBER 2022



O'MELVENY & MYERS LLP
FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2022

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O'MELVENY & MYERS LLP
REGISTERED NUMBER: OC307988
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022

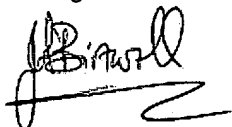
	Notes	2022	2021
		£	£
NON-CURRENT ASSETS			
Property, plant and equipment	5	<u>329,887</u>	<u>116,851</u>
CURRENT ASSETS			
Receivables	6	<u>1,699,555</u>	<u>1,946,771</u>
Cash at bank and in hand		<u>1,124,622</u>	<u>496,054</u>
		2,824,177	2,442,825
CURRENT LIABILITIES	7	<u>(410,080)</u>	<u>(231,403)</u>
NET CURRENT ASSETS		<u>2,414,097</u>	<u>2,211,422</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,743,984	2,328,273
NON-CURRENT LIABILITIES			
Amounts due to associated law firm		<u>(5,558,721)</u>	<u>(4,361,050)</u>
NET LIABILITIES ATTRIBUTABLE TO MEMBERS		<u>(2,814,737)</u>	<u>(2,032,777)</u>
LOANS AND OTHER DEBTS DUE TO MEMBERS			
Members' capital (classified as debt)		141,322	137,649
MEMBERS' OTHER INTERESTS			
Other reserves		<u>(2,956,059)</u>	<u>(2,170,426)</u>
TOTAL MEMBERS' INTERESTS		<u>(2,814,737)</u>	<u>(2,032,777)</u>

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small LLPs regime.

The financial statements have been delivered in accordance with the provisions applicable to LLPs subject to the small LLPs regime.

The entity has opted not to file the income statement in accordance with the provisions applicable to entities subject to the small LLPs regime.

The financial statements were approved and authorised for issue by the Management Committee and were signed on behalf of the Members by:



J Birtwell

Designated Member

Date: 29 September 2023

The notes on pages 2 to 7 form part of these financial statements

O'MELVENY & MYERS LLP
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2022

1. STATUTORY INFORMATION

O'Melveny & Myers LLP is a limited liability partnership, registered in England and Wales with number OC307988. The firm operates from its registered office address on 19th floor, 100 Bishopsgate, London, EC2N 4AG. The firm's principal activity is the provision of professional legal advisory services and in the UK, it is regulated by the Solicitors' Regulation Authority.

The UK LLP is part of the wider O'Melveny & Myers association of firms, which is headed by the LLP's associated US firm, also called O'Melveny & Myers LLP ("the US LLP"), a limited liability partnership organised and existing under the laws of the State of California in the United States of America.

It is a condition of admission as a member of the LLP that such a member shall also be a partner of the US LLP.

The designated members of the UK LLP during the year and up to the date of signing the financial statements were:

- D Foster
- J. Birtwell

2. ACCOUNTING POLICIES

a) Basis of accounting

The financial statements have been prepared under the historical cost convention in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Statement of Recommended Practice "Accounting by Limited Liability Partnerships" (the LLP SORP), published in December 2021.

The long-term financing of the firm is provided by capital introduced by the members and funding provided by the associated US firm. The members consider the financial resources available to the business from the US LLP adequate to meet its operational needs for the foreseeable future. Consequently, they consider it appropriate to prepare the financial statements on the going concern basis.

b) Revenue recognition

Revenue represents the fair value of services provided during the period on client assignments. Revenue is recognised as contract activity progresses and the right to consideration is earned. Fair value reflects the amount expected to be recoverable from clients and is based on the time spent, skills and expertise provided and expenses incurred. Revenue excludes VAT.

Unbilled revenue on individual client assignments is included as accrued income within Receivables.

O'MELVENY & MYERS LLP
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 DECEMBER 2022

2. ACCOUNTING POLICIES (continued)

c) Property, plant and equipment

Property, plant and equipment is stated at cost less accumulated depreciation.

Depreciation is provided at rates calculated to write off the cost or valuation, less estimated residual value, of each asset over its expected useful life as follows:

Fixtures and fittings	5 -7 years
Office furniture and equipment	5 years
Short term leasehold property	Over the life of the lease

d) Financial instruments

The LLP enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities such as accrued income, trade and other receivables, accruals and trade and other payables. Short term receivables are measured at transaction price, less any impairment. Short term payables are measured at the transaction price. Other financial liabilities are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

e) Leases

Assets held under finance leases or hire purchase agreements and the related obligations are recorded in the Statement of Financial Position at the fair value of the assets at the inception of the agreements. The excess of the payments over the recorded obligations are treated as finance charges which are amortised over the term of each agreement to give a constant rate of charge on the remaining balance of the obligation.

Rental costs under operating leases are charged to the Income Statement in equal annual amounts over the lease term. Lease incentives are recognised over the expected minimum lease term at inception of the lease.

f) Post-retirement benefits and pensions

The LLP operates a defined contribution pension scheme for staff, the assets of which are held separately from those of the LLP. Contributions to the pension scheme are charged to the Income Statement as incurred.

g) Short term employee benefits

The firm makes provision for accrued holiday earned but not taken at the statement of financial position date, inclusive of associated costs.

h) Foreign currency transactions

Transactions denominated in foreign currencies are recorded at the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are retranslated at the rates prevailing at that date. Translation differences are included in the Income Statement.

O'MELVENY & MYERS LLP
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 DECEMBER 2022

2. ACCOUNTING POLICIES (continued)

i) Provisions

Provision is made for the estimated value of unavoidable dilapidation costs payable at the end of the firm's leases.

j) Taxation

Taxation payable on the LLP's profits is solely the personal liability of individual members and consequently neither taxation nor related deferred taxation arising in respect of the profits of the LLP is dealt with in these financial statements.

k) Remuneration of Members

Members are remunerated out of the profits of the LLP (and can also be remunerated separately out of the profits of the associated US LLP in their capacity as members in that firm) and are required to make their own provision for pensions and other benefits.

Profits of the LLP are divided between the members. Certain members, as designated from time to time in a separate agreement between such members and the US LLP, hold such portion of the interest allocated to them in the profits of the LLP for the benefit of the partners of the US LLP.

Where there is insufficient cash in the business to fund the distributions from the LLP, the US LLP (by agreement with the members) will provide the required funding.

The distributions of profits to members are treated as operating cash flows because they represent payments for services rendered to the LLP as part of its revenue generating activities.

l) Capital

Under the terms of the Members' Agreement relating to the LLP, the members of the LLP can be required to make capital contributions to the LLP as determined from time to time by the Management Committee. It is intended that any member's capital so contributed will be repayable to the contributing member within 30 days following the date on which that member ceases to be a member of the LLP. Members' capital is classified within the accounts as a liability.

m) Significant estimates and judgements

In preparing these financial statements, management has needed to make estimates and assumptions that impact the reported amounts of revenue, expenses, assets and liabilities. In making these estimates and judgements, management has used its knowledge and experience to consider the expected outcome of future events and arrive at decisions that are believed to be reasonable and constitute management's best judgement at the date of the financial statements.

The principal estimates and judgements exercised by management that could have a significant effect upon the results for the year and its state of affairs at the year-end date include the recoverable value of unbilled revenue on client assignments and the adequacy of any provision against receivables.

O'MELVENY & MYERS LLP
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 DECEMBER 2022

3. EMPLOYEES

The average monthly number of employees, during the year was as follows:

	No.	No.
Fee earners	11	12
Secretaries and support staff	10	11
	<u>21</u>	<u>23</u>

4. INFORMATION ABOUT MEMBERS

The average number of members in the year was 6 (2021: 6).

The estimated share of the profits attributable to the highest paid individual member (excluding those individuals that take a share of profit on trust for the US members of the US LLP) is £8,286 (2021: £306,240).

The members of the UK LLP are the members of key management and, ordinarily, the whole of the profit of the UK LLP is attributable to the members.

5. PROPERTY, PLANT AND EQUIPMENT

	Short term leasehold property £	Fixtures and fittings £	Office furniture and equipment £	Total £
Cost				
At 1 January 2022	186,739	72,782	193,257	452,778
Additions	-	6,182	307,612	313,794
Disposals	-	-	-	-
At 31 December 2022	<u>186,739</u>	<u>78,964</u>	<u>500,869</u>	<u>766,572</u>
Depreciation				
At 1 January 2022	86,920	59,913	189,094	335,927
Charge for the year	36,299	5,215	59,244	100,758
Disposals	-	-	-	-
At 31 December 2022	<u>123,219</u>	<u>65,128</u>	<u>248,338</u>	<u>436,685</u>
Net Book Value				
31 December 2022	<u>63,520</u>	<u>13,836</u>	<u>252,531</u>	<u>329,887</u>
<i>31 December 2021</i>	<u>99,819</u>	<u>12,869</u>	<u>4,163</u>	<u>116,851</u>

O'MELVENY & MYERS LLP
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 DECEMBER 2022

6. RECEIVABLES

	2022 £	2021 £
Trade receivables	328,728	417,731
Accrued income	824,640	886,653
Other receivables	276,059	326,734
Prepayments	270,108	315,653
	<u>1,699,555</u>	<u>1,946,771</u>

Included in other receivables is £275,526 (2021: £257,500) that is recoverable in more than one year.

7. CURRENT LIABILITIES

	2022 £	2021 £
Trade payables	64,806	52,846
Social security and other taxes	96,521	60,983
Accruals and deferred income	248,753	117,574
	<u>410,080</u>	<u>231,403</u>

8. FINANCIAL ASSETS AND LIABILITIES

	2022 £	2021 £
Financial assets		
Trade receivables	328,728	417,731
Accrued income	824,640	886,653
Other receivables	276,079	326,734
Cash at bank and in hand	1,124,622	496,054
	<u>2,554,069</u>	<u>2,127,172</u>
Financial assets at amortised cost		
Financial liabilities		
Trade payables	64,806	52,846
Accruals and deferred income	248,753	117,574
Amounts due to associated law firm	5,558,721	4,361,050
	<u>5,872,280</u>	<u>4,531,470</u>
Financial liabilities at amortised cost		

O'MELVENY & MYERS LLP
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 DECEMBER 2022

9. AUDITOR'S INFORMATION

The auditor's report included in the financial statements delivered to the members for the year ended 31 December, 2022 was unqualified.

The audit report was signed by Ryan Ketteringham (Senior statutory auditor) on behalf of Crowe U.K. LLP on 29 September 2023.

10. LOANS AND OTHER DEBTS DUE TO MEMBERS

In the event of a winding up of O'Melveny & Myers LLP, the members' capital ranks after unsecured creditors and no additional protection is afforded to creditors.

11. OPERATING LEASE COMMITMENTS

At 31 December 2022, the annual commitments under non-cancellable operating leases were as follows:

	2022 £	2021 £
Property		
Leasing expiring:		
- within one year	1,672,440	1,581,052
- within two to five years	1,140,672	1,102,104
- after five years	-	-
	<u> </u>	<u> </u>
Other		
Leasing expiring:		
- within one year	29,522	39,584
- within two to five years	-	23,091
- after five years	-	-
	<u> </u>	<u> </u>

12. RELATED PARTIES

The ultimate controlling party is considered to be the members of the US LLP, O'Melveny & Myers LLP, 400 South Hope Street, 18th Floor, Los Angeles, CA 90071, USA.

There are regular transactions between the UK LLP and its associated firm in the US. Such transactions may include the provision and repayment of working capital funding, charges for shared overheads and payments made to or on behalf of members of the UK LLP in relation to their interest in the US LLP.

The balance at the year-end is disclosed under non-current liabilities.