

REDD SOLICITORS LLP

UNAUDITED ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 MARCH 2009

PKF (UK) LLP

TUESDAY



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COMPANIES HOUSE

REDD SOLICITORS LLP
CLIENT INFORMATION

LLP Number	OC308530 (England and Wales)
Registered Office	29 Cloth Fair London EC1A 7JQ
Designated Members	C J Macdonald-Brown S R Chalkley S L Ashby
Accountants	PKF (UK) LLP Farringdon Place 20 Farringdon Road London EC1M 3AP

REDD SOLICITORS LLP
CONTENTS

CONTENTS	PAGE
MEMBERS' REPORT	2
STATEMENT OF MEMBERS' RESPONSIBILITIES	3
CHARTERED ACCOUNTANTS REPORT	4
PROFIT AND LOSS ACCOUNT	5
BALANCE SHEET	6
NOTES TO THE ACCOUNTS	7

REDD SOLICITORS LLP

MEMBERS' REPORT

The members submit their report and the financial statements for the year ended 31 March 2009.

Principal activity and review of the business

The principal activity of Redd Solicitors LLP during the year was that of the provision of legal services.

Review of business

The results for the year and the financial position at the year end were considered satisfactory by the members who expect continued growth in the foreseeable future.

Designated members

The designated members (as defined in the Limited Liability Partnerships Act 2000) of Redd Solicitors LLP were:

C J Macdonald-Brown
S R Chalkley
S L Ashby

Policy regarding members' drawings and the subscription and repayment of members' capital

Drawings payments are made to members in monthly instalments during the year on account of their profit shares. The level of such drawings is determined by the partners who take into account the partnership's cash requirements for operating and investment activities. Profits are allocated between the members in accordance with agreed profit-sharing arrangements determined at the start of the period, with any unallocated profits are included within equity – members' other interests in the balance sheet.

Each member is required to contribute a proportion of the capital and the capital requirements are decided by the managing board. As the capital is ultimately repayable to the member it is classified as a long-term liability on the balance sheet.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 (as applied to limited liability partnerships by Regulation 3 of the Limited Liability Regulations 2001) relating to small Limited Liability Partnerships, and with the Financial Reporting Standard for Smaller Entities (effective January 2007).

On behalf of the members



Designated member

REDD SOLICITORS LLP

STATEMENT OF MEMBERS' RESPONSIBILITIES IN RESPECT OF THE FINANCIAL STATEMENTS

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

Company law requires the members to prepare financial statements for each financial year. Under that law the members have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required to give a true and fair view of the state of affairs of the limited liability partnership and of the profit or loss of the limited liability partnership for that period. In preparing these financial statements the members are required to:

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

The members are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the limited liability partnership and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the limited liability partnership and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

REDD SOLICITORS LLP
CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF MANAGEMENT ON THE UNAUDITED
FINANCIAL STATEMENTS OF REDD SOLICITORS LLP

In accordance with the engagement letter dated 18 September 2008 and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the limited liability partnership for the year ended 31 March 2009, which comprise the profit and loss account, the balance sheet and the related notes, from the accounting records and information and explanations you have given to us.

This report is made to the limited liability partnership's board of management, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the board of management that we have done so, and state those matters that we have agreed to state to them in this 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 limited liability partnership's board of management, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet your duty to ensure that the limited liability partnership has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the limited liability partnership is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

PKF(UK) LLP
PKF (UK) LLP
Chartered Accountants

London, UK

21 December 2009

REDD SOLICITORS LLP
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2009

	Notes	Year to 31 March 2009 £	Year to 31 March 2008 £
Turnover			
Fee income	2	<u>1,060,026</u>	<u>1,039,842</u>
Staff costs and similar charges		(226,792)	(233,681)
Depreciation and amortisation	3	(16,043)	(17,850)
Other operating charges		<u>(377,548)</u>	<u>(348,467)</u>
Operating Profit		439,643	439,844
Interest receivable and similar income		261	833
Interest payable and similar charges		<u>(261)</u>	<u>(1,236)</u>
Profit for financial year before members' remuneration and profit shares		<u>439,643</u>	<u>439,441</u>
 Profit for financial year before members' remuneration and profit shares		439,643	439,441
Members' remuneration charged as an expense	8	<u>439,643</u>	<u>439,441</u>
Result for the financial year available for discretionary division among members	8	<u>-</u>	<u>-</u>

All of the above results were generated from continuing operations.

There are no recognised gains and losses in the current or preceding financial period other than those shown above. Accordingly, no statement of total recognised gains and losses is presented.

REDD SOLICITORS LLP**BALANCE SHEET****31 MARCH 2009**

	Notes	31 March 2009		31 March 2008	
		£	£	£	£
Tangible fixed assets	5		35,657		49,870
Current assets					
Debtors	6	294,280		333,965	
Cash at bank and in hand		128,072		108,202	
		422,352		442,167	
Creditors					
Amounts falling due within one year	7	(61,364)		(53,233)	
Net current assets			360,988		388,934
Net assets attributable to members			396,645		438,804
Represented by:					
Loans and other debts due to members					
Members' capital classified as a liability under FRS25	8		3,000		3,000
Amounts due to members	8		393,645		435,804
Total members' interests			396,645		438,804

The members consider that the LLP is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985, as applied to LLPs by the Limited Liability Partnership Regulations 2001. The members acknowledge their responsibilities for ensuring that the LLP keeps accounting records which comply with section 221 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the LLP as at 31 March 2009 and of its profit for the period then ended in accordance with the requirements of section 226 of the Act and which otherwise comply with the requirements of the Companies Act 1985 relating to the financial statements so far as applicable to the LLP.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985, as applied to LLPs by the Limited Liability Partnership Regulations 2001 relating to small entities and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

The financial statements were approved by and authorised for issue by the members on 7 December 2009 and signed on their behalf by:

C. J. Macdonald-Brown

C J Macdonald-Brown
Designated Member

S R Chalkley

S R Chalkley
Designated Member

S L Ashby

S L Ashby
Designated Member

REDD SOLICITORS LLP
NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2009

1. ACCOUNTING POLICIES

(a) Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Financial Reporting Standards for Smaller Entities (effective January 2007) including the Statement of Recommended Practice ("the SORP") 'Accounting by Limited Liability Partnerships' (revised March 2007) and under the historical cost convention.

The principal accounting policies are set out below.

(b) Turnover

Turnover is the total amount estimated to be receivable by the partnership for services rendered and disbursements charged to clients during the year, excluding VAT.

Turnover is recognised when a right to received consideration has been obtained through performance under each contract and reflects the contract activity during the year having regard to the stage of completion of each contract and the relative uncertainty of predicting ultimate profitability on long term assignments. Revenue in respect of conditional or contingent fee engagements, which is over and above any agreed minimum fee, is recognised when the contingent event occurs.

Client disbursements incurred are deducted from turnover in arriving at net fees in the profit and loss account.

(c) Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Artwork	Not depreciated
Fixtures, fittings and equipment	25% reducing balance
Leasehold Improvements	Straight line over term of lease

(d) Tax provisions

The taxation payable on the partnership profits is the personal liability of the members during the year, although payment of such liabilities is administered by the partnership on behalf of the members. Consequently, neither partnership taxation nor related deferred taxation are accounted for in the financial statements.

(e) Members' remuneration

Drawings payments are made to members in instalments during the year on account of their profit shares. Profits are allocated between the members in accordance with agreed profit-sharing arrangements determined at the start of the period, with any unallocated profits included within equity – members' other interests.

(f) Finance and operating lease commitments

Rentals payable under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

Assets purchased under finance leases are capitalised in the balance sheet and depreciated over their estimated useful economic lives.

The corresponding finance lease obligation is treated as a liability in the balance sheet. The interest element is charged to the profit and loss account as a consistent proportion of the outstanding capital payments.

REDD SOLICITORS LLP
NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2009

1 ACCOUNTING POLICIES (continued)

(g) Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate on the date of the transaction.

Exchange gains and losses are recognised in the profit and loss account.

2. TURNOVER

Turnover is stated net of Value Added Tax and arises wholly from the provision of legal services within the UK.

3. PROFIT FOR THE YEAR AVAILABLE FOR DIVISION AMONG MEMBERS

Profit for the period available for division amongst members is stated after charging:

	2009 £	2008 £
Depreciation of tangible fixed assets	16,043	17,850
Operating lease rentals – land and buildings	65,665	81,809
– other	11,140	8,954
	<hr/>	<hr/>

4. MEMBERS SHARE OF PROFITS

	2009	2008
Average number of members	<hr/> 3	<hr/> 3
	£	£
Average profit per member	<hr/> 146,548	<hr/> 146,480

The profit share of the highest paid member was £159,822 (2008 £159,721).

REDD SOLICITORS LLP
NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2009

5. TANGIBLE FIXED ASSETS

	Artworks £	Leasehold Premises £	Fixtures and fittings £	Total £
Cost				
At 1 April 2008	5,115	30,780	65,823	101,718
Additions	-	-	1,830	1,830
	<u>5,115</u>	<u>30,780</u>	<u>67,653</u>	<u>103,548</u>
At 31 March 2009				
Depreciation				
At 1 April 2008	-	13,191	38,657	51,848
Charge for year	-	8,794	7,249	16,043
	<u>-</u>	<u>21,985</u>	<u>45,906</u>	<u>67,891</u>
At 31 March 2009				
Net book amount				
At 31 March 2009	<u>5,115</u>	<u>8,795</u>	<u>21,747</u>	<u>35,657</u>
At 31 March 2008	<u>5,115</u>	<u>17,589</u>	<u>27,166</u>	<u>49,870</u>

6. DEBTORS

	2009 £	2008 £
Trade debtors	247,728	273,462
Amounts due on contracts	11,348	5,946
Other debtors	-	2,874
Prepayments and accrued income	35,204	51,683
	<u>294,280</u>	<u>333,965</u>

REDD SOLICITORS LLP
NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2009

7. CREDITORS

	2009 £	2008 £
Amounts falling due within one year:		
Other tax and social security	35,853	35,842
Accruals	25,511	17,391
	<u>61,364</u>	<u>53,233</u>

8. TOTAL MEMBERS' INTERESTS

	Members' capital classified as a liability under FRS25 £	Loans and other debts due to members £	Total £
Amounts due to members at 1 April 2008	3,000	435,804	438,804
Members' remuneration charged as an expense	-	439,643	439,643
Members' interests after profit for the year	3,000	875,447	878,447
Drawings	-	481,801	481,801
Members' interests at 31 March 2009	<u>3,000</u>	<u>393,646</u>	<u>396,646</u>

Members are entitled to repayment of their capital when they retire or when they reduce their level of investment in the LLP. Members' other interests rank after unsecured creditors, and loans and other debts due to members rank pari passu with unsecured creditors in the event of a winding up.

Profits are allocated between the members in accordance with agreed profit-sharing arrangements determined at the start of the period, with any unknown profits included in loans and other debts due to members. At 31 March 2009 all amounts included in loans and other debts due to members are in respect of profits.

REDD SOLICITORS LLP
NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2009

9. OTHER COMMITMENTS

At 31 March 2009 the partnership had annual commitments under operating leases as follows:

	Land and buildings		Other	
	2009	2008	2009	2008
	£	£	£	£
Expiry date				
Within one year	-	-	-	936
Between two and five years	<u>65,665</u>	<u>65,665</u>	<u>-</u>	<u>2,344</u>