

LLP Number OC308530

REDD SOLICITORS LLP

UNAUDITED ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 MARCH 2010

PKF (UK) LLP



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
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REDD SOLICITORS LLP

MEMBERS' REPORT

The members submit their report and the financial statements for the year ended 31 March 2010

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 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 annual report has been prepared in accordance with the special provisions of Part VII of the Companies Act 2006 (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 April 2008).

On behalf of the members



Designated member

23.9.10

S R CHALKLEY

REDD SOLICITORS LLP
CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF MANAGEMENT ON
THE UNAUDITED FINANCIAL STATEMENTS OF REDD SOLICITORS LLP
FOR THE PERIOD ENDED 31 MARCH 2010

In accordance with the engagement letter dated 9 June 2008 and in order to assist you to fulfil your duties under the Companies Act 2006 we have compiled the financial statements of the limited liability partnership for the year ended 31 March 2010, which comprises 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 2006. 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

24 September 2010

REDD SOLICITORS LLP
PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 31 MARCH 2010

	Notes	Year to 31 March 2010 £	Year to 31 March 2009 £
Turnover			
Fee income	2	<u>1,421,386</u>	<u>1,060,026</u>
Staff costs and similar charges		(288,039)	(226,792)
Depreciation and amortisation	3	(14,345)	(16,043)
Other operating charges		<u>(372,525)</u>	<u>(377,548)</u>
Operating Profit		746,477	439,643
Interest receivable and similar income		100	261
Interest payable and similar charges		<u>(432)</u>	<u>(261)</u>
Profit for financial year before members' remuneration and profit shares		<u>746,145</u>	<u>439,643</u>
 Profit for financial year before members' remuneration and profit shares		746,145	439,643
Members' remuneration charged as an expense	8	<u>746,145</u>	<u>439,643</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 2010
LLP Number OC308530

	Notes	31 March 2010 £	31 March 2009 £
Tangible fixed assets	5	21,312	35,657
Current assets			
Debtors	6	508,260	294,280
Cash at bank and in hand		100,931	128,072
		609,191	422,352
Creditors			
Amounts falling due within one year	7	(110,197)	(61,364)
Net current assets		498,994	360,988
Net assets attributable to members		520,306	396,645
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	517,306	393,645
Total members' interests		520,306	396,645

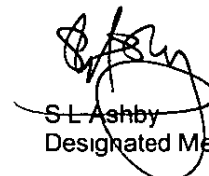
The members consider that the LLP is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006, as applied to LLPs by the Limited Liability Partnership Regulations 2001. The members acknowledge their responsibilities for ensuring that the LLP keeps accounting records which comply with section 386 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 2010 and of its profit for the period then ended in accordance with the requirements of section 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 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 15 of the Companies Act 2006, 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 April 2008).

The financial statements were approved by and authorised for issue by the members on 23 September 2010 and signed on their behalf by


C J Macdonald-Brown
Designated Member


S R Chalkley
Designated Member


S L Ashby
Designated Member

REDD SOLICITORS LLP
NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2010

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 April 2008) 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 receive 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 2010

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

(h) Pensions

The company makes contributions to individuals personal pensions plans and the pension charge represents the amounts payable by the LLP to these plans in respect of the year

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

	2010 £	2009 £
Depreciation of tangible fixed assets	14,345	16,043
Pensions paid	9,623	3,500
Operating lease rentals – land and buildings	65,665	65,665
– other	9,064	11,140
	<hr/>	<hr/>

4. MEMBERS SHARE OF PROFITS

	2010	2009
Average number of members	<hr/> 3	<hr/> 3
	£	£
Average profit per member	<hr/> 248,715	<hr/> 146,548

The profit share of the highest paid member was £283,073 (2009 £159,822)

REDD SOLICITORS LLP
NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2010

5. TANGIBLE FIXED ASSETS

	Artworks £	Leasehold Premises £	Fixtures and fittings £	Total £
Cost				
At 1 April 2009	5,115	30,780	67,653	103,548
Additions	-	-	-	-
At 31 March 2010	<u>5,115</u>	<u>30,780</u>	<u>67,653</u>	<u>103,548</u>
Depreciation				
At 1 April 2009	-	21,985	45,906	67,891
Charge for year	-	8,794	5,551	14,345
At 31 March 2010	<u>-</u>	<u>30,779</u>	<u>51,457</u>	<u>82,236</u>
Net book amount				
At 31 March 2010	<u>5,115</u>	<u>1</u>	<u>16,196</u>	<u>21,312</u>
At 31 March 2009	<u>5,115</u>	<u>8,795</u>	<u>21,747</u>	<u>35,657</u>

6. DEBTORS

	2010 £	2009 £
Trade debtors	434,102	247,728
Amounts due on contracts	35,175	11,348
Prepayments and accrued income	<u>38,983</u>	<u>35,204</u>
	<u>508,260</u>	<u>294,280</u>

REDD SOLICITORS LLP
NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2010

7 CREDITORS

	2010 £	2009 £
Amounts falling due within one year.		
Trade creditors	4,941	-
Other tax and social security	86,718	35,853
Accruals	18,538	25,511
	<u>110,197</u>	<u>61,364</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 2009	3,000	393,645	396,645
Members' remuneration charged as an expense	-	746,145	746,145
Members' interests after profit for the year	3,000	1,139,790	1,142,790
Drawings	-	(622,484)	(622,484)
Members' interests at 31 March 2010	<u>3,000</u>	<u>517,306</u>	<u>520,306</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 undrawn profits included in loans and other debts due to members. At 31 March 2010 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 2010

9 OTHER COMMITMENTS

At 31 March 2010 the partnership had annual commitments under operating leases as follows

	Land and buildings		Other	
	2010	2009	2010	2009
	£	£	£	£
Expiry date				
Within one year	14,572	-	-	-
Between two and five years	<u>-</u>	<u>65,665</u>	<u>11,744</u>	<u>-</u>