

Limited Liability Partnership Registration No. OC318663 (England and Wales)

**PROSPER CAPITAL LLP**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2018**  
**PAGES FOR FILING WITH REGISTRAR**



# PROSPER CAPITAL LLP

## BALANCE SHEET

AS AT 31 MARCH 2018

	Notes	2018 £	£	2017 £	£
<b>Current assets</b>					
Work in progress		-		16,229	
Debtors	2	30,804		44,822	
Cash at bank and in hand		85,286		108,724	
		<u>116,090</u>		<u>169,775</u>	
<b>Creditors: amounts falling due within one year</b>	3	<u>(29,935)</u>		<u>(51,780)</u>	
<b>Net current assets</b>			<u>86,155</u>		<u>117,995</u>
<b>Represented by:</b>					
<b>Loans and other debts due to members within one year</b>					
Amounts due in respect of profits			36,155		67,995
<b>Members' other interests</b>					
Members' capital classified as equity			50,000		50,000
			<u>86,155</u>		<u>117,995</u>
<b>Total members' interests</b>					
Amounts due from members			(11,616)		(20,436)
Loans and other debts due to members			36,155		67,995
Members' other interests			50,000		50,000
			<u>74,539</u>		<u>97,559</u>

The members of the limited liability partnership have elected not to include a copy of the profit and loss account within the financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to limited liability partnerships subject to the small limited liability partnerships regime.

The financial statements were approved by the members and authorised for issue on 19 July 2018 and are signed on their behalf by:



P Thompson  
Designated member

Limited Liability Partnership Registration No. OC318663

# PROSPER CAPITAL LLP

## RECONCILIATION OF MEMBERS' INTERESTS FOR THE YEAR ENDED 31 MARCH 2018

<i>Current financial year</i>	<b>EQUITY</b> <b>Members'</b> <b>other interests</b>	<b>DEBT</b> <b>Loans and other debts due</b> <b>to members less any</b> <b>amounts due from members</b> <b>in debtors</b>		<b>TOTAL</b> <b>MEMBERS'</b> <b>INTERESTS</b>
	<b>Members'</b> <b>capital</b> <b>(classified as</b> <b>equity)</b>	<b>Other</b> <b>amounts</b>	<b>Total</b>	<b>Total</b> <b>2018</b>
	£	£	£	£
Amounts due to members		67,995		
Amounts due from members		(20,436)		
Members' interests at 1 April 2017	50,000	47,559	47,559	97,559
Members' remuneration charged as an expense, including employment costs and retirement benefit costs	-	104,144	104,144	104,144
Profit for the financial year available for discretionary division among members	-	-	-	-
Members' interests after loss and remuneration for the year	50,000	151,703	151,703	201,703
Drawings	-	(127,164)	(127,164)	(127,164)
Members' interests at 31 March 2018	50,000	24,539	24,539	74,539
Amounts due to members		36,155		
Amounts due from members, included in debtors		(11,616)		
		24,539		

# PROSPER CAPITAL LLP

## RECONCILIATION OF MEMBERS' INTERESTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

<i>Prior financial year</i>	<b>EQUITY</b> <b>Members'</b> <b>other interests</b>	<b>DEBT</b> <b>Loans and other debts due</b> <b>to members less any</b> <b>amounts due from members</b> <b>in debtors</b>		<b>TOTAL</b> <b>MEMBERS'</b> <b>INTERESTS</b>
	<b>Members'</b> <b>capital</b> <b>(classified as</b> <b>equity)</b> <b>£</b>	<b>Other</b> <b>amounts</b> <b>£</b>	<b>Total</b> <b>£</b>	<b>Total</b> <b>2017</b> <b>£</b>
Amounts due to members		43,697		
Amounts due from members		(47,061)		
Members' interests at 1 April 2016	50,000	(3,364)	(3,364)	46,636
Members' remuneration charged as an expense, including employment costs and retirement benefit costs	-	202,622	202,622	202,622
Profit for the financial year available for discretionary division among members	-	-	-	-
Members' interests after loss and remuneration for the year	50,000	199,258	199,258	249,258
Drawings	-	(151,699)	(151,699)	(151,699)
Members' interests at 31 March 2017	50,000	47,559	47,559	97,559
Amounts due to members		67,995		
Amounts due from members, included in debtors		(20,436)		
		47,559		

# PROSPER CAPITAL LLP

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

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### 1 Accounting policies

#### Limited liability partnership information

Prosper Capital LLP is a limited liability partnership incorporated in England and Wales. The registered office is 4th Floor, 50 Mark Lane, London, EC3R 7QR.

The limited liability partnership's principal activities are disclosed in the Members' Report.

#### 1.1 Accounting convention

These financial statements have been prepared in accordance with the Statement of Recommended Practice "Accounting by Limited Liability Partnerships" issued in January 2017, together with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the limited liability partnership. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

#### 1.2 Turnover

Turnover represents amounts invoiced during the year net of VAT.

If, at the Balance sheet date, completion of contractual obligations is dependent on external factors (and thus outside the control of the Limited Liability Partnership), then revenue is recognised only when the event occurs. In such cases, costs incurred up to the Balance sheet date are carried forward as work in progress.

#### 1.3 Members' participating interests

Members' participation rights are the rights of a member against the LLP that arise under the members' agreement (for example, in respect of amounts subscribed or otherwise contributed remuneration and profits).

Members' participation rights in the earnings or assets of the LLP are analysed between those that are, from the LLP's perspective, either a financial liability or equity, in accordance with section 22 of FRS 102. A member's participation rights including amounts subscribed or otherwise contributed by members, for example members' capital, are classed as liabilities unless the LLP has an unconditional right to refuse payment to members, in which case they are classified as equity.

All amounts due to members that are classified as liabilities are presented within 'Loans and other debts due to members' and, where such an amount relates to current year profits, they are recognised within 'Members' remuneration charged as an expense' in arriving at the relevant year's result. Undivided amounts that are classified as equity are shown within 'Members' other interests'. Amounts recoverable from members are presented as debtors and shown as amounts due from members within members' interests.

Where there exists an asset and liability component in respect of an individual member's participation rights, they are presented on a gross basis unless the LLP has both a legally enforceable right to set off the recognised amounts, and it intends either to settle on a net basis or to settle and realise these amounts simultaneously, in which case they are presented net.

# PROSPER CAPITAL LLP

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2018

### 1 Accounting policies

(Continued)

#### 1.4 Work in progress

Work in progress is valued on the basis of work completed at the balance sheet date based on normal level of activity. Provision is made for any foreseeable losses where appropriate.

#### 1.5 Cash and cash equivalents

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### 1.6 Financial instruments

The limited liability partnership has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the limited liability partnership's statement of financial position when the limited liability partnership becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset and 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.

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

##### **Other financial assets**

Other financial assets, including investments in equity instruments which are not subsidiaries, associates or joint ventures, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in profit or loss, except that investments in equity instruments that are not publicly traded and whose fair values cannot be measured reliably are measured at cost less impairment.

##### **Impairment of financial assets**

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in or .

# PROSPER CAPITAL LLP

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2018

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### 1 Accounting policies

(Continued)

#### ***Derecognition of financial assets***

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the limited liability partnership transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

#### ***Classification of financial liabilities***

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 limited liability partnership after deducting all of its liabilities.

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

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 recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

#### ***Other financial liabilities***

Debt instruments that do not meet the conditions in FRS 102 paragraph 11.9 are subsequently measured at fair value through profit or loss. Debt instruments may be designated as fair value through profit or loss to eliminate or reduce an accounting mismatch or if the instruments are measured and their performance evaluated on a fair value basis in accordance with a documented risk management or investment strategy.

#### ***Derecognition of financial liabilities***

Financial liabilities are derecognised when the limited liability partnership's obligations expire or are discharged or cancelled.

### 1.7 Equity instruments

Equity instruments issued by the limited liability partnership are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the limited liability partnership.

### 1.8 Retirement benefits and post retirement payments to members

Post-retirement payments to members will be made in accordance with the terms of the LLP agreement.

# PROSPER CAPITAL LLP

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2018

### 2 Debtors

	2018	2017
	£	£
Amounts falling due within one year:		
Trade debtors	17,688	22,886
Amounts due from members	11,616	20,436
Other debtors	1,500	1,500
	<u>30,804</u>	<u>44,822</u>

### 3 Creditors: amounts falling due within one year

	2018	2017
	£	£
Trade creditors	8,554	13,736
Other taxation and social security	14,710	26,229
Other creditors	6,671	11,815
	<u>29,935</u>	<u>51,780</u>

### 4 Loans and other debts due to members

In the event of a winding up the amounts included in "Loans and other debts due to members" will rank equally with unsecured creditors.

### 5 Audit report information

As the income statement has been omitted from the filing copy of the financial statements the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.

The auditor was Sargent and Co.

### 6 Related party transactions

During the year K L Thompson became a partner sharing in the profits of the partnership. In the previous year fees of £42,050 were paid to K L Thompson who is the spouse of Mr A Thompson. The amount due to K L Thompson at the previous year end was £4,800.