
POWELL GILBERT LLP

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2020

TUESDAY



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COMPANIES HOUSE

POWELL GILBERT LLP

INFORMATION

Designated Members

T D Powell
P X Gilbert

LLP registered number

OC325818

Registered office

85 Fleet Street
London
EC4Y 1AE

Independent auditor

Crowe U.K. LLP
St Bride's House
10 Salisbury Square
London
EC4Y 8EH

POWELL GILBERT LLP

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POWELL GILBERT LLP

**MEMBERS' REPORT
FOR THE YEAR ENDED 31 MARCH 2020**

The members present their annual report together with the audited financial statements of Powell Gilbert LLP (the LLP) for the year ended 31 March 2020.

Principal activities

The principal activity of the LLP is to provide intellectual property litigation services.

Designated Members

T D Powell and P X Gilbert were designated members of the LLP throughout the period.

Members' capital and interests

Each member's subscription to the capital of the LLP is determined by their share of the profit and is repayable following retirement from the LLP.

Details of changes in members' capital in the ended 31 March 2020 are set out in the Reconciliation of members' interests.

Members are remunerated from the profits of the LLP and are required to make their own provision for pensions and other benefits.

Profits are fully divided to the members at the date of financial position and the balance owed to members is included within "Loans and other debts due to Members".

Members draw a proportion of their profit shares monthly during the year in which it is made, with the balance of the profits being distributed after the year, subject to the cash requirements of the business.

POWELL GILBERT LLP

**MEMBERS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2020**

Members' responsibilities statement

The members are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law, as applied to LLPs, 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). Under company law, as applied to LLPs, the members 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 LLP and of the profit or loss of the LLP for that period.

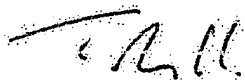
In preparing these financial statements, the members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements 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 LLP will continue in business.

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

Auditor

The auditor, Crowe U.K. LLP, has indicated its willingness to continue in office.



T.D Powell
Designated member

Date: 15 July 2020

POWELL GILBERT LLP

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF POWELL GILBERT LLP

Opinion

We have audited the financial statements of Powell Gilbert LLP (the 'LLP') for the year ended 31 March 2020, which comprise the Income statement, the Statement of financial position, the Statement of cash flows, the Reconciliation of members' interests 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 Financial Reporting Standard 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 LLP's affairs as at 31 March 2020 and of its result for the year then ended;
- have been properly prepared in accordance with Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, as applied to LLPs.

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 LLP in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the members' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the members have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the LLP's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

POWELL GILBERT LLP

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF POWELL GILBERT LLP (CONTINUED)

Other information

The members are responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Auditor's report thereon. Our opinion on the financial statements does not cover the other information and 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.

Matters on which we are required to report by exception

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of members

As explained more fully in the Members' responsibilities statement, the members 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 members 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 members are responsible for assessing the LLP'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 members either intend to liquidate the LLP or to cease operations, or have no realistic alternative but to do so.

POWELL GILBERT LLP

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF POWELL GILBERT LLP (CONTINUED)

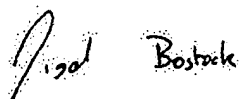
Auditors' responsibilities for the audit of the financial statements

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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditor's report.

Use of our report

This report is made solely to the LLP's members in accordance with Chapter 3 of Part 16 of the Companies Act 2006, as applied to LLPs. Our audit work has been undertaken so that we might state to the LLP'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 LLP and the LLP's members for our audit work, for this report, or for the opinions we have formed.



Nigel Bostock (Senior statutory auditor)

for and on behalf of
Crowe U.K. LLP

Statutory Auditor

St Bride's House
10 Salisbury Square
London
EC4Y 8EH

Date: 15 July 2020

POWELL GILBERT LLP

INCOME STATEMENT
FOR THE YEAR ENDED 31 MARCH 2020

	Note	2020 £	2019 £
Turnover	4	16,169,365	15,375,629
Other external charges		(2,798,899)	(2,683,395)
Staff costs	7	(3,694,692)	(3,360,101)
Depreciation and amortisation		(65,250)	(62,881)
Operating profit	5	9,610,524	9,269,252
Interest receivable and similar income	9	15,138	9,951
Interest payable and similar charges	10	(3,995)	(4,901)
Profit before members' remuneration and profit shares		9,621,667	9,274,302
Profit for the year before members' remuneration and profit shares		9,621,667	9,274,302
Members' remuneration charged as an expense		(9,621,667)	(9,274,302)
Profit for the financial year available for discretionary division among members		-	-

The notes on pages 10 to 19 form part of these financial statements.

POWELL GILBERT LLP
REGISTERED NUMBER: OC325818

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2020

	Note	2020 £	2020 £	2019 £	2019 £
Fixed assets					
Tangible assets	11		100,404		111,617
Current assets					
Debtors: amounts falling due within one year	12	5,388,960		5,383,256	
Cash at bank and in hand	13	3,718,010		4,566,196	
		<u>9,106,970</u>		<u>9,949,452</u>	
Creditors: amounts falling due within one year	14	(1,359,831)		(1,463,863)	
Net current assets			<u>7,747,139</u>		<u>8,485,589</u>
Total assets less current liabilities			<u>7,847,543</u>		<u>8,597,206</u>
Creditors: amounts falling due after more than one year	15		(1,913)		(17,978)
Net assets			<u><u>7,845,630</u></u>		<u><u>8,579,228</u></u>
Represented by:					
Loans and other debts due to members within one year					
Members' capital classified as a liability			3,210,000		2,570,000
Other amounts			4,635,630		6,009,228
			<u>7,845,630</u>		<u>8,579,228</u>
Total members' interests					
Loans and other debts due to members			<u><u>7,845,630</u></u>		<u><u>8,579,228</u></u>

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



T D Powell
Designated member



P X Gilbert
Designated member

Date: 15 July 2020

The notes on pages 10 to 19 form part of these financial statements.

POWELL GILBERT LLP

**RECONCILIATION OF MEMBERS' INTERESTS (Incorporating Statement of Changes in Equity)
FOR THE YEAR ENDED 31 MARCH 2020**

	DEBT		
	Loans and other debts due to members less any amounts due from members in debtors		
	Members' capital (classified as debt) £	Other amounts £	Total £
Amounts due to members	2,570,000	4,305,933	6,875,933
Balance at 1 April 2018	2,570,000	4,305,933	6,875,933
Members' remuneration charged as an expense	-	9,274,302	9,274,302
Members' interests after profit for the year	2,570,000	13,580,235	16,150,235
Amounts introduced by members	-	580,000	580,000
Drawings	-	(8,151,007)	(8,151,007)
Amounts due to members	2,570,000	6,009,228	8,579,228
Balance at 31 March 2019	2,570,000	6,009,228	8,579,228
Members' remuneration charged as an expense	-	9,621,667	9,621,667
Members' interests after profit for the year	2,570,000	15,630,895	18,200,895
Amounts introduced by members	60,000	-	60,000
Conversion of members' debt to capital	580,000	(580,000)	-
Drawings	-	(10,415,265)	(10,415,265)
Amounts due to members	3,210,000	4,635,630	7,845,630
Balance at 31 March 2020	3,210,000	4,635,630	7,845,630

The notes on pages 10 to 19 form part of these financial statements.

In the event of a winding up of the LLP, the other amounts of loans and other debts due to members rank equally with unsecured creditors, members' capital and other reserves rank after unsecured creditors and no additional protection is afforded to creditors.

POWELL GILBERT LLP

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2020

	2020 £	2019 £
Profit for the financial year	-	-
Adjustments for:		
Members' remuneration charged as an expense	9,621,667	9,274,302
Depreciation of tangible assets	65,250	62,881
Loss on disposal of tangible assets	-	(416)
Interest paid	3,995	4,901
Interest received	(15,138)	(9,951)
(Increase) in debtors	(5,702)	(47,470)
(Decrease) in creditors	(104,034)	(506,239)
Net cash generated from operating activities before transactions with members	9,566,038	8,778,008
Cash flows from investing activities		
Purchase of tangible fixed assets	(54,037)	(65,782)
Sale of tangible fixed assets	-	670
Interest received	15,138	9,951
HP interest paid	(3,849)	(3,711)
Net cash from investing activities	(42,748)	(58,872)
Cash flows from financing activities		
Repayment of finance leases	(16,065)	(12,065)
Interest paid	(146)	(1,190)
Amounts introduced by members	60,000	580,000
Distributions paid to members	(10,415,265)	(8,151,007)
Net cash used in financing activities	(10,371,476)	(7,584,262)
Net (decrease)/increase in cash and cash equivalents	(848,186)	1,134,874
Cash and cash equivalents at beginning of year	4,566,196	3,431,322
Cash and cash equivalents at the end of year	3,718,010	4,566,196
Cash and cash equivalents at the end of year comprise:		
Cash at bank and in hand	3,718,010	4,566,196

The notes on pages 10 to 19 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

1. General information

The principal activity of Powell Gilbert LLP is the provision of intellectual property and litigation services. The firm is a limited liability partnership (registered in England and Wales, number OC325818), which is incorporated and domiciled in the United Kingdom. The address of the registered office is: 85 Fleet Street, London, EC4Y 1AE, United Kingdom.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006 and the requirements of the Statement of Recommended Practice "Accounting by Limited Liability Partnerships".

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the LLP's accounting policies (see note 3).

2.2 Going concern

The long term financing of the LLP is provided by capital introduced by the members and by profits retained within the firm.

The LLP produces annual budgets and forecasts which take account of expected changes in the LLP's trading performance and these demonstrate that the LLP will be able to operate within its current level of facilities. In their assessment of going concern the designated members have considered the current and developing impact on the business as a result of the COVID-19 virus. Whilst this has not had a significant, immediate impact on the LLP's operations the designated members are aware that if the current situation becomes prolonged then this may change

On this basis, the members consider it appropriate to prepare the financial statements on the going concern basis.

2.3 Foreign currency translation

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Income statement.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

2. Accounting policies (continued)

2.4 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the LLP and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the LLP will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.5 Operating leases

Operating lease payments are recognised as an expense on a straight line basis over the lease term, except where another systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed. Contingent rentals arising under operating leases are recognised as an expense in the period in which they are incurred.

In the event that lease incentives are received to enter into operating leases, such incentives are recognised as a liability. The aggregate benefit of incentives is recognised as a reduction of rental expense on a straight line basis, except where another systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed

2.6 Leased assets

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to profit or loss so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

2.7 Interest income

Interest income is recognised in profit or loss using the effective interest method.

POWELL GILBERT LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

2. Accounting policies (continued)

2.8 Allocation of profit and drawings

The level of interim profit allocations and members' monthly drawings is set after considering the LLP's working capital requirements.

Profits are fully divided to the Members at the statement of financial position date and the balance owed to the Members is included within "Loans and other debts due to Members".

To the extent that interim profit allocations exceed drawings then the excess profit is included in the statement of financial position under loans and other debts due to Members. Where drawings exceed the allocated profits then the excess is included within debtors. The same treatment is used for Members who retire during the year.

2.9 Taxation

Tax payable on the profits of the LLP is solely the personal liability of the individual members although payment of such liabilities is administered by the LLP on behalf of the members. Consequently, neither partnership taxation nor related deferred taxation are dealt with in these financial statements. Sums set aside in respect of members' tax obligations are included in the statement of financial position within loans and other debts due to Members.

2.10 Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.11 Pensions

Defined contribution pension plan

The LLP operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the LLP pays fixed contributions into a separate entity. Once the contributions have been paid the LLP has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of financial position. The assets of the plan are held separately from the LLP in independently administered funds.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

2. Accounting policies (continued)

2.12 Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

S/Term Leasehold Property	-	Over the life of the lease
Fixtures and fittings	-	25% straight line
Computer equipment	-	25% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

2.13 Debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method, less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases, the trade debtors are stated at cost less impairment losses for bad and doubtful debts.

2.14 Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and in hand and short term deposits with an original maturity date of three months or less.

2.15 Creditors

Short term creditors 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

3. Judgements in applying accounting policies 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 for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key sources of estimation uncertainty that have a significant effect on the amounts recognised in the financial statements include estimation, where applicable, for items relating to revenue recognition of accrued income and the recoverability of trade debtors.

4. Turnover

The whole of the turnover is attributable to its principal activity.

All turnover arose within the United Kingdom.

5. Operating profit

The operating profit is stated after charging:

	2020 £	2019 £
Depreciation of tangible fixed assets	65,250	62,881
Defined contribution pension cost	135,484	123,004
Operating lease rentals - land and buildings	447,609	419,687

6. Auditor's remuneration

	2020 £	2019 £
Fees payable to the LLP's auditor for the audit of the LLP's annual accounts	16,500	16,000
Fees payable to the LLP's auditor in respect of:		
Other assurance services supplied pursuant to such legislation	6,000	5,250
Other services relating to taxation	22,500	22,000

POWELL GILBERT LLP

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

7. Employees

Staff costs were as follows:

	2020	2019
	£	£
Wages and salaries	3,166,021	2,876,435
Social security costs	393,187	360,662
Defined contribution pension scheme	135,484	123,004
	3,694,692	3,360,101

The average monthly number of persons employed during the year was as follows:

	2020	2019
	No.	No.
Fee earners	27	28
Administrative staff	14	14
	41	42

8. Information in relation to members

	2020	2019
	Number	Number
The average number of members during the year was	10	9
	2020	2019
	£	£
The average members' remuneration during the year was	962,167	1,030,478
Paid under the terms of the LLP agreement	9,621,667	9,274,302
The amount of profit attributable to the member with the largest entitlement was	1,287,612	1,379,170

Key management personnel that have the authority and responsibility for planning, directing and controlling the activities of the LLP, directly or indirectly, are the members.

POWELL GILBERT LLP

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

9. Interest receivable

	2020 £	2019 £
Other interest receivable	15,138	9,951

10. Interest payable and similar expenses

	2020 £	2019 £
Other loan interest payable	146	1,190
Finance leases and hire purchase contracts	3,849	3,711
	3,995	4,901

11. Tangible fixed assets

	S/Term Leasehold Property £	Fixtures and fittings £	Computer equipment £	Total £
Cost				
At 1 April 2019	930,520	459,343	173,553	1,563,416
Additions	-	11,751	42,286	54,037
At 31 March 2020	930,520	471,094	215,839	1,617,453
Depreciation				
At 1 April 2019	927,402	423,039	101,358	1,451,799
Charge for the year on owned assets	1,976	28,860	34,414	65,250
At 31 March 2020	929,378	451,899	135,772	1,517,049
Net book value				
At 31 March 2020	1,142	19,195	80,067	100,404
At 31 March 2019	3,118	36,304	72,195	111,617

POWELL GILBERT LLP

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

11. Tangible fixed assets (continued)

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

	2020 £	2019 £
Fixtures and fittings	2,391	20,966

12. Debtors

	2020 £	2019 £
Trade debtors	3,553,992	3,155,058
Accrued income	1,211,105	1,451,709
Other debtors	206,183	454,648
Prepayments	417,680	321,841
	5,388,960	5,383,256

There is no bad debt charge in the Income Statement during this financial year or the preceding year.

13. Cash and cash equivalents

	2020 £	2019 £
Cash at bank and in hand	3,718,010	4,566,196

14. Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	1,031,108	889,343
Other taxation and social security	100,545	93,554
Obligations under finance lease and hire purchase contracts	16,065	16,065
Other creditors	1,300	61,233
Accruals	210,813	403,668
	1,359,831	1,463,863

POWELL GILBERT LLP

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

15. Creditors: amounts falling due after more than one year

	2020 £	2019 £
Net obligations under finance leases and hire purchase contracts	<u>1,913</u>	<u>17,978</u>

16. Hire purchase and finance leases

Minimum lease payments under hire purchase fall due as follows:

	2020 £	2019 £
Within one year	16,065	16,065
Between 1-5 years	1,913	17,978
	<u>17,978</u>	<u>34,043</u>

17. Financial instruments

	2020 £	2019 £
Financial assets		
Financial assets measured at fair value through profit or loss	3,718,010	4,566,196
Financial assets that are debt instruments measured at amortised cost	4,971,280	5,061,415
	<u>8,689,290</u>	<u>9,627,611</u>
Financial liabilities		
Financial liabilities measured at amortised cost	<u>1,243,221</u>	<u>1,120,490</u>

Financial assets measured at fair value through profit or loss comprise cash at bank and in hand:

Financial assets that are debt instruments measured at amortised cost comprise trade debtors, other debtors and accrued income.

Financial liabilities measured at amortised cost comprise trade creditors, other creditors and accruals.

POWELL GILBERT LLP

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

18. Analysis of Net Debt

	At 1 April 2019 £	Arising from cash flows £	Other non- cash changes £	At 31 March 2020 £
Cash at bank and in hand	4,566,196	(848,186)	-	3,718,010
Finance leases	(34,043)	16,065	-	(17,978)
Net debt (before members' debt)	4,532,153	(832,121)	-	3,700,032
<i>Loans and other debts due to members</i>				
Members' capital	(2,570,000)	(60,000)	(580,000)	(3,210,000)
Other amounts due to members	(6,009,228)	10,415,265	(9,041,667)	(4,635,630)
	<u>(4,047,075)</u>	<u>9,523,144</u>	<u>(9,621,667)</u>	<u>(4,145,598)</u>

19. Pension commitments

The LLP operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the LLP in an independently administered fund. The pension cost charge represents contributions payable by the entity to the fund and amounted to £135,484 (2019: £123,004). Contributions totaling £1,300 (2019: £1,233) were payable to the scheme at the reporting date.

20. Commitments under operating leases

At 31 March 2020 the LLP had future minimum lease payments under non-cancellable operating leases as follows:

	2020 £	2019 £
Not later than 1 year	409,433	503,000
Later than 1 year and not later than 5 years	2,001,670	1,886,250
Later than 5 years	-	353,333
	<u>2,411,103</u>	<u>2,742,583</u>