

SIMMONS BROTHERS LLP
MEMBERS' REPORT
AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH NOVEMBER 2016

MAURICE ANDREWS
Chartered Accountants
Global House
1 Ashley Avenue
Epsom, Surrey
KT18 5FL

FRIDAY



A63CAE56

A20

31/03/2017

#52

COMPANIES HOUSE

SIMMONS BROTHERS LLP

THE REPORT OF THE MEMBERS

YEAR ENDED 30TH NOVEMBER 2016

The members present their report and the unaudited financial statements of the LLP for the year ended 30th November 2016.

PRINCIPAL ACTIVITY

The principal activity of the partnership during the year was property rental.

RESULTS FOR THE YEAR AND ALLOCATION TO MEMBERS

The profit for the year available for distribution to members was £827 (2015 – loss of £979).

DESIGNATED MEMBERS

The following were designated members during the year:

G. Simmons
R. Simmons

POLICY WITH RESPECT TO MEMBERS' DRAWINGS AND SUBSCRIPTION AND REPAYMENTS OF AMOUNTS SUBSCRIBED OR OTHERWISE CONTRIBUTED BY MEMBERS

Members are permitted to make drawings in anticipation of profits which will be allocated to them. The amount of such drawings is set at the beginning of each financial year, taking into account the anticipated cash needs of the LLP.

New members are required to subscribe a minimum level of capital and in subsequent years members are invited to subscribe for further capital, the amounts of which is determined by the performance and seniority of those members. On retirement, capital is repaid to members.

TRANSFER OF MEMBERS' INTERESTS

During the year £Nil was transferred from members' equity interests to debts due to members.

SMALL LLP PROVISIONS

This report has been prepared in accordance with the provisions applicable to LLPs entitled to the small LLPs exemption.

Signed on behalf of the members



G. SIMMONS
Designated member

Approved by the members on 17th March 2017

SIMMONS BROTHERS LLP
PROFIT AND LOSS ACCOUNT
YEAR ENDED 30TH NOVEMBER 2016

	Note	2016 £	2015 £
TURNOVER		53,571	53,312
Administrative expenses		(38,394)	(41,695)
OPERATING PROFIT	2	15,177	11,617
Interest payable and similar charges		(14,350)	(12,596)
PROFIT/(LOSS) FOR THE FINANCIAL YEAR BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES AVAILABLE FOR DISCRETIONARY DIVISION AMONG MEMBERS		<u>827</u>	<u>(979)</u>

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
YEAR ENDED 30TH NOVEMBER 2016

	2016 £	2015 £
Profit/(loss) for the financial year before members' remuneration and profit shares available for discretionary division among members	827	(979)
Unrealised profit on revaluation of certain fixed assets	75,000	208,931
Total gains and losses recognised since the last annual report	<u>75,827</u>	<u>207,952</u>

SIMMONS BROTHERS LLP**BALANCE SHEET****30TH NOVEMBER 2016**

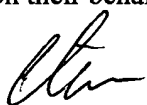
	Note	2016 £	2015 £
FIXED ASSETS			
Tangible assets	4	924,396	830,602
CURRENT ASSETS			
Debtors	5	1,967	1,881
Cash at bank		4,733	2,427
		6,700	4,308
CREDITORS: Amounts falling due within one year	6	(37,382)	(36,720)
NET CURRENT LIABILITIES		(30,682)	(32,412)
TOTAL ASSETS LESS CURRENT LIABILITIES		893,714	798,190
CREDITORS: Amounts falling due after more than one year	7	(163,017)	(149,728)
NET ASSETS ATTRIBUTABLE TO MEMBERS		730,697	648,462
REPRESENTED BY:			
Loans and other debts due to members			
Other amounts	9	236,862	229,627
EQUITY			
Members' other interests - members' capital	10	209,904	209,904
Members' other interests - revaluation reserve	10	283,931	208,931
		730,697	648,462
TOTAL MEMBERS' INTERESTS			
Loans and other debts due to members	9	236,862	229,627
Members' other interests	10	493,835	418,835
		730,697	648,462

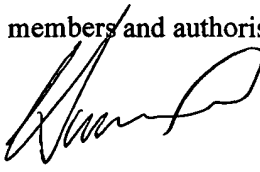
For the year ended 30th November 2016 the LLP was entitled to exemption from audit under section 477 of the Companies Act 2006 as applied to LLPs by Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 relating to small LLPs.

The members acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to LLPs subject to the small LLPs regime and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

These accounts were approved by the members and authorised for issue on 17th March 2017, and are signed on their behalf by:


.....
G. Simmons


.....
R. Simmons

Registered Number: OC338615

SIMMONS BROTHERS LLP

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH NOVEMBER 2016

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable UK accounting standards and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015), and the requirements of the Statement of Recommended Practice 'Accounting by Limited Liability Partnerships' issued in July 2014 (SORP 2014).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings	-	25% per annum reducing balance
Motor Vehicles	-	25% per annum reducing balance

Investment properties

Investment properties are shown at their open market value. The surplus or deficit arising from the annual revaluation is transferred to the investment revaluation reserve unless a deficit, or its reversal, on an individual investment property is expected to be permanent, in which case it is recognised in the profit and loss account for the year.

This is in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015) which, unlike the Companies Act 2006, does not require depreciation of investment properties. Investment properties are held for their investment potential and not for use by the LLP and so their current value is of prime importance. The departure from the provisions of the Act is required in order to give a true and fair view.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Members' participation rights

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 FRS 25 (IAS 32) Financial Instruments: Disclosure and Presentation and UITF abstract 39 Members' shares in co-operative entities and similar instruments. A member's participation right results in a liability unless the right to any payment is discretionary on the part of the LLP.

Amounts subscribed or otherwise contributed by members, for example members' capital, are classed as equity if the LLP has an unconditional right to refuse payment to members. If the LLP does not have such an unconditional right, such amounts are classified as liabilities.

SIMMONS BROTHERS LLP**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH NOVEMBER 2016****1. ACCOUNTING POLICIES *(continued)***

Where profits are automatically divided as they arise, so the LLP does not have an unconditional right to refuse payment, the amounts arising that are due to members are in the nature of liabilities. They are therefore treated as an expense in the Profit and Loss Account in the relevant year. To the extent that they remain unpaid at the year end, they are shown as liabilities in the Balance Sheet.

Conversely, where profits are divided only after a decision by the LLP or its representative, so that the LLP has an unconditional right to refuse payment, such profits are classed as an appropriation of equity rather than as an expense. They are therefore shown as a residual amount available for discretionary division among members in the Profit and Loss Account and are equity appropriations in the Balance Sheet.

Other amounts applied to members, for example remuneration paid under an employment contract and interest on capital balances, are treated in the same way as all other divisions of profits, as described above, according to whether the LLP has, in each case, an unconditional right to refuse payment.

All amounts due to members that are classified as liabilities are presented in the Balance Sheet within 'Loans and other debts due to members' and are charged to the Profit and Loss Account within 'Members' remuneration charged as an expense'. Amounts due to members that are classified as equity are shown in the Balance Sheet within 'Members' other interests'.

2. OPERATING PROFIT

Operating profit is stated after charging:

	2016	2015
	£	£
Depreciation of owned fixed assets	10,002	4,600
Depreciation of assets held under hire purchase agreements	12,845	22,267
Loss on disposal of fixed assets	445	—
	<u> </u>	<u> </u>

3. INFORMATION IN RELATION TO MEMBERS

	2016	2015
	No	No
The average number of members during the year was	2	2
	<u> </u>	<u> </u>

	2016	2015
	£	£
The average members remuneration during the year was	—	—
	<u> </u>	<u> </u>

SIMMONS BROTHERS LLP**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH NOVEMBER 2016****4. TANGIBLE ASSETS**

	Freehold Investment Property £	Fixtures & Fittings £	Motor Vehicles £	Total £
COST OR VALUATION				
At 1st December 2015	750,000	36,869	127,896	914,765
Additions	–	–	79,254	79,254
Disposals	–	–	(62,472)	(62,472)
Revaluation	75,000	–	–	75,000
At 30th November 2016	<u>825,000</u>	<u>36,869</u>	<u>144,678</u>	<u>1,006,547</u>
DEPRECIATION				
At 1st December 2015	–	31,878	52,285	84,163
Charge for the year	–	1,248	21,599	22,847
On disposals	–	–	(24,859)	(24,859)
At 30th November 2016	<u>–</u>	<u>33,126</u>	<u>49,025</u>	<u>82,151</u>
NET BOOK VALUE				
At 30th November 2016	<u>825,000</u>	<u>3,743</u>	<u>95,653</u>	<u>924,396</u>
At 30th November 2015	<u>750,000</u>	<u>4,991</u>	<u>75,611</u>	<u>830,602</u>

The property has been revalued by the directors at the year end based on its open market value. Its historic cost was £541,069.

Hire purchase agreements

Included within the net book value of £924,396 is £88,598 (2015 - £66,804) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £12,845 (2015 - £22,267).

5. DEBTORS

	2016 £	2015 £
Trade debtors	467	–
Other debtors and prepayments	1,500	1,881
	<u>1,967</u>	<u>1,881</u>

SIMMONS BROTHERS LLP**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH NOVEMBER 2016****6. CREDITORS: Amounts falling due within one year**

	2016	2015
	£	£
Bank loans	7,287	7,035
Trade creditors	1,018	8,320
Other taxation	2,533	2,402
Hire purchase agreements	21,044	17,463
Other creditors and accruals	5,500	1,500
	<u>37,382</u>	<u>36,720</u>

The following liabilities disclosed under creditors falling due within one year are secured by the LLP:

	2016	2015
	£	£
Bank loans	7,287	7,035
Hire purchase agreements	21,044	17,463
	<u>28,331</u>	<u>24,498</u>

7. CREDITORS: Amounts falling due after more than one year

	2016	2015
	£	£
Bank loans and overdrafts	102,181	109,707
Hire purchase agreements	60,836	40,021
	<u>163,017</u>	<u>149,728</u>

The following liabilities disclosed under creditors falling due after more than one year are secured by the LLP:

	2016	2015
	£	£
Bank loans and overdrafts	102,181	109,707
Hire purchase agreements	60,836	40,021
	<u>163,017</u>	<u>149,728</u>

Included within creditors falling due after more than one year is an amount of £70,100 (2015 - £78,669) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

8. RELATED PARTY TRANSACTIONS

The partnership is under the control of G. Simmons and R. Simmons, close family members.

SIMMONS BROTHERS LLP**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH NOVEMBER 2016****8. RELATED PARTY TRANSACTIONS *(continued)***

The partnership received rent of £51,000 (2015 - £51,000) and additional property services of £2,571 (2015 - £2,312) from Simmons Industrial Services Limited, a company under common control, during the year.

The partnership was charged £5,000 (2015 - £5,000) by the company for management services in respect of use of staff and facilities during the year.

The company has provided finance during the year to assist the partnership. Interest of £5,424 (2015 - £5,237) was paid on the loan during the year and £Nil (2015 - £Nil) was outstanding at the year end.

9. LOANS AND OTHER DEBTS DUE TO MEMBERS

	2016	2015
	£	£
Amounts owed to members in respect of profits	<u>236,862</u>	<u>229,627</u>

SIMMONS BROTHERS LLP
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH NOVEMBER 2016

10. MEMBERS' INTERESTS

	Members' other interests			Loans and other debts due to members less any amounts due from members in debtors		Total members' interests
	Members' capital (classified as equity)	Revaluation reserve	Other reserves	Total	Other amounts	Total
	£	£	£	£	£	£
Balance at 1st December 2015	209,904	208,931	—	418,835	229,627	648,462
Profit for the financial year available for discretionary division among members			827	827		827
Members' interests after profit for the year	209,904	208,931	827	419,662	229,627	649,289
Other divisions of profits			(827)	(827)	827	—
Surplus arising on revaluation of fixed assets		75,000		75,000		75,000
Introduced by members					6,424	6,424
Drawings					(16)	(16)
Balance at 30th November 2016	209,904	283,931	—	493,835	236,862	730,697