

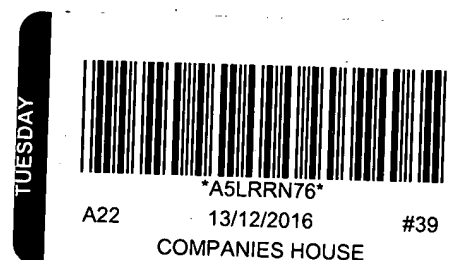
---

**SHERRARDS SOLICITORS LLP**

---

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2016**



---

**SHERRARDS SOLICITORS LLP**

---

**INFORMATION**

---

**Designated Members**

A P McMillin  
M A Peters (resigned 31/3/2016)  
T E Fendt  
P Marmor  
J Da Costa  
L Head

**LLP registered number**

OC352466

**Registered office**

45 Grosvenor Road, St Albans, Hertfordshire, AL1 3AW

**Independent auditors**

WMT, 45 Grosvenor Road, St Albans, Hertfordshire, AL1 3AW

---

**SHERRARDS SOLICITORS LLP**

---

**CONTENTS**

---

	Page
<b>Members' Report</b>	1 - 2
<b>Independent Auditors' Report</b>	3 - 4
<b>Statement of Comprehensive Income</b>	5
<b>Balance Sheet</b>	6 - 7
<b>Statement of Changes in Equity</b>	8 - 9
<b>Statement of Cash Flows</b>	10
<b>Notes to the Financial Statements</b>	11 - 22

---

## **SHERRARDS SOLICITORS LLP**

---

### **MEMBERS' REPORT FOR THE YEAR ENDED 31 MARCH 2016**

---

The Members present their annual report together with the audited financial statements of Sherrards Solicitors LLP (the "LLP") for the year ended 31 March 2016.

#### **Principal activities**

The principal activity of the LLP is that of providing solicitors services.

#### **Designated Members**

A P McMillin, M A Peters, T E Fendt, P Marmor, J Da Costa and L Head 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 year ended 31 March 2016 are set out in the financial statements.

Members are remunerated from the profits of the LLP and are required to make their own provision for pensions and other benefits. Profits are allocated and divided between Members after finalisation of the financial statements. Members draw a proportion of their profit shares monthly during the year in which it is made, with the balance of profits being distributed after the year, subject to the cash requirements of the business.

#### **Members' responsibilities statement**

The Members are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

Company law, as applied to LLP's, 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law, as applied to LLP's, 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 judgments 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 enable them to ensure that the financial statements comply with the Limited Liability Partnerships (Accounts and Audit) (Application of the Companies Act 2006) Regulations 2008. 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.

---

**SHERRARDS SOLICITORS LLP**

---

**MEMBERS' REPORT (continued)  
FOR THE YEAR ENDED 31 MARCH 2016**

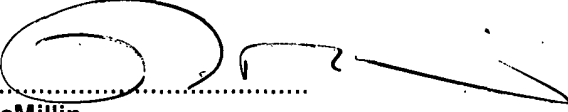
---

**Disclosure of information to auditors**

Each of the persons who are Members at the time when this Members' Report is approved has confirmed that:

- so far as that Member is aware, there is no relevant audit information of which the LLP's auditors are unaware, and
- that Member has taken all the steps that ought to have been taken as a Member in order to be aware of any relevant audit information and to establish that the LLP's auditors are aware of that information.

This report was approved by the Members on 7 December 2016 and signed on their behalf by:

  
.....  
**A P McMillin**  
Designated Member

---

## SHERRARDS SOLICITORS LLP

---

---

### INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SHERRARDS SOLICITORS LLP

---

We have audited the financial statements of Sherrards Solicitors LLP for the year ended 31 March 2016, set out on pages 5 to 22. The relevant financial reporting framework that has been applied in their preparation is the Companies Act 2006 and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the LLP's members in accordance with the Companies Act 2006, as applied by Part 12 of The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008. 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 Auditors' 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.

#### **Respective responsibilities of Members and Auditors**

As explained more fully in the Members' Responsibilities Statement on, the Members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's Ethical Standards for Auditors.

#### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the LLP's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the designated Members; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Members' Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

#### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the LLP's affairs as at 31 March 2016 and of its profit or loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, as applied to limited liability partnerships by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008.

---

**SHERRARDS SOLICITORS LLP**

---

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SHERRARDS SOLICITORS LLP  
(CONTINUED)**

---

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006, as applied to limited liability partnerships, 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.

*WMT*

Graham Wintle (Senior Statutory Auditor)

for and on behalf of

**WMT**

Chartered Accountants and Statutory Auditors

45 Grosvenor Road

St Albans

Hertfordshire

AL1 3AW

7 December 2016

---

**SHERRARDS SOLICITORS LLP**

---

**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 MARCH 2016**

---

	Note	2016 £	2015 £
Turnover	4	6,833,130	6,709,686
<b>Gross profit</b>		<b>6,833,130</b>	<b>6,709,686</b>
Administrative expenses		(5,351,935)	(5,284,353)
<b>Operating profit</b>	5	<b>1,481,195</b>	<b>1,425,333</b>
Other interest receivable and similar income	9	134,035	140,288
Interest payable and similar charges	10	(24,886)	(15,805)
<b>Profit for the year before members' remuneration and profit shares</b>		<b>1,590,344</b>	<b>1,549,816</b>
Profit for the year before members' remuneration and profit shares		1,590,344	1,549,816
Members' remuneration charged as an expense		(355,686)	(280,006)
<b>Profit for the financial year available for discretionary division among members</b>		<b>1,234,658</b>	<b>1,269,810</b>
<b>Total comprehensive income for the year</b>		<b>1,234,658</b>	<b>1,269,810</b>



**SHERRARDS SOLICITORS LLP**  
**REGISTERED NUMBER: OC352466**

**BALANCE SHEET**  
**AS AT 31 MARCH 2016**

	Note	£	2016 £	£	2015 £
<b>Fixed assets</b>					
Intangible assets	11		11,885		14,856
Tangible assets	12		102,020		158,288
			<u>113,905</u>		<u>173,144</u>
<b>Current assets</b>					
Debtors	13	2,186,062		2,100,997	
Cash at bank and in hand	14	3,823		1,500	
			<u>2,189,885</u>	<u>2,102,497</u>	
Creditors: amounts falling due within one year	15	(1,238,794)		(894,022)	
<b>Net current assets</b>			<u>951,091</u>		<u>1,208,475</u>
<b>Total assets less current liabilities</b>			<u>1,064,996</u>		<u>1,381,619</u>
Creditors: amounts falling due after more than one year			(2,000)		(82,118)
<b>Net assets attributable to members</b>			<u><u>1,062,996</u></u>		<u><u>1,299,501</u></u>
<b>Represented by:</b>					
<b>Loans and other debts due to members within one year</b>					
Other amounts	20		217,996		676,501
<b>Members' other interests</b>					
Members' capital classified as equity		845,000		623,000	
			<u>845,000</u>		<u>623,000</u>
			<u><u>1,062,996</u></u>		<u><u>1,299,501</u></u>
<b>Total members' interests</b>					
Loans and other debtors due to members	20		217,996		676,501
Members' other interests			845,000		623,000
			<u><u>1,062,996</u></u>		<u><u>1,299,501</u></u>

---

**SHERRARDS SOLICITORS LLP**  
**REGISTERED NUMBER: OC352466**

---

**BALANCE SHEET (continued)**  
**AS AT 31 MARCH 2016**

---

Under Companies Act 2006 Section 454, the members can amend the financial statements on a voluntary basis if they subsequently prove to be defective.

The financial statements were approved and authorised for issue by the Members and were signed on their behalf on 7 December 2016.



.....  
**A P McMillin**  
Designated Member

The notes on pages 11 to 22 form part of these financial statements.

---

SHERRARDS SOLICITORS LLP

---

STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 MARCH 2016

---

	Members capital (classified as equity) £	Other reserves £	Total equity £
At 1 April 2015	623,000	-	623,000
<b>Comprehensive income for the year</b>			
Profit for year for discretionary division among Members	-	1,234,658	1,234,658
Allocated profit	-	(1,234,658)	(1,234,658)
<b>Other comprehensive income for the year</b>	-	(1,234,658)	(1,234,658)
<b>Total comprehensive income for the year</b>	-	-	-
<b>Contributions by and distributions to Members</b>			
Capital introduced by Members	280,000	-	280,000
Capital amounts repaid to Members	(58,000)	-	(58,000)
<b>Total transactions with Members</b>	222,000	-	222,000
<b>At 31 March 2016</b>	<b>845,000</b>	<b>-</b>	<b>845,000</b>

---

SHERRARDS SOLICITORS LLP

---

STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 MARCH 2016

---

Statement of changes in equity for the year ended 31 March 2015

	Members capital (classified as equity) £	Other reserves £	Total equity £
At 1 April 2014	570,000	-	570,000
<b>Comprehensive income for the year</b>			
Profit for year for discretionary division among Members	-	1,269,810	1,269,810
Allocated profit	-	(1,269,810)	(1,269,810)
<b>Other comprehensive income for the year</b>	-	(1,269,810)	(1,269,810)
<b>Total comprehensive income for the year</b>	-	-	-
<b>Contributions by and distributions to Members</b>			
Capital introduced by Members	150,000	-	150,000
Capital amounts repaid to Members	(97,000)	-	(97,000)
<b>Total transactions with Members</b>	53,000	-	53,000
<b>At 31 March 2015</b>	<b>623,000</b>	<b>-</b>	<b>623,000</b>

The notes on pages 11 to 22 form part of these financial statements.

**SHERRARDS SOLICITORS LLP**

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 MARCH 2016**

	2016 £	2015 £
<b>Cash flows from operating activities</b>		
Profit for the financial year	1,234,658	1,269,810
<b>Adjustments for:</b>		
Amortisation of intangible assets	2,971	2,971
Depreciation of tangible assets	85,645	72,925
Interest paid	24,886	15,805
Interest received	(134,035)	(140,288)
(Increase)/decrease in debtors	(85,063)	151,482
(Decrease)/increase in creditors	(112,477)	38,988
<b>Net cash generated from operating activities</b>	<u>1,016,585</u>	<u>1,411,693</u>
<b>Cash flows from investing activities</b>		
Purchase of tangible fixed assets	(29,377)	(97,109)
Interest received	134,035	140,288
<b>Net cash from investing activities</b>	<u>104,658</u>	<u>43,179</u>
<b>Cash flows from financing activities</b>		
Repayment of loans	(148,944)	(82,650)
Other new loans	175,807	-
Repayment of other loans	(9,600)	(9,600)
Repayment of/new finance leases	(3,362)	(3,362)
Interest paid	(24,886)	(15,805)
Members' capital contributed	280,000	150,000
Members' capital repaid	(58,000)	(97,000)
Distribution paid to members	(1,000,519)	(749,564)
Member's Tax Payments	(692,645)	(336,468)
<b>Net cash used in financing activities</b>	<u>(1,482,149)</u>	<u>(1,144,449)</u>
Cash and cash equivalents at beginning of year	(28,175)	(338,598)
<b>Cash and cash equivalents at the end of year</b>	<u><u>(389,081)</u></u>	<u><u>(28,175)</u></u>
<b>Cash and cash equivalents at the end of year comprise:</b>		
Cash at bank and in hand	3,823	1,500
Bank overdrafts	(392,904)	(29,675)
	<u><u>(389,081)</u></u>	<u><u>(28,175)</u></u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2016**

---

**1. General information**

Sherrards Solicitors LLP is a partnership incorporated in England & Wales under the Companies Act 2006. The address of the registered office is given on the contents page. The nature of the Company's operations and its principal activities are set out in the Members' report on pages 1 & 2.

**2. Accounting policies**

**2.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102, The Financial Reporting Standard applicable in the UK and the Republic of Ireland; Companies Act 2006, FRC Abstracts and the requirements of the Statement of Recommended Practice "Accounting by Limited Liability Partnerships".

Information on the impact of first-time adoption of FRS 102 is given in note 24.

These financial statements are prepared under the going concern basis. Accounting policies have been applied consistently over the financial year.

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

**2.2 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.

**2.3 Intangible assets**

**Goodwill**

Goodwill represents the difference between amounts paid on the cost of a business combination and the acquirer's interest in the fair value of its identifiable assets and liabilities of the acquiree at the date of acquisition. Subsequent to initial recognition, Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is amortised on a straight line basis to the Profit and Loss Account over 10 years which the members believe is its useful economic life.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2016

---

**2. Accounting policies (continued)**

**2.4 Tangible fixed assets**

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

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:

Long-term leasehold property	- 5-10 years straight line St Albans; 3 years straight line London
Motor vehicles	- 3 years straight line
Fixtures and fittings	- 5 years straight line
Office equipment	- 3 years 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 the Statement of Comprehensive Income.

**2.5 Debtors**

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

**2.6 Cash and cash equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the entity's cash management.

**2.7 Financial instruments**

The LLP only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2016

---

**2. Accounting policies (continued)**

**2.8 Creditors**

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

**2.9 Finance costs**

Finance costs are charged to the Profit and Loss Account 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.

**2.10 Operating leases: the LLP as lessee**

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

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

The Group has taken advantage of the optional exemption available on transition to FRS 102 which allows lease incentives on leases entered into before the date of transition to the standard 01 April 2014 to continue to be charged over the period to the first market rent review rather than the term of the lease.

**2.11 Interest income**

Interest income is recognised in the Profit and Loss Account using the effective interest method.

**2.12 Borrowing costs**

All borrowing costs are recognised in the Profit and Loss Account in the year in which they are incurred.

**3. Judgments in applying accounting policies and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgments, 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. The nature of estimation means the actual outcomes could differ from those estimates. In the accounts amounts recoverable on long term contracts is carried at unbilled time based on charge out rates less a provision where the members believe such time will not be recoverable.



---

**SHERRARDS SOLICITORS LLP**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2016**

---

**4. Turnover**

An analysis of turnover by class of business is as follows:

	2016 £	2015 £
Fees	6,833,130	6,709,686
	<u>6,833,130</u>	<u>6,709,686</u>

All turnover arose within the United Kingdom. All fees are attributable to the principal activity of the LLP.

**5. Operating profit**

The operating profit is stated after charging:

	2016 £	2015 £
Depreciation of tangible fixed assets	85,645	72,925
Amortisation of intangible assets, including goodwill	2,971	2,971
Other operating lease rentals	517,930	445,758
	<u>517,930</u>	<u>445,758</u>

**6. Auditors' remuneration**

	2016 £	2015 £
Fees payable to the LLP's auditor for the audit of the LLP's annual accounts	8,400	-
	<u>8,400</u>	<u>-</u>

**7. Employees**

Staff costs were as follows:

	2016 £	2015 £
Wages and salaries	3,333,809	3,401,479
	<u>3,333,809</u>	<u>3,401,479</u>

The average monthly number of persons (including Members with contracts of employment) employed during the year was as follows:

	2016 No.	2015 No.
Employees	65	68
	<u>65</u>	<u>68</u>

Sherrards Solicitors LLP's key management personnel are the equity partners. The total remuneration paid to the equity partners was £1,234,658 (2015: £1,269,810)

---

SHERRARDS SOLICITORS LLP

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2016

---

8. Information in relation to members

	2016 Number	2015 Number
The average number of members during the year was	12	12
	<u>12</u>	<u>12</u>
	2016 £	2015 £
Paid under employment contract	355,686	280,006
	<u>355,686</u>	<u>280,006</u>
The highest paid member was paid £97,702 (2015: £80,000)		

9. Interest receivable

	2016 £	2015 £
Other interest receivable	134,035	140,288
	<u>134,035</u>	<u>140,288</u>

10. Interest payable and similar charges

	2016 £	2015 £
Bank interest payable	17,259	13,563
Other loan interest payable	7,627	2,242
	<u>24,886</u>	<u>15,805</u>

---

SHERRARDS SOLICITORS LLP

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2016

---

11. Intangible assets

	Goodwill £
<b>Cost</b>	
At 1 April 2015	29,712
At 31 March 2016	<u>29,712</u>
<b>Amortisation</b>	
At 1 April 2015	14,856
Charge for the year	2,971
At 31 March 2016	<u>17,827</u>
<b>Net book value</b>	
At 31 March 2016	<u>11,885</u>
At 31 March 2015	<u>14,856</u>

Amortisation is charged to administrative expenses.

**SHERRARDS SOLICITORS LLP**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2016**

**12. Tangible fixed assets**

	Long-term leasehold property £	Motor vehicles £	Fixtures and fittings £	Office equipment £	Total £
<b>Cost or valuation</b>					
At 1 April 2015	160,069	35,600	98,403	482,396	776,468
Additions	599	-	1,986	26,792	29,377
At 31 March 2016	<u>160,668</u>	<u>35,600</u>	<u>100,389</u>	<u>509,188</u>	<u>805,845</u>
<b>Depreciation</b>					
At 1 April 2015	153,276	14,400	86,097	364,407	618,180
Charge owned for the period	4,787	9,600	7,607	63,651	85,645
At 31 March 2016	<u>158,063</u>	<u>24,000</u>	<u>93,704</u>	<u>428,058</u>	<u>703,825</u>
<b>Net book value</b>					
At 31 March 2016	<u>2,605</u>	<u>11,600</u>	<u>6,685</u>	<u>81,130</u>	<u>102,020</u>
At 31 March 2015	<u>6,793</u>	<u>21,200</u>	<u>12,306</u>	<u>117,989</u>	<u>158,288</u>

All depreciation is charged to administrative expenses.

The net book value of land and building may be further analysed as follows:

	2016 £	2015 £
Long leasehold	<u>2,605</u>	<u>6,793</u>

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

	2016 £	2015 £
Motor vehicles	<u>11,600</u>	<u>21,200</u>

---

SHERRARDS SOLICITORS LLP

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2016

---

**13. Debtors**

	2016 £	2015 £
Trade debtors	1,067,207	1,076,359
Prepayments and accrued income	389,570	281,352
Amounts recoverable on long term contracts	729,285	743,286
	<u>2,186,062</u>	<u>2,100,997</u>

**14. Cash and cash equivalents**

	2016 £	2015 £
Cash at bank and in hand	3,823	1,500
Less: bank overdrafts	<u>(392,905)</u>	<u>(29,675)</u>

**15. Creditors: Amounts falling due within one year**

	2016 £	2015 £
Bank overdrafts	392,905	29,675
Bank loans	67,375	149,163
Other loans	175,807	-
Trade creditors	133,651	194,616
Taxation and social security	306,653	283,558
Obligations under finance lease and hire purchase contracts	3,362	3,362
Other creditors	9,600	9,600
Accruals and deferred income	149,441	224,048
	<u>1,238,794</u>	<u>894,022</u>

**Secured loans**

Bank loans and overdrafts are secured by a way of fixing and floating charge over the undertaking and all assets of the LLP under a debenture created 29 March 2010.

The aggregate amount of creditors for which security has been given amounted to £460,280 (2015: £245,994)

---

SHERRARDS SOLICITORS LLP

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2016

---

16. Creditors: Amounts falling due after more than one year

	2016 £	2015 £
Bank loans	-	67,156
Other loans	2,000	11,600
Net obligations under finance leases and hire purchase contracts	-	3,362
	<u>2,000</u>	<u>82,118</u>

17. Loans

Analysis of the maturity of loans is given below:

	2016 £	2015 £
<b>Amounts falling due within one year</b>		
Bank loans	67,375	149,163
Other loans	175,807	-
	<u>243,182</u>	<u>149,163</u>
<b>Amounts falling due 1-2 years</b>		
Bank loans	-	67,156
Other loans	2,000	11,600
	<u>2,000</u>	<u>78,756</u>
	<u>245,182</u>	<u>227,919</u>

18. Hire purchase & finance leases

Minimum lease payments under hire purchase fall due as follows:

	2016 £	2015 £
Within one year	3,362	3,362
Between 1-2 years	-	3,362
	<u>3,362</u>	<u>6,724</u>

---

**SHERRARDS SOLICITORS LLP**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2016**

---

**19. Financial instruments**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
<b>Financial assets</b>		
Cash at bank and in hand	<b>3,823</b>	<b>1,500</b>
Financial assets that are debt instruments measured at amortised cost	<b>1,067,207</b>	<b>1,076,359</b>
	<u><b>1,071,030</b></u>	<u><b>1,077,859</b></u>
<b>Financial liabilities</b>		
Financial liabilities measured at amortised cost	<b>(781,348)</b>	<b>(463,825)</b>
	<u><b>(781,348)</b></u>	<u><b>(463,825)</b></u>

**20. Loans and other debts due to members**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Amounts due to members	<b>(217,996)</b>	<b>(676,501)</b>
	<u><b>(217,996)</b></u>	<u><b>(676,501)</b></u>
	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Falling due within one year	<b>(217,996)</b>	<b>(676,501)</b>
Falling due after more than one year	<b>-</b>	<b>-</b>
	<u><b>(217,996)</b></u>	<u><b>(676,501)</b></u>

Loans and other debts due to members rank equally with debts due to ordinary creditors in the event of a winding up.

**SHERRARDS SOLICITORS LLP**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2016**

**21. Reconciliation of members' interests**

	<b>EQUITY</b>			<b>DEBT</b>		
	<b>Members' other interests</b>			<b>Loans and other debts due to members less any amounts due from members in debtors</b>		<b>Total members' interests</b>
	<b>Members' capital (classified as equity)</b>	<b>Other reserves</b>	<b>Total</b>	<b>Other amounts</b>	<b>Total</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Balance at 1 April 2014</b>	<b>570,000</b>	<b>-</b>	<b>570,000</b>	<b>492,723</b>	<b>492,723</b>	<b>1,062,723</b>
Profit for the year available for discretionary division among members	-	1,269,810	1,269,810	-	-	1,269,810
<b>Members' interests after profit for the year</b>	<b>570,000</b>	<b>1,269,810</b>	<b>1,839,810</b>	<b>492,723</b>	<b>492,723</b>	<b>2,332,533</b>
Other division of profits	-	(1,269,810)	(1,269,810)	1,269,810	1,269,810	-
Amounts introduced by members	150,000	-	150,000	-	-	150,000
Repayment of capital	(97,000)	-	(97,000)	-	-	(97,000)
Drawings	-	-	-	(1,086,032)	(1,086,032)	(1,086,032)
Amounts due to members	-	-	-	676,501	676,501	676,501
<b>Balance at 31 March 2015</b>	<b>623,000</b>	<b>-</b>	<b>623,000</b>	<b>676,501</b>	<b>676,501</b>	<b>1,299,501</b>
Profit for the year available for discretionary division among members	-	1,234,658	1,234,658	-	-	1,234,658
<b>Members' interests after profit for the year</b>	<b>623,000</b>	<b>1,234,658</b>	<b>1,857,658</b>	<b>676,501</b>	<b>676,501</b>	<b>2,534,159</b>
Other division of profits	-	(1,234,658)	(1,234,658)	1,234,658	1,234,658	-
Amounts introduced by members	280,000	-	280,000	-	-	280,000
Repayment of capital	(58,000)	-	(58,000)	-	-	(58,000)
Drawings	-	-	-	(1,693,164)	(1,693,164)	(1,693,164)
Amounts due to members	-	-	-	217,996	217,996	217,996
<b>Balance at 31 March 2016</b>	<b>845,000</b>	<b>-</b>	<b>845,000</b>	<b>217,996</b>	<b>217,996</b>	<b>1,062,996</b>



---

**SHERRARDS SOLICITORS LLP**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2016**

---

**22. Commitments under operating leases**

At 31 March 2016 the LLP had future minimum lease payments under non-cancellable operating leases as follows:

	2016 £	2015 £
<b>Land and Buildings</b>		
Not later than 1 year	358,740	146,625
Later than 1 year and not later than 5 years	1,133,311	354,344
Later than 5 years	1,176,273	-
	<u>2,668,324</u>	<u>500,969</u>
	2016 £	2015 £
<b>Other Leases</b>		
Not later than 1 year	20,956	56,956
Later than 1 year and not later than 5 years	9,255	24,972
	<u>30,211</u>	<u>81,928</u>

**23. Controlling party**

There is no ultimate controlling party in the current or preceding period.

**24. First time adoption of FRS 102**

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.

The notes and disclosures have all been updated under the requirements of FRS 102.