

REGISTERED NUMBER: OC374936 (England and Wales)

**REPORT OF THE MEMBERS AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2018
FOR
ARC DESIGN PARTNERSHIP LLP**

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FOR THE YEAR ENDED 31 MAY 2018**

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ARC DESIGN PARTNERSHIP LLP

**GENERAL INFORMATION
FOR THE YEAR ENDED 31 MAY 2018**

DESIGNATED MEMBERS:

Mr Gareth Paul Gerner
Arc Design Network Limited
Mrs Helen Gerner

REGISTERED OFFICE:

79 Great Peter Street
Westminster
London
SW1P 2EZ

REGISTERED NUMBER:

OC374936 (England and Wales)

ACCOUNTANTS:

Acuity Professional Ltd
Fifth Floor
11 Leadenhall Street
London
EC3V 1LP

**REPORT OF THE MEMBERS
FOR THE YEAR ENDED 31 MAY 2018**

The members present their report with the financial statements of the LLP for the year ended 31 May 2018.

DESIGNATED MEMBERS

Mr. Gareth Paul Gerner
Mrs. Helen Gerner
Arc Design Network Ltd

RESULTS FOR THE YEAR AND ALLOCATION TO MEMBERS

The profit for the year before members' remuneration and profit shares was £36,953 (2017 - £22,530 profit).

MEMBERS' INTERESTS

The members take drawings in accordance with the partnership agreement. The profits of the business are attributed firstly to meet the expenses and liabilities of the partnership, secondly to provide a contingency for future trading, thirdly to apply remuneration for those members engaged in the business and finally to allocation of profit between the partners as decided from time to time.

ON BEHALF OF THE MEMBERS:

Mr Gareth Paul Gerner - Designated member

24 January 2019

ARC DESIGN PARTNERSHIP LLP

**REPORT OF THE ACCOUNTANTS TO THE MEMBERS OF
ARC DESIGN PARTNERSHIP LLP**

In accordance with our terms of engagement and in order to assist you to fulfil your duties under the Companies Act 2006, we have compiled the financial statements of the Limited Liability Partnership for the period ended 31 May 2018 from the accounting records and information and explanations you have given to us.

This report is made to the Partners, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the partners that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Limited Liability Partnership and the Partners, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and abide by the ethical guidance laid down by the Institute relating to the compilation of financial statements.

You have acknowledged on the Balance Sheet as at 31 May 2018 your duty to ensure that the Limited Liability Partnership has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 2006. You consider that the Limited Liability Partnership is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

Acuity Professional Ltd
Fifth Floor
11 Leadenhall Street
London
EC3V 1LP

Date:

**INCOME STATEMENT
FOR THE YEAR ENDED 31 MAY 2018**

		2018	2017
	Notes	£	£
TURNOVER		81,947	56,509
Cost of sales		<u>16,635</u>	<u>13,390</u>
GROSS PROFIT		65,312	43,119
Administrative expenses		<u>28,371</u>	<u>20,610</u>
OPERATING PROFIT	4	36,941	22,509
Interest receivable and similar income		<u>12</u>	<u>21</u>
PROFIT FOR THE FINANCIAL YEAR BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES AVAILABLE FOR DISCRETIONARY DIVISION AMONG MEMBERS		<u>36,953</u>	<u>22,530</u>

**OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MAY 2018**

	Notes	2018 £	2017 £
PROFIT FOR THE FINANCIAL YEAR BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES AVAILABLE FOR DISCRETIONARY DIVISION AMONG MEMBERS		36,953	22,530
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>36,953</u>	<u>22,530</u>

STATEMENT OF FINANCIAL POSITION
31 MAY 2018

		2018		2017	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	5		8,440		7,169
CURRENT ASSETS					
Debtors	6	33,295		31,994	
Cash at bank		<u>14,577</u>		<u>8,084</u>	
		47,872		40,078	
CREDITORS					
Amounts falling due within one year	7	<u>12,128</u>		<u>6,686</u>	
NET CURRENT ASSETS			<u>35,744</u>		<u>33,392</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
and					
NET ASSETS ATTRIBUTABLE TO MEMBERS			<u>44,184</u>		<u>40,561</u>
LOANS AND OTHER DEBTS DUE TO MEMBERS			-		-
MEMBERS' OTHER INTERESTS					
Capital accounts			<u>44,184</u>		<u>40,561</u>
			<u>44,184</u>		<u>40,561</u>
TOTAL MEMBERS' INTERESTS					
Members' other interests			<u>44,184</u>		<u>40,561</u>

The LLP is entitled to exemption from audit under Section 477 of the Companies Act 2006 as applied to LLPs by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 for the year ended 31 May 2018.

The members acknowledge their responsibilities for:

- ensuring that the LLP keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 as applied to LLPs by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 and
- preparing financial statements which give a true and fair view of the state of affairs of the LLP as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 as applied to LLPs by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 relating to financial statements, so far as applicable to the LLP.

STATEMENT OF FINANCIAL POSITION - continued
31 MAY 2018

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 as applied to LLPs by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 relating to small LLPs.

The financial statements were approved by the members of the LLP on 24 January 2019 and were signed by:

Mr Gareth Paul Gerner - Designated member

**RECONCILIATION OF MEMBERS' INTERESTS
FOR THE YEAR ENDED 31 MAY 2018**

	EQUITY		
	Members' capital (classified as equity)	Members' other interests	
	£	Other reserves	Total
	£	£	£
Balance at 1 June 2017	40,561	-	40,561
Profit for the financial year available for discretionary division among members	-	36,953	36,953
Members' interests after profit for the year	40,561	36,953	77,514
Other divisions of profit	-	(36,953)	(36,953)
Introduced by members	3,623	-	3,623
Balance at 31 May 2018	44,184	-	44,184

	DEBT	TOTAL MEMBERS' INTERESTS
	Loans and other debts due to members less any amounts due from members in debtors	
	Other amounts	Total
	£	£
Amount due to members	-	
Amount due from members	-	
Balance at 1 June 2017	-	40,561
Profit for the financial year available for discretionary division among members	-	36,953
Members' interests after profit for the year	-	77,514
Other divisions of profit	36,953	-
Introduced by members	(36,953)	(33,330)
Amount due to members	-	
Amount due from members	-	
Balance at 31 May 2018	-	44,184

**RECONCILIATION OF MEMBERS' INTERESTS
FOR THE YEAR ENDED 31 MAY 2018**

	EQUITY		
	Members' capital (classified as equity)	Members' other interests	
	£	Other reserves £	Total £
Balance at 1 June 2016	52,131	-	52,131
Profit for the financial year available for discretionary division among members	-	22,530	22,530
Members' interests after profit for the year	52,131	22,530	74,661
Other divisions of profit	-	(22,530)	(22,530)
Introduced by members	(11,570)	-	(11,570)
Balance at 31 May 2017	<u>40,561</u>	<u>-</u>	<u>40,561</u>
	DEBT		TOTAL
	Loans and other debts due to members less any amounts due from members in debtors		MEMBERS' INTERESTS
	Other amounts £		Total £
Amount due to members	-		
Amount due from members	-		
Balance at 1 June 2016	-		52,131
Profit for the financial year available for discretionary division among members	-		22,530
Members' interests after profit for the year	-		74,661
Other divisions of profit	22,530		-
Introduced by members	(22,530)		(34,100)
Amount due to members	-		
Amount due from members	-		
Balance at 31 May 2017	<u>-</u>		<u>40,561</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2018

1. STATUTORY INFORMATION

Arc Design Partnership LLP is registered in England and Wales. The LLP's registered number and registered office address can be found on the General Information page.

The presentation currency of the financial statements is Sterling (£), rounded to the nearest whole Pound.

PRINCIPAL ACTIVITY

The principal activity of the LLP in the year under review was that of providing designing services.

2. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the requirements of the Statement of Recommended Practice, Accounting by Limited Liability Partnerships. The financial statements have been prepared under the historical cost convention.

TURNOVER

Turnover represents the value of work (net of VAT) performed during the period with respect to services.

TANGIBLE FIXED ASSETS

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Office equipment	- 25% on reducing balance
Fixture & fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment, software & licence	- 33% on cost

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2018**

2. ACCOUNTING POLICIES - continued

FINANCIAL INSTRUMENTS

The LLP 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 LLP's balance sheet when the LLP becomes party to the contractual provisions of the instrument.

The LLP 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.

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.

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 LLP after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group LLP 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.

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.

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.

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.

3. EMPLOYEE INFORMATION

The average number of employees during the year was NIL (2017 - NIL).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2018

4. OPERATING PROFIT

The operating profit is stated after charging:

	2018 £	2017 £
Depreciation - owned assets	<u>3,075</u>	<u>2,957</u>

5. TANGIBLE FIXED ASSETS

	Computer equipment & software £	Fixtures and fittings £	Motor vehicles £	Office equipment £	Totals £
Cost					
At 1 June 2017	2,695	367	12,746	7,316	23,124
Additions	<u>4,346</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,346</u>
At 31 May 2018	<u>7,041</u>	<u>367</u>	<u>12,746</u>	<u>7,316</u>	<u>27,470</u>
Depreciation					
At 1 June 2017	1,824	260	8,760	5,111	15,955
Charge for year	<u>1,500</u>	<u>27</u>	<u>997</u>	<u>551</u>	<u>3,075</u>
At 31 May 2018	<u>3,324</u>	<u>287</u>	<u>9,757</u>	<u>5,662</u>	<u>19,030</u>
Net book value					
At 31 May 2018	<u>3,717</u>	<u>80</u>	<u>2,989</u>	<u>1,654</u>	<u>8,440</u>
At 31 May 2017	<u>871</u>	<u>107</u>	<u>3,986</u>	<u>2,205</u>	<u>7,169</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade debtors	13,043	2,400
Other debtors	<u>20,252</u>	<u>29,594</u>
	<u>33,295</u>	<u>31,994</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade creditors	3,774	2,037
VAT	6,872	3,814
Other creditors	<u>1,482</u>	<u>835</u>
	<u>12,128</u>	<u>6,686</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2018

8. RELATED PARTY DISCLOSURES

Arc Design Network Limited is a corporate member of Arc Design Partnership LLP.

Mr G Gerner & Mrs H Gerner are designated members in the LLP. They are also the directors in Arc Design Network Limited.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.