

Company Registration No. 10000823 (England and Wales)

**DOWNING IP LIMITED**  
**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 JULY 2019**  
**PAGES FOR FILING WITH REGISTRAR**

# **DOWNING IP LIMITED**

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# DOWNING IP LIMITED

## BALANCE SHEET

AS AT 31 JULY 2019

		2019		2018	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	3		30,045		19,483
Investments	4		100		100
			<u>30,145</u>		<u>19,583</u>
<b>Current assets</b>					
Debtors	5	590,171		318,945	
Cash at bank and in hand		7,917		58,572	
		<u>598,088</u>		<u>377,517</u>	
<b>Creditors: amounts falling due within one year</b>	6	(409,945)		(342,937)	
<b>Net current assets</b>			<u>188,143</u>		<u>34,580</u>
<b>Total assets less current liabilities</b>			<u>218,288</u>		<u>54,163</u>
<b>Capital and reserves</b>					
Called up share capital	7		5,200		5,200
Profit and loss reserves			213,088		48,963
<b>Total equity</b>			<u>218,288</u>		<u>54,163</u>

The director of the company has elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 July 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The member has not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved and signed by the director and authorised for issue on 30 April 2020

M P Downing  
Director

Company Registration No. 10000823

# **DOWNING IP LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 JULY 2019**

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### **1 Accounting policies**

#### **Company information**

Downing IP Limited is a private company limited by shares incorporated in England and Wales. The registered office is 166 College Road, Harrow, Middlesex, HA1 1RA.

#### **1.1 Accounting convention**

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

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

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

#### **1.2 Turnover**

Turnover represents revenue earned from providing professional services and advice to third parties.

Revenue is recognised as earned when, and to the extent that, the firm obtains the right to consideration in exchange for its performance under those contracts. It is measured at the fair value of the right to consideration, which represents amounts chargeable to clients, including recoverable expenses and disbursements, but excluding VAT.

For incomplete assignments, an assessment is made of the extent to which revenue has been earned. This assessment takes into account the nature of the assignment, its stage of completion, and the relevant contract terms.

Revenue recognised but not invoiced at the year end is included in debtors.

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

#### **1.3 Tangible fixed assets**

Tangible fixed assets are measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold land and buildings	Over the term of the lease
Office furniture and equipment	25% on reducing balance
Computer equipment	25% on cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

#### **1.4 Fixed asset investments**

Interests in subsidiaries are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

# DOWNING IP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2019

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**1 Accounting policies** **(Continued)**

**1.5 Financial instruments**

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

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

**Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are measured at transaction price including transaction costs. Financial assets classified as receivable within one year are not amortised.

**Basic financial liabilities**

Basic financial liabilities, including creditors and loans from fellow group companies, are 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.

**1.6 Equity instruments**

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs.

**1.7 Taxation**

The tax expense represents the sum of the tax currently payable.

**Current tax**

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

**1.8 Retirement benefits**

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

**1.9 Leases**

Rentals payable under operating leases are charged to income on a straight line basis over the term of the relevant lease.

**1.10 Foreign exchange**

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the profit and loss account for the period.

# DOWNING IP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2019

### 1 Accounting policies (Continued)

#### 1.11 Preference shares

The redeemable preference shares are classified as equity as they are redeemable at the option of the issuer and do not carry a right to a return.

### 2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 8 (2018 - 7).

### 3 Tangible fixed assets

	Leasehold land and buildings	Office furniture and equipment	Computer equipment	Total
	£	£	£	£
<b>Cost</b>				
At 1 August 2018	10,410	8,875	5,577	24,862
Additions	-	834	16,257	17,091
At 31 July 2019	<u>10,410</u>	<u>9,709</u>	<u>21,834</u>	<u>41,953</u>
<b>Depreciation and impairment</b>				
At 1 August 2018	1,289	2,115	1,975	5,379
Depreciation charged in the year	1,237	1,793	3,499	6,529
At 31 July 2019	<u>2,526</u>	<u>3,908</u>	<u>5,474</u>	<u>11,908</u>
<b>Carrying amount</b>				
At 31 July 2019	<u>7,884</u>	<u>5,801</u>	<u>16,360</u>	<u>30,045</u>
At 31 July 2018	<u>9,121</u>	<u>6,759</u>	<u>3,603</u>	<u>19,483</u>

### 4 Fixed asset investments

	2019 £	2018 £
Investments	<u>100</u>	<u>100</u>

### 5 Debtors

	2019 £	2018 £
<b>Amounts falling due within one year:</b>		
Trade debtors	291,419	213,350
Other debtors	298,752	105,595
	<u>590,171</u>	<u>318,945</u>

## DOWNING IP LIMITED

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2019

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**6 Creditors: amounts falling due within one year**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	51,174	45,527
Trade creditors	121,271	106,028
Amounts owed to group undertakings	134,764	135,880
Corporation tax	13,006	8,140
Other taxation and social security	76,654	39,236
Other creditors	13,076	8,126
	<u>409,945</u>	<u>342,937</u>

**7 Called up share capital**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
<b>Ordinary share capital</b>		
<b>Issued and fully paid</b>		
200 Ordinary Shares of £1 each	200	200
	<u>200</u>	<u>200</u>
<b>Preference share capital</b>		
<b>Issued and fully paid</b>		
5,000 Redeemable Preference Shares of £1 each	5,000	5,000
	<u>5,000</u>	<u>5,000</u>

**8 Operating lease commitments**

**Lessee**

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases totalling £415,644 (2018: £480,644).

**9 Related party transactions**

Included within other debtors is £113,474 (2018: £15,596) owed to the company by the director as at the balance sheet date. Interest amounting to £1,812 was charged on the loan during the year at HMRC's rate for beneficial loans. The maximum balance on the loan to the director during the year was £113,474.

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.