

LOQBOX Savings Limited

Unaudited Financial Statements

Year Ended

31 May 2019

Company Number 10583182



LOQBOX Savings Limited

Chartered Accountants' Report to the Board of Directors on the Unaudited Financial Statements of LOQBOX Savings Limited

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of LOQBOX Savings Limited for the year ended 31 May 2019 which comprise the Balance Sheet, the Statement of Changes in Equity and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>

It is your duty to ensure that LOQBOX Savings Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and loss of LOQBOX Savings Limited. You consider that LOQBOX Savings Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of LOQBOX Savings Limited. 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 statutory accounts.

Use of our report

This report is made solely to the board of directors of LOQBOX Savings Limited, as a body, in accordance with the terms of our engagement letter dated 24 October 2018. Our work has been undertaken solely to prepare for your approval the accounts of LOQBOX Savings Limited and state those matters that we have agreed to state to the board of directors of LOQBOX Savings Limited, as a body, in this report in accordance with ICAEW Technical Release TECH07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than LOQBOX Savings Limited and its board of directors as a body for our work or for this report.



BDO LLP
London
United Kingdom
28 February 2019

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

LOQBOX Savings Limited
Registered number: 10583182

Balance Sheet
As at 31 May 2019

	Note	2019 £	2018 £
Fixed assets			
Intangible assets	5	116,409	26,779
Tangible assets	6	4,805	1,259
		<u>121,214</u>	<u>28,038</u>
Current assets			
Debtors: amounts falling due within one year	7	10,642,262	2,178,362
Cash at bank and in hand	8	2,204,313	253,105
		<u>12,846,575</u>	<u>2,431,467</u>
Creditors: amounts falling due within one year	9	(13,072,879)	(2,429,114)
Net current (liabilities)/assets		<u>(226,304)</u>	2,353
Total assets less current liabilities		<u>(105,090)</u>	<u>30,391</u>
Net (liabilities)/assets		<u>(105,090)</u>	<u>30,391</u>
Capital and reserves			
Called up share capital	10	100	100
Capital contribution	11	430,000	150,000
Profit and loss account	11	(535,190)	(119,709)
		<u>(105,090)</u>	<u>30,391</u>

LOQBOX Savings Limited
Registered number: 10583182

Balance Sheet (continued)
As at 31 May 2019

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

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

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 28 February 2020.



G. W. Mowat
Director

The notes on pages 5 to 11 form part of these financial statements.

LOQBOX Savings Limited

Statement of Changes in Equity For the Year Ended 31 May 2019

	Called up share capital	Capital contribution	Profit and loss account	Total equity
	£	£	£	£
At 1 June 2017	100	-	(1)	99
Comprehensive income for the year				
Loss for the year	-	-	(119,708)	(119,708)
Capital contribution	-	150,000	-	150,000
Total comprehensive income for the year	-	150,000	(119,708)	30,292
At 1 June 2018	100	150,000	(119,709)	30,391
Comprehensive income for the year				
Loss for the year	-	-	(415,481)	(415,481)
Capital contribution	-	280,000	-	280,000
Total comprehensive income for the year	-	280,000	(415,481)	(135,481)
At 31 May 2019	100	430,000	(535,190)	(105,090)

The notes on pages 5 to 11 form part of these financial statements.

LOQBOX Savings Limited

Notes to the Financial Statements For the Year Ended 31 May 2019

1. General information

LOQBOX Savings Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

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 Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

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 Company accounting policies (see note 3).

The presentational and functional currency of these financial statements is GBP. Values are rounded to the nearest pound.

The following principal accounting policies have been applied:

2.2 Revenue

Revenue is earned from helping customers to save. It is measured by estimating the stage that each customer is at in their LOQBOX journey at the period end. Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company 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 Company's principal sources of revenue are: affiliate commission and redemption charges.

2.3 Taxation

Tax is recognised in the Statement of Comprehensive Income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

2.4 Intangible assets

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

LOQBOX Savings Limited

Notes to the Financial Statements For the Year Ended 31 May 2019

2. Accounting policies (continued)

2.5 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:

Computer equipment	- 33%
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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.

2.6 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.

2.7 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.

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.

LOQBOX Savings Limited

Notes to the Financial Statements For the Year Ended 31 May 2019

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

In preparing these financial statements, the director has had to make the following judgements:

- Determine whether there are indicators of impairment of the group's tangible and intangible assets. Factors taken into consideration in reaching such a decision include the economic viability and expected future financial performance of the asset and where it is a component of a larger cash-generating unit, the viability and expected future performance of that unit.
- Determine the stage that each customer is at in their LOQBOX journey in order to accrue revenue earned helping customers to save. This was estimated by analysing historical distributions of the length of time that customers maintain unredeemed LOQBOXes and applying that data to the number of months that has passed for each customer since they bought their LOQBOX in order to determine what proportion of an average LOQBOX journey each unredeemed LOQBOX customer has completed.

Other key sources of estimation uncertainty:

- Tangible and Intangible fixed assets (see notes 6 and 7)

Tangible and Intangible assets are depreciated/amortised over their useful lives taking into account residual values, where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending on a number of factors. In re-assessing asset lives, factors such as technological innovation, product life cycles and maintenance programmes are taken into account. Residual value assessments consider issues such as future market conditions, the remaining life of the asset and projected disposal values.

4. Employees

The average monthly number of employees, including directors, during the year was 7 (2018 - 2).

LOQBOX Savings Limited

Notes to the Financial Statements For the Year Ended 31 May 2019

5. Intangible assets

	Computer software £
Cost	
At 1 June 2018	28,279
Additions	97,383
At 31 May 2019	<u>125,662</u>
Amortisation	
At 1 June 2018	1,500
Charge for the year	7,753
At 31 May 2019	<u>9,253</u>
Net book value	
At 31 May 2019	<u>116,409</u>
At 31 May 2018	<u>26,779</u>

LOQBOX Savings Limited

Notes to the Financial Statements For the Year Ended 31 May 2019

6. Tangible fixed assets

	Computer equipment £
Cost	
At 1 June 2018	1,373
Additions	4,529
At 31 May 2019	<u>5,902</u>
Depreciation	
At 1 June 2018	114
Charge for the year	983
At 31 May 2019	<u>1,097</u>
Net book value	
At 31 May 2019	<u>4,805</u>
At 31 May 2018	<u>1,259</u>

7. Debtors

	2019 £	2018 £
Amounts owed by group companies	10,443,176	2,174,572
Other debtors	13,454	-
Prepayments and accrued income	177,995	3,790
Tax recoverable	7,637	-
	<u>10,642,262</u>	<u>2,178,362</u>

LOQBOX Savings Limited

Notes to the Financial Statements For the Year Ended 31 May 2019

8. Cash

	2019 £	2018 £
Cash at bank and in hand	14,581	91,220
LOQBOX funds	2,189,732	161,885
	<u>2,204,313</u>	<u>253,105</u>

9. Creditors: Amounts falling due within one year

	2019 £	2018 £
Unredeemed LOQBOX repurchase obligations	12,825,480	2,337,660
Trade creditors	4,157	-
Amounts owed to group companies	34,406	28,833
Other taxation and social security	5,965	-
Other creditors	136,253	12,460
Accruals and deferred income	66,618	50,161
	<u>13,072,879</u>	<u>2,429,114</u>

10. Share capital

	2019 £	2018 £
Authorised, allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

LOQBOX Savings Limited

Notes to the Financial Statements For the Year Ended 31 May 2019

11. Reserves

The company's reserves are as follows:

Capital contribution

This represents capital contributions from nooli UK Limited.

Profit and loss account

Profit and loss account represents cumulative profits or losses, net of dividends paid and other adjustments.

12. Related party transactions

The company has taken advantage of the exemption available under Section 33.1A of FRS102 whereby it had not disclosed transactions with the ultimate parent company or any wholly owned subsidiary undertaking of the group.

13. Controlling party

The company is a subsidiary of nooli UK Limited. The directors do not consider there to be a controlling party.