

Immigration Advice Service Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 31 July 2020

Tree Accountancy Limited
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Immigration Advice Service Ltd

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Immigration Advice Service Ltd

Company Information

Director	Mr O Okeregha
Registered office	Ashwood House Ellen Street Oldham OL9 6QR
Accountants	Tree Accountancy Limited Chartered Certified Accountants First Floor Eastgate Castle Street Castlefield Manchester M3 4LZ

Immigration Advice Service Ltd

(Registration number: 07700587)
Balance Sheet as at 31 July 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>4</u>	716,119	771,337
Current assets			
Stocks	<u>5</u>	222,618	131,106
Debtors	<u>6</u>	647,227	1,308,168
Cash at bank and in hand		<u>1,482,023</u>	<u>960,717</u>
		2,351,868	2,399,991
Creditors: Amounts falling due within one year	<u>7</u>	<u>(1,939,197)</u>	<u>(1,784,722)</u>
Net current assets		<u>412,671</u>	<u>615,269</u>
Total assets less current liabilities		1,128,790	1,386,606
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(379,032)</u>	<u>(454,446)</u>
Provisions for liabilities		<u>(32,116)</u>	<u>(43,328)</u>
Net assets		<u>717,642</u>	<u>888,832</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		<u>717,542</u>	<u>888,732</u>
Total equity		<u>717,642</u>	<u>888,832</u>

For the financial year ending 31 July 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Immigration Advice Service Ltd

**(Registration number: 07700587)
Balance Sheet as at 31 July 2020**

Approved and authorised by the director on 30 April 2021

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Mr O Okeregha
Director

Immigration Advice Service Ltd

Notes to the Financial Statements for the Year Ended 31 July 2020

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Ashwood House
Ellen Street
Oldham
OL9 6QR
England

The company's registration number is: 07700587

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

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

Immigration Advice Service Ltd

Notes to the Financial Statements for the Year Ended 31 July 2020

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Fixtures and fittings	4 years straight line
Computer Equipment	4 years straight line
Office Equipment	4 years straight line
Leasehold Improvements	4 years straight line

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Work in progress is calculated based on the unbilled legal aid work at the end of the year and a proportion of related costs incurred.

Immigration Advice Service Ltd

Notes to the Financial Statements for the Year Ended 31 July 2020

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 106 (2019 - 94).

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Notes to the Financial Statements for the Year Ended 31 July 2020

4 Tangible assets

	Land and buildings £	Long leasehold land and buildings £	Fixtures and fittings £	Total £
Cost or valuation				
At 1 August 2019	540,421	23,892	384,296	948,609
Additions	-	1,186	38,791	39,977
At 31 July 2020	540,421	25,078	423,087	988,586
Depreciation				
At 1 August 2019	-	1,473	175,799	177,272
Charge for the year	-	6,213	88,982	95,195
At 31 July 2020	-	7,686	264,781	272,467
Carrying amount				
At 31 July 2020	540,421	17,392	158,306	716,119
At 31 July 2019	540,421	22,420	208,496	771,337

5 Stocks

	2020 £	2019 £
Work in progress	222,618	131,106

Immigration Advice Service Ltd

Notes to the Financial Statements for the Year Ended 31 July 2020

6 Debtors

	2020 £	2019 £
Trade debtors	101,575	840,096
Prepayments	127,011	150,419
Other debtors	418,641	317,653
	647,227	1,308,168

7 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	2019 £
Due within one year			
Bank loans and overdrafts	<u>8</u>	75,339	74,275
Trade creditors		223,772	192,962
Taxation and social security		64,180	75,255
Accruals and deferred income		62,793	519,721
Other creditors		1,513,113	922,509
		1,939,197	1,784,722

Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
Due after one year			
Loans and borrowings	<u>8</u>	379,032	454,446

	2020 £	2019 £
Due after more than five years		
After more than five years by instalments	181,195	199,965

Security on the loans is held by a charge on the property and a fixed and floating charge over the assets of the company.

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Notes to the Financial Statements for the Year Ended 31 July 2020

8 Loans and borrowings

	2020 £	2019 £
Non-current loans and borrowings		
Bank borrowings	<u>379,032</u>	<u>454,446</u>
	2020 £	2019 £
Current loans and borrowings		
Bank borrowings	<u>75,339</u>	<u>74,275</u>

Included in the loans and borrowings are the following amounts due after more than five years:

9 Related party transactions

Summary of transactions with other related parties

At the year end the company had balances within other debtors of £57,747 (2019 - £Nil), within trade creditors of £7,966 and within other creditors of £23,086 (2019 - £43,535) due to/ from related parties who have a common director and shareholder.

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.