

LIFE FINANCIAL SERVICES LIMITED

Registered number: 09848868

UNAUDITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018



LIFE FINANCIAL SERVICES LIMITED
REGISTERED NUMBER:09848868

BALANCE SHEET
AS AT 31 DECEMBER 2018

| | Note | 2018 £ | 2017 £ |
|--|------|------------------|-----------------|
| CURRENT ASSETS | | | |
| Debtors: amounts falling due within one year | 4 | 36,081 | 37,228 |
| Cash at bank and in hand | 5 | 81,727 | 125,963 |
| | | <u>117,808</u> | <u>163,191</u> |
| Creditors: amounts falling due within one year | 6 | (64,053) | (61,639) |
| NET CURRENT ASSETS | | <u>53,755</u> | <u>101,552</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>53,755</u> | <u>101,552</u> |
| PROVISIONS FOR LIABILITIES | | | |
| Other provisions | 8 | (110,878) | (75,712) |
| | | <u>(110,878)</u> | <u>(75,712)</u> |
| NET (LIABILITIES)/ASSETS | | <u>(57,123)</u> | <u>25,840</u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | | 100 | 100 |
| Profit and loss account | | (57,223) | 25,740 |
| | | <u>(57,123)</u> | <u>25,840</u> |

The Company's financial statements have been prepared 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 and Directors' report in accordance with provisions applicable to companies subject to the small companies' regime.

These financial statements have been audited and an unqualified opinion was given.

The name of the person that signed the auditors report as Senior Statutory Auditor was Peter Wright Bsc FCA for and on behalf of Haines Watts, Chartered Accountants.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



R J Scott-Lee

Director

Date: 20/5/19

The notes on pages 3 to 7 form part of these financial statements.

LIFE FINANCIAL SERVICES LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2018**

| | Called up share capital £ | Profit and loss account £ | Total equity £ |
|--|------------------------------------|------------------------------------|-------------------|
| At 1 January 2018 | 100 | 25,740 | 25,840 |
| COMPREHENSIVE INCOME FOR THE YEAR | | | |
| Loss for the year | - | (82,963) | (82,963) |
| TOTAL COMPREHENSIVE INCOME FOR THE YEAR | - | (82,963) | (82,963) |
| TOTAL TRANSACTIONS WITH OWNERS | - | - | - |
| AT 31 DECEMBER 2018 | 100 | (57,223) | (57,123) |

The notes on pages 3 to 7 form part of these financial statements.

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2017**

| | Called up share capital £ | Profit and loss account £ | Total equity £ |
|--|------------------------------------|------------------------------------|-------------------|
| At 1 January 2017 | 100 | 28,033 | 28,133 |
| COMPREHENSIVE INCOME FOR THE YEAR | | | |
| Loss for the year | - | (2,293) | (2,293) |
| TOTAL COMPREHENSIVE INCOME FOR THE YEAR | - | (2,293) | (2,293) |
| TOTAL TRANSACTIONS WITH OWNERS | - | - | - |
| AT 31 DECEMBER 2017 | 100 | 25,740 | 25,840 |

The notes on pages 3 to 7 form part of these financial statements.

LIFE FINANCIAL SERVICES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

1. GENERAL INFORMATION

Life Financial Services Limited, formally Alexander James MS Limited, is a company limited by shares, incorporated in the UK. Its primary trading activity, which is financial services, derives from its trading address in Bracknell, Berkshire.

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 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 judgment in applying the Company's accounting policies.

The following principal accounting policies have been applied:

2.2 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.

2.3 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.

LIFE FINANCIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

2. ACCOUNTING POLICIES (CONTINUED)

2.4 FINANCIAL INSTRUMENTS

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in the case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of comprehensive income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the balance sheet date.

Financial assets and liabilities are offset and the net amount reported in the Balance sheet when there is an 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.

2.5 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.

LIFE FINANCIAL SERVICES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

2. ACCOUNTING POLICIES (CONTINUED)

2.6 PENSIONS

DEFINED CONTRIBUTION PENSION PLAN

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of comprehensive income when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.7 PROVISIONS FOR LIABILITIES

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Statement of comprehensive income in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Balance sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Balance sheet.

2.8 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.

3. EMPLOYEES

The average monthly number of employees, including the directors, during the year was as follows:

| | 2018 No. | 2017 No. |
|----------------------|-------------|-------------|
| Operational staff | 19 | 12 |
| Administrative staff | 6 | 5 |
| | <u>25</u> | <u>17</u> |

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

4. DEBTORS

| | 2018 £ | 2017 £ |
|--------------------------------|---------------|---------------|
| Other debtors | 1,168 | 12,108 |
| Prepayments and accrued income | 34,913 | 25,121 |
| | <u>36,081</u> | <u>37,229</u> |

5. CASH AND CASH EQUIVALENTS

| | 2018 £ | 2017 £ |
|--------------------------|---------------|----------------|
| Cash at bank and in hand | 81,727 | 125,963 |
| | <u>81,727</u> | <u>125,963</u> |

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2018 £ | 2017 £ |
|------------------------------------|---------------|---------------|
| Trade creditors | 927 | 147 |
| Amounts owed to group undertakings | 4,860 | 7,071 |
| Corporation tax | 9 | 285 |
| Other taxation and social security | 19,774 | 16,114 |
| Other creditors | 1,393 | 5,442 |
| Accruals and deferred income | 37,090 | 32,580 |
| | <u>64,053</u> | <u>61,639</u> |

7. FINANCIAL INSTRUMENTS

| | 2018 £ | 2017 £ |
|--|---------------|----------------|
| FINANCIAL ASSETS | | |
| Financial assets measured at fair value through profit or loss | <u>81,727</u> | <u>125,963</u> |

Financial assets measured at fair value through profit or loss consist of cash and cash equivalents.

LIFE FINANCIAL SERVICES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

8. PROVISIONS

| | Provision for Clawback £ |
|----------------------------|---|
| At 1 January 2018 | 75,712 |
| Charged to profit or loss | 35,166 |
| AT 31 DECEMBER 2018 | 110,878 |

9. CONTROLLING PARTY

The Company's immediate and ultimate parent company is Chancellors Group Holdings Limited, a company incorporated in England, whose accounts are available from Companies House, Crown Way, Cardiff, CF14 3UZ.

By virtue of their directorships and shareholdings in Chancellors Group Holdings Limited, D Harding, I Simpson, R Scott-Lee and D L Simpson are the ultimate controlling parties of Life Financial Services Limited.