

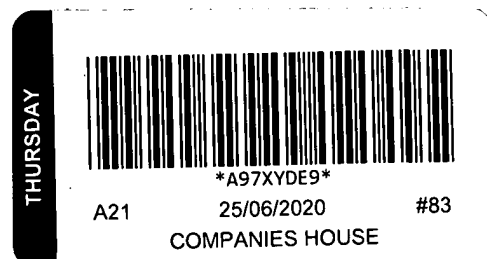
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Solomon Associates Limited

Directors' report and financial statements

For the year ended 30 September 2019

Registered number 02521797



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Company information

COMPANY NUMBER	02521797
DIRECTORS	T Ellerington (Managing Director) C Reith D Bossung
REGISTERED OFFICE	Suite 6 The Hub Farnborough Business Park Fowler Avenue Farnborough GU14 7JF United Kingdom
PRINCIPAL BANKERS	NatWest Windsor and Eton Branch 12 High Street Windsor Berks SL4 1LQ United Kingdom
AUDITOR	KPMG LLP 15 Canada Square London E14 5GL United Kingdom

Directors' report

The Directors present to the members of Solomon Associates Limited (the "Company") their report and the audited financial statements for the year ended 30 September 2019.

Control

HSB Solomon Associates, LLC, a company incorporated in the United States of America, (corporate address - 5400 LBJ Freeway, Suite 1400, Dallas, Texas 75240), is the Company's immediate parent undertaking. The Hartford Steam Boiler Inspection and Insurance Company of Connecticut, a company incorporated in the United States of America (corporate address 1 State Street, Hartford, Connecticut 06103-3199), is HSB Solomon Associates, LLC immediate parent undertaking. The ultimate parent company is Munich Re. (corporate address - Königinstr 107, 80802 Munich, Germany), which is incorporated in Germany. The group is ultimately controlled by more than one person.

Principal activities

The Company provides comparative performance analysis and operational performance improvement consulting for the global energy industry. Additionally, the Company brings a commercial approach to operations of any capital-intensive asset to recommend needed changes for their global clients. These are the core business activities of the Company, and no changes are planned.

Business review and outlook

The results for the year are set out in the financial statements on pages 8 to 16.

The Company reported an operating profit for the year of £48,456 (2018: loss of £51,569), an operating margin of 4% (2018: (7%)). The Company's emphasis on service delivery and continued commitment to providing comparative performance analysis has helped maintain market share and meet its retention targets. Turnover grew by 44%, a result of increased growth in billable work for the Company's immediate parent HSB Solomon Associates, LLC. The hiring of additional staff in the fiscal year ending 30 September 2018, along with growth in the company's core business, led to the additional revenues and ultimate profit in the year ended 30 September 2019.

The principal key performance indicators which the Directors use to monitor the Company's performance are turnover and operating profit, these are set out on page 8.

Dividends and reserves

During the year, the Directors declared and paid a dividend of £nil (2018: £nil). The Directors do not propose the payment of a further dividend in respect of the year ended 30 September 2019 (2018: £nil).

Directors

The Directors who held office during the year were as follows:

T Ellerington (Managing Director)
C Reith
D Bossung

Change of directorship

There was no change in directorship for the year ended 30 September 2019.

Liability Insurance

The Company, through its immediate parent company, purchased and maintained liability insurance for its directors and officers as permitted by section 233 of the Companies Act 2006.

Policy and practice on payment of creditors

It is the policy of the Company to agree terms of payment when orders for goods and services are placed and to pay in accordance with those terms.

Directors' report (continued)

Political and charitable contributions

Charitable donations of £nil (2018: £nil) were made during the year. No political contributions were made during the year (2018: £nil).

Strategic Report Exemption

Per Section 414B of the Companies Act of 2006 the exemption to prepare a Strategic Report has been claimed.

Principal risks and uncertainties

The Company's operations expose it to a variety of risks that include credit risk, liquidity risk, interest rate risk and operational risk. Given the size of the Company and its position within the Munich Re Group, the Directors have not established a sub-committee of the Board to monitor financial risk management, but implement and monitor those policies established by the Management of the Company's immediate parent, HSB Solomon Associates, LLC.

Credit risk

Where appropriate, relevant credit checks are performed on potential customers before sales are made. The amount of exposure to any individual customer is controlled by means of a credit limit that is monitored regularly by management and, in the case of a financially material value, by the Board. The Company through its operating cash management processes, credit risk remains minimal.

Liquidity risk

Liquidity risk is the risk that cash may not be available to pay obligations when due at a reasonable cost. The Company through its operating cash management processes, use of its capital as well as the funding available from its immediate parent, HSB Solomon Associates, LLC, ensures that funds are available to meet such calls.

Interest rate risk

The level of funding available from the Company's immediate parent, HSB Solomon Associates, LLC and the lack of external funding utilised by the Company, means that the Company's financial results are not subject to a significant degree of volatility arising from this risk.

Operational risk

The risk of possible losses arising from inadequate or failed internal processes, from personnel and systems, or from external events, as well as unexpected changes in business assumptions and earnings fluctuations due to decline in income without corresponding decrease in expenses. These risks include business interruptions of operations, legal risk, damage by employee fraud or losses caused by court cases. The Company has, through its immediate parent company, HSB Solomon Associates, LLC, established a risk register and a risk management framework that focuses on timely recognition and proactive management of risks.

Going concern

The Company's business activities, together with the factors likely to affect its future development, performance and position, are set out above. The financial position of the Company as disclosed on the balance sheet shows net current assets of £705,637 and net assets of £713,661.

In considering the appropriateness of the going concern basis, the Directors have undertaken a risk assessment of the potential impact of the COVID-19 pandemic on the Company's expected future operational and financial performance. The risk assessment considered a range of possible forward looking scenarios with varying downsides for a period of over 12 months from the date of this report, taking account of actions already taken to mitigate the risks to the Company's employees and operations, as well as actions available in the future as needed.

Based on their own analysis of the available information, and as further disclosed in Note 1 to the financial statements, the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. They forecasted the impact of the virus and the Company's parent expects to remain profitable for the coming year. Thus, they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Disclosure of information to the auditor

The Directors who held office at the date of approval of this Directors' Report confirm that, so far as each Director is aware, there is no relevant audit information of which the Company's auditor is unaware. Each Director has taken all the steps that he or she

ought to have taken as a Director in order to make himself/herself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Auditor

The Company's auditor is KPMG LLP. Following a rigorous tender process conducted by Munich Re, which was approved by the Company, Ernst & Young LLP will assume the role of independent auditor for the Munich Re Group, and for the Company, for the year ending 31 December 2020. Formal appointment as auditor to the company will be completed after the approval of these financial statements.

Directors' report (continued)

By order of the Board



C. Reith
Director
18 June 2020

Registered Number: 02521797

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE DIRECTORS' REPORT AND THE FINANCIAL STATEMENTS

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK accounting standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

In considering the appropriateness of the going concern basis, the Directors have considered the principal risks and uncertainties, including the potential impact of the COVID-19 pandemic on the Company.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SOLOMON ASSOCIATES LIMITED

Opinion

We have audited the financial statements of Solomon Associates Limited ("the company") for the year ended 30 September 2019 which comprise the Profit and Loss Account and Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity and related notes, including the accounting policies in note 1.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 September 2019 and of its profit for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

Going concern

The directors have prepared the financial statements on the going concern basis as they do not intend to liquidate the company or to cease its operations, and as they have concluded that the company's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least a year from the date of approval of the financial statements. In our evaluation of the directors' conclusions, we considered the inherent risks to the company's business model and analysed how those risks might affect the company's financial resources or ability to continue operations over the going concern period. We have nothing to report in these respects.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the company will continue in operation.

Directors' report

The directors are responsible for the directors' report. Our opinion on the financial statements does not cover that report and we do not express an audit opinion thereon.

Our responsibility is to read the directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the directors' report;
- in our opinion the information given in that report for the financial year is consistent with the financial statements; and
- in our opinion that report has been prepared in accordance with the Companies Act 2006.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to take advantage of the small companies exemption from the requirement to prepare a strategic report.

We have nothing to report in these respects.

Directors' responsibilities

As explained more fully in their statement set out on page 4, the directors are responsible for: the preparation of the financial statements and for being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

The purpose of our audit work and to whom we owe our responsibilities

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 company and the company's members, as a body, for our audit work, for this report, or for the opinions we have formed.



**Andrew Jones (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor**

Chartered Accountants
1 Sovereign Square
Sovereign Street
Leeds
LS1 4DA

19 June 2020

Profit and Loss Account and Other Comprehensive Income
for the year ended 30 September 2019

	Notes	2019 £	2018 £
Turnover	2	1,130,653	785,548
Administration expenses	3	(1,082,197)	(837,117)
Operating profit/(loss)	4	48,456	(51,569)
Interest payable and similar expense	5	(3,672)	(1,403)
Profit/(loss) before taxation		44,784	(52,972)
Taxation on profit	6	(9,922)	9,672
Profit/(loss) for the financial year		34,862	(43,300)
Other comprehensive income			
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income/(loss) for the year		34,862	(43,300)

There is no difference between the profit before taxation and the retained profit for the year stated above and their related historical cost objectives.

The notes on pages 11 to 16 form an integral part of these statements.

Balance Sheet
as of 30 September 2019

	Notes	2019 £	2018 £
Fixed assets			
Tangible fixed assets	8	8,024	15,481
		<hr/>	<hr/>
		8,024	15,481
Current assets			
Debtors	9	493,722	304,146
Cash at bank and in hand		340,595	401,774
		<hr/>	<hr/>
		834,317	705,920
Creditors: amounts falling due within one year	10	(128,680)	(42,602)
		<hr/>	<hr/>
Net current assets		705,637	663,318
		<hr/>	<hr/>
Net assets		713,661	678,799
		<hr/>	<hr/>
Capital and reserves			
Called up share capital	11	50,000	50,000
Profit and loss account		663,661	628,799
		<hr/>	<hr/>
Total equity shareholders' funds		713,661	678,799
		<hr/>	<hr/>

The financial statements on pages 8 to 16 were approved by the Board of Directors on 18 June 2020 and were signed on its behalf by:


C. Reith
Director

Registered Number: 02521797

The notes on pages 11 to 16 form an integral part of these financial statements.

Statement of Changes in Equity
for the year ended 30 September 2019

	Called Up Share Capital £	Profit and Loss Account £	Total Equity Interests £
Shareholders equity, as of September 30, 2017	<u>50,000</u>	<u>672,099</u>	<u>722,099</u>
Loss for the year	-	(43,300)	(43,300)
Other comprehensive income	-	-	-
Total comprehensive income for the period	-	(43,300)	(43,300)
Shareholders equity, as of September 30, 2018	<u>50,000</u>	<u>628,799</u>	<u>678,799</u>
Profit for the year	-	34,862	34,862
Shareholders equity, as of September 30, 2019	<u>50,000</u>	<u>663,661</u>	<u>713,661</u>

The notes on pages 11 to 16 form an integral part of these statements.

Notes to the financial statements for the year ended 30 September 2019

(forming part of the financial statements)

1 Accounting policies

Solomon Associates Limited is a private company, incorporated in the UK, registered number 02521797, and registered address Suite 6 The Hub, Farnborough Business Park, Fowler Avenue, Farnborough GU14 7JF, United Kingdom.

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Company's financial statements.

Use of judgments

In preparing these financial statements, the Directors of the Company have made judgements and assumptions that affect the application of the Company's accounting policies and the reported amounts of assets, liabilities, income and expenses. These judgements and underlying assumptions are reviewed on an ongoing basis and revisions to estimates are recognised prospectively.

Basis of preparation

These financial statements were prepared in accordance with Financial Reporting Standard 102 *The Financial Reporting Standard* applicable in the UK and Republic of Ireland ("FRS102") as issued August 2014. The amendments to FRS102 issued in July 2015 and effective immediately have been applied. The presentation currency of these financial statements is sterling.

The financial statements are prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards. In the transition to FRS102 from old UK GAAP, the Company has made no measurement and recognition adjustments.

The Company's ultimate parent undertaking, Munich Re, includes the Company in its consolidated financial statements. The consolidated financial statements of Munich Re are prepared in accordance with International Financial Reporting Standards as adopted by the EU and are available to the public and may be obtained from www.munichre.com. In these financial statements, the company is considered to be a qualifying entity (for the purposes of this FRS) and has applied the exemptions available under FRS 102 in respect of the following disclosures:

- Reconciliation of the number of shares outstanding from the beginning to end of the period;
- Cash Flow Statement and related notes; and
- Key Management Personnel compensation.

As the consolidated financial statements of ultimate parent undertaking include the equivalent disclosures, the Company has also taken the exemptions under FRS 102 available in respect of the following disclosures:

- The disclosures required by FRS 102.11 *Basic Financial Instruments* and FRS 102.12 *Other Financial Instrument Issues* in respect of financial instruments not falling within the fair value accounting rules of Paragraph 36(4) of Schedule 1.

Going concern

The financial statements have been prepared on the going concern basis. The Company's business activities, together with the factors likely to affect its future development, performance and position, are set out above. The Company's Statement of financial position shows net current assets of 705,734 and net assets of 713,758.

The Directors have reviewed the budget and cash flow forecasts of the Company for a period of not less than 12 months from the date of approving these financial statements and are confident that they show the Company will have sufficient resources to meet their liabilities as they fall due.

In considering the appropriateness of the going concern basis, the Directors have undertaken a risk assessment of the potential impact of the COVID-19 pandemic on the Company's expected future operational and financial performance. The risk assessment considered a range of possible forward looking scenarios with varying downsides for a period of over 12 months from the date of this report, taking account of the actions already taken to mitigate the risks to the Company's employees and operations, as well as actions available in the future as needed. Based upon their own analysis of the available information, the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Accordingly the Directors believe that it remains appropriate to prepare the financial statements on a going concern basis.

Trade and other debtors / creditors

Trade and other debtors are recognised initially at transaction price less attributable transaction costs. Trade and other creditors are recognised initially at transaction price plus attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest rate method, less any impairment losses in the case of trade debtors. If the arrangement constitutes a financing transaction, for example if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate of instrument for a similar debt instrument.

Turnover and cost of sales

Turnover (excluding value added tax) represents the income from consulting fees earned during the year. Consulting fee income is recognised and earned when consulting assignments are completed.

Tangible fixed assets

Office and Computer Equipment are carried at cost less accumulated depreciation. Depreciation rates are applied to write off the costs of fixed assets on a reducing balance basis over their estimated useful lives. Useful lives assigned to assets are as follows: computer equipment, 3 years; furniture and equipment, 3 to 7 years; software, 3 to 7 years. Upon retirement or replacement, any gain or loss is included in results of operations.

Notes to the financial statements (continued)

Taxation

The charge for taxation is based on the profit/ (loss) for the year, at current rates of tax. During the year, the tax rate used was 19%. Deferred taxation are not recognised as timing differences in the tax computations in the period are not materially different from items included in the finance statements.

Leases

Operating lease rentals are charged to the profit and loss account as they fall due over the period of the lease.

Foreign currencies

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date. All gains or losses on translation are included in the profit and loss account.

Pensions

The Company contributes to a defined contribution scheme in the UK. The pension liability recognised in the balance sheet is the value of the scheme's unfunded liabilities which fund 100% the following month. The pension cost for the scheme is the employer portion which is reflected in the Profit and Loss Account.

2 Analysis of turnover

Turnover represents consulting fees earned.

Turnover of the Company attributable to geographical markets outside the UK is £1,130,653 (2018: £785,548). The USA represented £1,130,653 for accounts greater than 10% of total turnover (2018: £785,548).

3 Staff numbers and costs

The average number of persons employed by the Company (including directors) during the year, analysed by category, was as follows:

	Number 2019	Number 2018
Technical	5	5
Administrative and management	2	2
	<hr/>	<hr/>
	7	7
	<hr/> <hr/>	<hr/> <hr/>

The aggregate payroll costs of these persons were as follows:

	2019 £	2018 £
Salaries and other benefits	794,895	580,516
Social security costs	92,663	69,753
Other pension costs	73,075	49,662
	<hr/>	<hr/>
	960,633	699,931
	<hr/> <hr/>	<hr/> <hr/>

Notes to the financial statements *(continued)*

Directors' emoluments

	2019 £	2018 £
Aggregate emoluments	115,913	159,479
The highest paid Director:		
Total amount of emoluments	115,913	110,986

Retirement benefits were accruing to one (2018: one) director under a defined contribution scheme.

Certain Directors are remunerated and paid by the immediate USA parent company, HSB Solomon Associates, LLC. The services provided to the Company form only a small part of their services to the Company and as such, any recharge would be immaterial. The remuneration of these Directors is disclosed within the financial statements of HSB Solomon Associates, LLC.

4 Operating profit

	2019 £	2018 £
Operating profit is stated after charging:		
Auditors' remuneration:		
Audit of the Company's financial statements	5,000	5,000
Land and buildings rentals under operating lease contracts	42,900	42,900
Depreciation on tangible fixed assets (Note 8):		
– owned	7,457	4,327

5 Interest payable and similar expense

	2019 £	2018 £
Interest on intercompany loan	2,431	1,023
Foreign exchange (loss)	(6,103)	(2,426)
	<u>(3,672)</u>	<u>(1,403)</u>

Notes to the financial statements (continued)

6 Taxation on profit

There is no provision for deferred tax as there are no transactions or events that have occurred by the balance sheet date that give rise to an obligation to pay more tax in the future or a right to pay less tax in the future.

	2019 £	2018 £
UK Corporation tax charge	9,922	(9,672)
Tax charges on profit	9,922	(9,672)

The tax for the period differed from the standard rate of corporation tax in the UK: 19% (2018: 19%).
The differences are explained below:

	2019 £	2018 £
Profit/(loss) before taxation	<u>44,784</u>	<u>(52,972)</u>
Profit multiplied by standard rate of corporation tax in the UK of 19% (2018: 19%)	8,509	(10,065)
Expenses not deductible for tax purposes	72	(100)
Excess of pension contributions above pension charge	-	-
Depreciation in excess of capital allowances/other timing differences	1,341	493
Current tax charges for the period	<u>9,922</u>	<u>(9,672)</u>

During the year, the tax rate used was 19%, as a result of the change in the UK main corporation tax rate to 19% which was effective from 1 April 2017.

A reduction in the UK corporation tax rate from 19% to 17% (effective 1 April 2020) was substantively enacted on 6 September 2016. The March 2020 Budget announced that a rate of 19% would continue to apply with effect from 1 April 2020, and this change was substantively enacted on 17 March 2020. This will increase the company's future current tax charge accordingly.

7 Related party transactions

The Company is a wholly owned subsidiary of HSB Solomon Associates, LLC. (registered address – 5400 LBJ Freeway, Suite 1400, Dallas, Texas 75240. HSB Solomon Associates, LLC is the parent undertaking of the smallest group of undertakings of which the Company is a member and for which group accounts are drawn up. Copies of HSB Solomon Associates, LLC group financial statements can be obtained from the Company Secretary of HSB Solomon Associates, LLC at One State Street, PO Box 5024, Hartford, CT, USA 06102-5024.

As a wholly owned subsidiary, the Company has taken advantage of the exemption available under paragraph 33.1A of FRS 102 not to disclose related party transactions with members of the group.

The Company's ultimate owner is Munich Re (corporate address – Königinstr 107, 80802 Munich, Germany), which is incorporated in Germany.

Notes to the financial statements (continued)

8 Tangible fixed assets

	Office and Computer equipment £
Cost	
At 1 October 2018	33,116
Additions	0
Disposals	(0)
	<hr/>
At 30 September 2019	33,116
	<hr/> <hr/>
Depreciation	
At 1 October 2018	17,635
Charge for year	7,457
	<hr/>
At 30 September 2019	25,092
	<hr/> <hr/>
Net book value	
At 30 September 2019	8,024
At 30 September 2018	15,481

9 Debtors

	2019 £	2018 £
Amounts falling due within one year:		
Amounts owed by group undertakings	454,489	270,289
Prepayments and accrued income	35,776	33,857
Corporate tax receivable	3,457	0
	<hr/>	<hr/>
	493,722	304,146
	<hr/> <hr/>	<hr/> <hr/>

10 Creditors: amounts falling due within one year

	2019 £	2018 £
Other taxation and social security payable	30,449	20,549
Accruals	78,812	5,168
Pension costs	15,152	10,101
Corporation tax payable	0	1,054
Deferred rent	4,267	5,730
	<hr/>	<hr/>
	128,680	42,602
	<hr/> <hr/>	<hr/> <hr/>

Notes to the financial statements (continued)

11 Called up share capital

	2019	2018
	£	£
Authorised, allotted, issued and fully paid Equity: 50,000 Ordinary shares of £1 each	50,000	50,000
	<u>50,000</u>	<u>50,000</u>

12 Commitments

Non-cancellable operating lease rentals are payable as follows:

	2019 Land and buildings £	2018 Land and Buildings £
Operating leases expiring:		
- within one year	32,300	32,300
- in two years	61,908	94,208
	<u>94,208</u>	<u>126,508</u>

The prior year comparisons has been revised to reflect the current presentation of the lease commitments.

13 Subsequent Events

There were no subsequent events requiring adjustment to the financial statements or disclosure through 18 June 2020, the date that the Company's financial statements were issued.