

Unaudited Financial Statements
for the Year Ended 31 July 2024
for
Seven Stars Legal Limited

Seven Stars Legal Limited

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for the year ended 31 July 2024**

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Seven Stars Legal Limited
Company Information
for the year ended 31 July 2024

DIRECTORS:

D T R Webster
A C Neal
J A B Walls

REGISTERED OFFICE:

1 Charterhouse Mews
London
EC1M 6BB

REGISTERED NUMBER:

14229552 (England and Wales)

ACCOUNTANTS:

ansteybond
1 Charterhouse Mews
London
EC1M 6BB

Balance Sheet
31 July 2024

	Notes	2024 £	2023 £
FIXED ASSETS			
Investments	4	25,402	-
CURRENT ASSETS			
Debtors	5	13,716,986	2,481,436
Cash at bank		190,694	938,914
		<u>13,907,680</u>	<u>3,420,350</u>
CREDITORS			
Amounts falling due within one year	6	(345,789)	(10,799)
NET CURRENT ASSETS		<u>13,561,891</u>	<u>3,409,551</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		13,587,293	3,409,551
CREDITORS			
Amounts falling due after more than one year	7	(13,996,733)	(3,530,273)
NET LIABILITIES		<u>(409,440)</u>	<u>(120,722)</u>
CAPITAL AND RESERVES			
Called up share capital		1,000	1,000
Retained earnings		(410,440)	(121,722)
SHAREHOLDERS' FUNDS		<u>(409,440)</u>	<u>(120,722)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2024.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2024 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

Balance Sheet - continued
31 July 2024

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

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

.....
A C Neal - Director

Seven Stars Legal Limited

Notes to the Financial Statements for the year ended 31 July 2024

1. STATUTORY INFORMATION

Seven Stars Legal 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

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

When a loan is originated, arrangement fees associated with loan origination are recognised as revenue in full at the point of loan disbursement.

Loan interest is accounted for on an accrual basis throughout the loan term, using the effective interest method.

Case and Success fees are recognised as revenue when the related services are completed and the fees are earned.

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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

Commission payments

Commission payments related to bond transactions are amortised over the life of the bond.

Coupon interest

Coupon interest is recognised in the Profit or Loss statement on an accruals basis.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 3 (2023 - 2).

Seven Stars Legal Limited

Notes to the Financial Statements - continued
for the year ended 31 July 2024

4. **FIXED ASSET INVESTMENTS**

	Shares in group undertakings £
COST	
Additions	25,402
At 31 July 2024	<u>25,402</u>
NET BOOK VALUE	
At 31 July 2024	<u><u>25,402</u></u>

5. **DEBTORS**

	2024 £	2023 £
Amounts falling due within one year:		
Other debtors	<u>2,104,855</u>	<u>772,732</u>
Amounts falling due after more than one year:		
Other debtors	<u>11,612,131</u>	<u>1,708,704</u>
Aggregate amounts	<u><u>13,716,986</u></u>	<u><u>2,481,436</u></u>

Other debtors breakdown:

	£ 2024	£ 2023
Amounts falling due within one year:		
Other debtors	-	380,828
Deferred tax	136,037	40,574
Deferred commission	1,967,705	350,330
Directors loan account	1,113	1,000
	<u>2,104,855</u>	<u>772,732</u>
Amounts falling due after more than one year:		
FFA agreements	<u>11,612,131</u>	<u>1,708,704</u>
	<u><u>11,612,131</u></u>	<u><u>1,708,704</u></u>

6. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2024 £	2023 £
Other creditors	<u>345,789</u>	<u>10,799</u>

7. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2024 £	2023 £
Bonds issued	<u>13,996,733</u>	<u>3,530,273</u>

Seven Stars Legal Limited

Notes to the Financial Statements - continued for the year ended 31 July 2024

8. RELATED PARTY DISCLOSURES

At the balance sheet date, included within Other Debtors, is a balance of £1,112.50 owed to the company from the director, D Webster.

At the balance sheet date, included within Other Debtors, is a balance of £633,664 owed to the company from Lawthority Ltd of which A Neal a director of Seven Stars Legal Limited, is also a director of.

During the period transactions in relation to commission, consultancy and directorial services, were accrued amounting to £169,790 for Redwood Trustees Ltd, a company owned by D Webster, a director of Seven Stars Legal Limited.

During the period transactions, in relation to directors' fees, amounting to £32,500 were made to A Neal and D Webster, directors of Seven Stars Legal Limited, in relation to consultancy services to the company.

9. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is D T R Webster.

10. CHARGES

At the balance sheet date City Partnership Trustee Limited and Verdant Trustees LTD holds fixed and floating charges over the assets of the company to act as security trustee for and on behalf of all Bondholders.

**Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
Seven Stars Legal Limited**

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Seven Stars Legal Limited for the year ended 31 July 2024 which comprise the Income Statement, Balance Sheet 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 within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Seven Stars Legal Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Seven Stars Legal Limited and state those matters that we have agreed to state to the Board of Directors of Seven Stars Legal Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Seven Stars Legal Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Seven Stars Legal Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Seven Stars Legal Limited. You consider that Seven Stars Legal 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 Seven Stars Legal 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 financial statements.

ansteybond
1 Charterhouse Mews
London
EC1M 6BB

Date: