
MEDCO REGISTRATION SOLUTIONS
(A Company Limited by Guarantee)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

MEDCO REGISTRATION SOLUTIONS
(A Company Limited by Guarantee)

COMPANY INFORMATION

Directors	D E Bott S E Brown S J Fielding K Fox M A Heskins Dr S Kumar S Margolis J Proctor B Simpson (appointed 11 February 2020) N J Teasdale
Registered number	09295557
Registered office	Linford Wood House Capital Drive Linford Wood Milton Keynes MK14 6XT
Independent auditor	Nexia Smith & Williamson Chartered Accountants & Statutory Auditor 4th Floor Cumberland House 15-17 Cumberland Place Southampton Hampshire SO15 2BG

MEDCO REGISTRATION SOLUTIONS
(A Company Limited by Guarantee)

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MEDCO REGISTRATION SOLUTIONS
(A Company Limited by Guarantee)

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2019

The directors present their report and the financial statements for the year ended 31 December 2019.

Principal activity

Medco is a not for profit organisation whose principal activity is to govern and facilitate the sourcing of medical reports in soft tissue injury claims brought under the Ministry of Justice's Pre-Action Protocol for Low Value Personal Injury Claims in Road Traffic Accidents, providing fit for purpose quality medical reports and accreditation of medical experts. The system went live on 6th April 2015. Medical Experts, Medical Reporting Organisation's and commissioners of Medical Reports must register with Medco in order to be able to provide or commission medico-legal reports in relation to soft tissue personal injury claims.

Business review

As anticipated, Government reforms to lower value RTA personal injury claims, and completing phase 1 of the programme to audit all operational MROs, continued to be at the forefront of MedCo's work during 2019.

The programme to deliver a solution for the proposed reforms was a major challenge. As a result of this further work on the review of the charging policy was postponed until 2020.

Projects completed during 2019 included:

- Launch of accreditation annual CPD for medical experts
- Corporate rebrand
- New website

The continued success of MedCo's audit programme in identifying MROs which did not comply with the relevant qualifying criteria resulted in an overall reduction of operational MROs. As at 31 December 2019, the number of MROs that were classified as operational on the MedCo system were 11 Tier 1 and 40 Tier 2 (10 and 55 respectively as at 31/12/2018). The number of operational DMEs did not fluctuate (712 as at 31/12/2019).

The implementation, and impact on Users, of the Government reforms will continue to be a major factor to be considered in 2020.

Directors

The directors who served during the year were:

D E Bott
S E Brown
S J Fielding
K Fox (appointed 10 December 2019)
M A Heskins
Dr S Kumar
S Margolis
J Proctor
N J Teasdale

MEDCO REGISTRATION SOLUTIONS
(A Company Limited by Guarantee)

DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019

Disclosure of information to auditor

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditor is unaware; and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Post balance sheet events

The impact of COVID-19, which is generally accepted to be a non-adjusting post balance sheet event for entities reporting as at 31 December 2019, has been to disrupt business process and operations significantly. The directors have been monitoring the development of the impact of COVID-19 both directly on the Company's business and indirectly through reviewing the development of government policy and advice. Currently it is not possible to estimate the financial impact of COVID-19 due to the continued uncertainty surrounding its duration and future government policy and advice initiatives.

Auditor

The auditor, Nexia Smith & Williamson, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

Small companies' note

In preparing this report, the directors have taken advantage of the small companies' exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board and signed on its behalf.


M A Heskins (Jul 31, 2020 12:22 GMT+1)

M A Heskins
Director

Date: 31/07/2020

MEDCO REGISTRATION SOLUTIONS
(A Company Limited by Guarantee)

DIRECTORS' RESPONSIBILITIES STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2019

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 the directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 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 for the Company's financial statements and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

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 to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MEDCO REGISTRATION SOLUTIONS

Opinion

We have audited the financial statements of Medco Registration Solutions (the 'Company') for the year ended 31 December 2019 which comprise the Statement of Income and Retained Earnings, the Balance Sheet and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2019 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Emphasis of matter

We draw attention to notes 2.2 and 10 of the financial statements, which describe the impact of COVID-19 on the Company. Our opinion is not modified in respect of this matter.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MEDCO REGISTRATION SOLUTIONS (CONTINUED)

Other information

The other information comprises the information included in the Directors' Report and financial statements, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us 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 prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemption in preparing the Directors' Report and from the requirement to prepare a Strategic Report.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement set out on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for 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 the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MEDCO REGISTRATION SOLUTIONS
(CONTINUED)**

Auditor's responsibilities for the audit of the financial statements

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 an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

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.

Nexia Smith & Williamson

Nexia Smith & Williamson (Aug 6, 2020 10:35 GMT+1)

Julie Mutton (Senior Statutory Auditor)

for and on behalf of

Nexia Smith & Williamson

Chartered Accountants
Statutory Auditor

4th Floor Cumberland House
15-17 Cumberland Place
Southampton
Hampshire
SO15 2BG
Date: 06/08/2020

MEDCO REGISTRATION SOLUTIONS
(A Company Limited by Guarantee)

STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED 31 DECEMBER 2019

	2019 £	2018 £
Turnover	2,213,724	2,665,766
Gross profit	2,213,724	2,665,766
Administrative expenses	(3,073,120)	(2,808,085)
Other operating income	-	42,465
Operating loss	(859,396)	(99,854)
Interest receivable and similar income	11,344	-
Loss before tax	(848,052)	(99,854)
Tax on loss	(2,155)	-
Loss after tax	(850,207)	(99,854)
Retained earnings at the beginning of the year	5,078,588	5,178,442
Loss for the year	(850,207)	(99,854)
Retained earnings at the end of the year	4,228,381	5,078,588

MEDCO REGISTRATION SOLUTIONS
(A Company Limited by Guarantee)
REGISTERED NUMBER:09295557

BALANCE SHEET
AS AT 31 DECEMBER 2019

	Note	2019 £	2018 £
Fixed assets			
Intangible assets	4	816,757	890,237
Tangible assets	5	-	849
		<u>816,757</u>	<u>891,086</u>
Current assets			
Debtors: amounts falling due within one year	6	254,765	652,842
Cash at bank and in hand		4,443,344	5,021,383
		<u>4,698,109</u>	<u>5,674,225</u>
Creditors: amounts falling due within one year	7	(1,286,485)	(1,486,723)
Net current assets		<u>3,411,624</u>	<u>4,187,502</u>
Net assets		<u><u>4,228,381</u></u>	<u><u>5,078,588</u></u>
Capital and reserves			
Retained earnings		4,228,381	5,078,588
Shareholders' funds		<u><u>4,228,381</u></u>	<u><u>5,078,588</u></u>

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

M A Heskins

M A Heskins (Jul 31, 2020 12:22 GMT+1)

M A Heskins
 Director

Date: 31/07/2020

The notes on pages 9 to 15 form part of these financial statements.

MEDCO REGISTRATION SOLUTIONS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

1. General information

Medco Registration Solutions is a private company, limited by guarantee, domiciled and incorporated in England and Wales (registered number: 09295557). The address of the registered office is Linford Wood House, Capital Drive, Linford Wood, Milton Keynes, MK14 6XT.

The Company's functional and presentational currency is GBP.

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 following principal accounting policies have been applied:

2.2 Going concern

In the light of the current pandemic, cash flow projections have been reviewed and it has been concluded that the Company has adequate resources to continue its activities for the foreseeable future, that is for at least 12 months from the date of approval of these financial statements. The directors consider that there is no material uncertainty over the Company's status as a going concern. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

2.3 Turnover

Turnover includes contributions received from members, which are recognised in the period to which they relate. Annual subscriptions are recognised in income over the period covered by the subscription. The value that has been invoiced but not yet recognised as income is held within deferred income.

Any surplus made is retained in reserves on the Balance Sheet to be utilised against future expenditure.

2.4 Other income

Other income relates to conferences held by the Company for the benefit of its members. Conference income is recognised when revenue has been earned.

MEDCO REGISTRATION SOLUTIONS
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

2. Accounting policies (continued)

2.5 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.

Amortisation is provided on the following basis:

Database	-	20% straight-line
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2.6 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:

Office equipment	-	3 years
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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 Income and Retained Earnings.

MEDCO REGISTRATION SOLUTIONS
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

2. Accounting policies (continued)

2.7 Financial instruments

Financial assets and financial liabilities are recognised in the Balance Sheet when the Company becomes a party to the contractual provisions of the instrument.

Trade and other debtors and creditors are classified as basic financial instruments and measured at initial recognition at transaction price. Debtors and creditors are subsequently measured at amortised cost using the effective interest rate method. A provision is established when there is objective evidence that the Company will not be able to collect all amounts due.

Cash and cash equivalents are classified as basic financial instruments and comprise cash in hand and at bank, short-term bank deposits with an original maturity of three months or less and bank overdrafts which are an integral part of the Company's cash management.

Financial liabilities are classified in accordance with the substance of the contractual arrangements entered into and the definitions of a financial liability.

Interest bearing bank loans, overdrafts and other loans which meet the criteria to be classified as basic financial instruments are initially recorded at the present value of cash payable to the bank, which is ordinarily equal to the proceeds received net of direct issue costs. These liabilities are subsequently measured at amortised cost, using the effective interest rate method.

2.8 Taxation

Tax is recognised in the Statement of Income and Retained Earnings, 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 directors, during the year was Nil (2018: Nil).

MEDCO REGISTRATION SOLUTIONS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

4. Intangible assets

	Database £
Cost	
At 1 January 2019	1,527,697
Additions	232,059
At 31 December 2019	1,759,756
Amortisation	
At 1 January 2019	637,460
Charge for the year	305,539
At 31 December 2019	942,999
Net book value	
At 31 December 2019	816,757
<i>At 31 December 2018</i>	890,237

MEDCO REGISTRATION SOLUTIONS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

5. Tangible fixed assets

	Office equipment £
Cost	
At 1 January 2019	4,333
Disposals	(1,665)
At 31 December 2019	2,668
Depreciation	
At 1 January 2019	3,484
Charge for the year	508
Disposals	(1,324)
At 31 December 2019	2,668
Net book value	
At 31 December 2019	-
<i>At 31 December 2018</i>	849

6. Debtors

	2019 £	2018 £
Trade debtors	66,240	115,500
Other debtors	14,658	9,400
Prepayments and accrued income	21,673	114,635
VAT recoverable	152,194	413,307
	254,765	652,842

MEDCO REGISTRATION SOLUTIONS
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

7. Creditors: Amounts falling due within one year

	2019 £	2018 £
Trade creditors	275,592	232,443
Corporation tax	2,155	-
Other creditors	19,000	600
Accruals and deferred income	989,738	1,253,680
	<u>1,286,485</u>	<u>1,486,723</u>

8. Company status

The Company is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £5 towards the assets of the Company in the event of liquidation.

9. Related party transactions

During the year, charges were incurred from the sole tradership of a director of Medco Registration Solutions. These charges related to the provision of directorship services and totalled £121,741 (2018: £108,000). At 31 December 2019, a balance of £Nil (2018: £9,000) was outstanding.

Charges were incurred from the Association of Personal Injury Lawyers, a company which one of the directors is also a director of. These charges totalled £Nil (2018: £27,083) and £Nil (2018: £Nil) was outstanding at the year end.

Charges were incurred from Horsforth Modern Art and Science Limited, a company which one of the directors is also a director of. These charges totalled £11,811 (2018: £2,250) and £Nil (2018: £1,200) was outstanding at the year end.

Several members of the board of Medco Registration Solutions are also board members or practitioners of various medical practices and institutions that are registered on the Medco database. These practices and institutions pay subscriptions to Medco Registration Solutions and these transactions are carried out on an arm's length basis. The board member's involvement grants no benefit to the individual or their associated entities.

There were no employees during the period and no director received any emoluments. Therefore, no Key Management Personnel disclosure has been made.

MEDCO REGISTRATION SOLUTIONS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

10. Post balance sheet events

The impact of COVID-19, which is generally accepted to be a non-adjusting post balance sheet event for entities reporting as at 31 December 2019, has been to disrupt business process and operations significantly. The directors have been monitoring the development of the impact of COVID-19 both directly on the Company's business and indirectly through reviewing the development of government policy and advice. Currently it is not possible to estimate the financial impact of COVID-19 due to the continued uncertainty surrounding its duration and future government policy and advice initiatives.

11. Controlling party

Given the fact that the Company is limited by guarantee, there is no controlling party.



Our ref: DA/MEDCO/LOR/2019

Letter of representation from entity to auditors

Nexia Smith & Williamson
Cumberland House
15-17 Cumberland Place
Southampton
SO15 2BG

31/07/2020
.....

Dear Sirs

This representation letter is provided in connection with your audit of the financial statements of Medco Registration Solutions for the year ended 31 December 2019 for the purpose of expressing an opinion as to whether the financial statements give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice ("UK GAAP") including FRS 102 The Financial Reporting Standard applicable in the UK and the Republic of Ireland ("FRS 102"). We confirm that the following representations are made on the basis of enquiries of management and staff with relevant knowledge and experience (and, where appropriate, of inspection of supporting documentation) sufficient to satisfy ourselves that we can properly make each of the following representations to you:

Financial statements

1. We have fulfilled our responsibilities under the Companies Act 2006 for the preparation of the financial statements in accordance with UK GAAP including FRS 102; in particular the financial statements give a true and fair view in accordance therewith.
2. Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable.
3. We have disclosed the identity of all related parties and all related party relationships and transactions of which we are aware. Any related party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of UK GAAP including FRS 102.
4. All events subsequent to the date of the financial statements and for which UK GAAP including FRS 102 require adjustment or disclosure have been adjusted or disclosed.
5. We confirm that you have requested us to adjust all misstatements identified during your audit and we have made all the adjustments we consider necessary to the financial statements. We have not adjusted for all misstatements as we consider the effects of uncorrected misstatements are immaterial, both individually and in the aggregate, to the financial statements as a whole. A list of the uncorrected misstatements, other than those which are clearly trivial, is attached to this letter.

Email: enquiries@medco.org.uk

www.medco.org.uk



6. The company has had at no time during the year any arrangement, transaction or agreement to provide credit facilities including loans, quasi-loans or credit transactions for directors nor to guarantee or provide security for such matters.
7. We acknowledge our responsibility for the design, implementation and maintenance of internal control to prevent and detect fraud.

Information provided

8. We have provided you with:
 - access to all information of which we are aware that is relevant to the preparation of the financial statements such as records, documentation and other matters;
 - additional information that you have requested from us for the purpose of the audit; and
 - unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence.
9. All transactions have been recorded in the accounting records and are reflected in the financial statements.
10. We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
11. We have disclosed to you all information in relation to fraud or suspected fraud that we are aware of and that affects the entity and involves:
 - management;
 - employees who have significant roles in internal control; or
 - others where the fraud could have a material effect on the financial statements.
12. We have disclosed to you all information in relation to allegations of fraud, or suspected fraud, affecting the entity's financial statements communicated by employees, former employees, or others.
13. We have disclosed to you all known instances of non-compliance or suspected non-compliance with laws and regulations, and accounted for and disclosed all known actual or possible litigation and claims whose effects should be considered when preparing financial statements in accordance with the applicable financial reporting framework.

Going concern

14. In our opinion, the company is a going concern and the period over which we have considered the company's ability to continue as a going concern is at least 12 months from the date of this letter.

Specific representations

15. We confirm that the deferred income balance of £856,364 is in all material respects appropriate and complete.



Yours faithfully

MA Heskins
MA Heskins (Jul 31, 2020 12:22 GMT+1)

..... Director

31/07/2020
..... Date

Signed on behalf of the board of directors



Appendix

Uncorrected misstatements other than those which are clearly trivial

Numerical audit differences

	Balance sheet		Profit and loss	
	Dr	Cr	Dr	Cr
FACTUAL MISSTATEMENTS				
Deferred Income	2,630			
Revenue				2,630
<i>Being to adjust the year end deferred income balance relating to manual deferred income</i>				
Accruals		2,986		
Application Support			2,986	
<i>Being to adjust for portion of DAC Beechcroft invoice (430032659) not accrued</i>				
Deferred Income	18,000			
Revenue				18,000
<i>Being the value of old invoices on the deferred income schedule that should have been released to revenue</i>				
PROJECTED MISSTATEMENTS				
Admin Expenses			11,784	
Accruals		11,784		
<i>Being the extrapolated error in accruals due to the under accrual of Bond Solon invoice SIN203123</i>				
PRIOR YEAR UNCORRECTED MISSTATEMENTS AFFECTING THE CURRENT YEAR				
Retained Earnings B/fwd		9,883		
Revenue			9,883	
<i>Being the extrapolated difference on deferred income due to it being calculated on a monthly basis rather than a daily basis</i>				