

**BARCLAYS PRIVATE BANK**

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**



**REGISTERED NUMBER: 01957770**

**Directors' Report and Financial Statements  
For the year ended 31 December 2016****Index**

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**Directors' Report****For the year ended 31 December 2016**

The Directors present their annual report together with the financial statements of Barclays Private Bank (the "Company") for the year ended 31 December 2016.

The Company has taken an exemption from preparing the Strategic Report in accordance with S414B of the Companies Act 2006.

**Business Review**

The Company did not carry on any business during the year or the previous year and has not incurred any liabilities. The Company is expected to be liquidated in the next 12 months.

During the year the Company did not make a profit or loss. An interim dividend of £2,000,000 was paid on 7 December 2016.

**Directors**

The Directors of the Company, who served during the year and up to the date of signing the financial statements, together with their dates of appointment and resignation where appropriate, are as shown below:

N S Arnold      (resigned 04 May 2016)  
C K H Lim      (appointed 11 August 2016)  
P G Yeates

**Statement of Directors' responsibilities**

The following statement, which should be read in conjunction with the Auditors' report set out on pages 3 and 4, is made with a view to distinguishing for shareholders the respective responsibilities of the Directors and of the Auditors in relation to the accounts.

The Directors are required by the Companies Act 2006 to prepare accounts for each financial year. The Directors have prepared the accounts in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union, to present fairly the financial position of the Company and the performance of that period. The Companies Act 2006 provides, in relation to such accounts, that references to accounts giving a true and fair view are references to fair presentation.

The Directors consider that in preparing the financial statements on pages 6 to 9:

- The Company has used appropriate accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates;
- That all the accounting standards which they consider to be applicable have been followed; and
- That the financial statements have been appropriately prepared on a basis other than going concern.

**Directors' Report****For the year ended 31 December 2016****Statement of Directors' responsibilities (continued)**

The Directors have responsibility for ensuring that the Company keeps accounting records which disclose with reasonable accuracy the financial position of the Company and which enable them to ensure 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.

**Directors' third party indemnity provisions**

Qualifying third-party indemnity provisions were in force (as defined by section 234 of the Companies Act 2006) during the course of the financial year ended 31 December 2016 for the benefit of the then Directors and, at the date of this report, are in force for the benefit of the Directors in relation to certain losses and liabilities which may occur (or have occurred) in connection with their duties, powers or office.

**Independent auditors**

As the Company has not had any transactions during recent prior years there has been no requirement for an audit to be undertaken but due to the payment of a dividend this year to move towards closure an audit is required this year and PricewaterhouseCoopers LLP have confirmed their willingness to audit this year's financial statements in accordance with Section 487 of the Companies Act 2006.

**Statement of disclosure of information to auditors**

So far as the Directors are aware, there is no relevant audit information of which the Company's Auditors are unaware. The Directors have taken all the steps that they ought to have taken as Directors in order to make themselves aware of any relevant audit information and to establish that the Company's Auditors are aware of that information.

**FOR AND ON BEHALF OF THE BOARD**  
**CHARLIE LIM**  
**Director**  
27<sup>th</sup> June 2017

**Independent Auditors' Report to the members of Barclays Private Bank  
For the year ended 31 December 2016**

## **Report on the financial statements**

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### **Our opinion**

In our opinion, Barclays Private Bank's financial statements (the "financial statements"):

- give a true and fair view of the state of the Company's affairs as at 31 December 2016 and of its result and cash flows for the year then ended;
- have been properly prepared in accordance with International Financial Reporting Standards ("IFRSs") as adopted by the European Union; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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### **Emphasis of matter - Basis of preparation**

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure made in note 3 to the financial statements concerning the basis of preparation. Following the year end the Directors have decided that the entity will cease trading and the entity will be liquidated in the next 12 months. Accordingly, the going concern basis of preparation is no longer appropriate and the financial statements have been prepared on a basis other than going concern as described in note 3 to the financial statements. No adjustments were necessary in these financial statements to reduce assets to their realisable values, to provide for liabilities arising from the decision or to reclassify fixed assets and long-term liabilities as current assets and liabilities.

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### **What we have audited**

The financial statements, included within the Directors' Report and Financial Statements (the "Annual Report"), comprise:

- the Statement of Financial Position as at 31 December 2016;
- the Statement of Comprehensive Income for the year then ended;
- the Statement of Cash Flows for the year then ended;
- the Statement of Changes in Equity for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is IFRSs as adopted by the European Union, and applicable law.

In applying the financial reporting framework, the Directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

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### **Opinion on other matter prescribed by the Companies Act 2006**

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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.

**Independent Auditors' Report to the members of Barclays Private Bank****For the year ended 31 December 2016**

In addition, in light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we are required to report if we have identified any material misstatements in the Directors' Report. We have nothing to report in this respect.

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**Other matters on which we are required to report by exception**

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**Adequacy of accounting records and information and explanations received**

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

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

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**Directors' remuneration**

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of Directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

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**Entitlement to exemptions**

Under the Companies Act 2006 we are required to report to you if, in our opinion, the Directors were not entitled to take advantage of the small companies exemption from preparing a strategic report. We have no exceptions to report arising from this responsibility.

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**Responsibilities for the financial statements and the audit**

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**Our responsibilities and those of the Directors**

As explained more fully in the Statement of Directors' responsibilities set out on pages 1 and 2, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the Company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

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**What an audit of financial statements involves**

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We conducted our audit in accordance with ISAs (UK & Ireland). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

**Independent Auditors' Report to the members of Barclays Private Bank**

**For the year ended 31 December 2016**

- whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the Directors; and
- the overall presentation of the financial statements.

We primarily focus our work in these areas by assessing the Directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

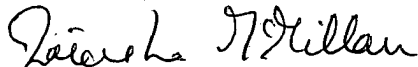
In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report. With respect to the Directors' Report, we consider whether this report includes the disclosures required by applicable legal requirements.

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**Other matter**

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The financial statements for the year ended 31 December 2015, forming the corresponding figures of the financial statements for the year ended 31 December 2016, are unaudited.



Natasha McMillan (Senior Statutory Auditor)  
for and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
London

27 June 2017

**Statement of Comprehensive Income  
For the year ended 31 December 2016**

	Note	2016 £000	Unaudited 2015 £000
<b>Profit and total comprehensive income before taxation</b>		-	-
Taxation		-	-
<b>Profit and total comprehensive income for the year</b>		<u>-</u>	<u>-</u>

The accompanying notes on pages 10 to 13 form an integral part of these financial statements.



**Statement of Financial Position**  
**As at 31 December 2016**

	Note	2016 £000	Unaudited 2015 £000
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	5	78	2,078
<b>TOTAL ASSETS</b>		<u>78</u>	<u>2,078</u>
<b>EQUITY</b>			
Share capital	6	-	-
Retained earnings	7	78	2,078
<b>TOTAL EQUITY</b>		<u>78</u>	<u>2,078</u>

The Directors received no remuneration.

The accompanying notes on pages 10 to 13 form an integral part of these financial statements.

The financial statements were approved by the Board of Directors and authorised for issue on 26<sup>th</sup> June 2017 and were signed on its behalf by:



**CHARLIE LIM**  
**Director**

27<sup>th</sup> June 2017

**Statement of changes in equity**  
**For the year ended 31 December 2016**

	Note	Share capital £'000	Retained earnings £'000	Total Equity £'000
At 1 January 2016		-	2,078	2,078
Profit and total comprehensive income for the year		-	-	-
Dividends paid	4	-	(2,000)	(2,000)
<b>At 31 December 2016</b>		<b>-</b>	<b>78</b>	<b>78</b>

		Share capital £'000	Retained earnings £'000	Total Equity £'000
At 1 January 2015 Unaudited		-	2,078	2,078
Profit and total comprehensive income for the year		-	-	-
Dividends paid		-	-	-
At 31 December 2015 Unaudited		-	2,078	2,078

The accompanying notes on pages 10 to 13 form an integral part of these financial statements.

**Statement of Cash Flows**  
**For the year ended 31 December 2016**

	2016 £'000	Unaudited 2015 £'000
Reconciliation of profit before tax to net cash flows from operating activities		
Profit before tax	-	-
<b>Net cash from operating activities</b>	-	-
Cash flows from investing activities	-	-
<b>Net cash from investing activities</b>	-	-
Cash flows from financing activities	-	-
Dividends paid	(2,000)	-
	(2,000)	-
<b>Net cash used in financing activities</b>	-	-
Net decrease in cash and cash equivalents	(2,000)	-
Cash and cash equivalents at 1 January	2,078	2,078
<b>Cash and cash equivalents at 31 December</b>	<b>78</b>	<b>2,078</b>

The accompanying notes on pages 10 to 13 form an integral part of these financial statements.

**Notes to the Financial Statements**  
**For the year ended 31 December 2016**

**1. Reporting entity**

These financial statements are prepared for Barclays Private Bank (the 'Company'), which has been dormant for many years but as part of the process of preparing it for liquidation paid a dividend during the year so was therefore no longer a dormant entity. The financial statements are prepared for the Company only. The Company is a wholly owned subsidiary of B.P.B. (Holdings) Limited and its ultimate parent company is Barclays PLC, which prepares consolidated financial statements in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union.

The Company is a private unlimited company, domiciled and incorporated in the United Kingdom. The address of the registered office is 1 Churchill Place, London, E14 5HP.

**2. Compliance with International Financial Reporting Standards**

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) and interpretations (IFRICs) issued by the Interpretations Committee, as published by the International Accounting Standards Board (IASB) and adopted by the European Union. The principal accounting policies applied in the preparation of the financial statements are set out below. These policies have been consistently applied.

**3. Summary of significant accounting policies**

**Basis of preparation**

The financial statements have been prepared under the historical cost convention. They are stated in thousand of Pounds Sterling (£000), the currency of the country in which the Company is incorporated.

The prior year financial statements are unaudited. The preparation of financial statements in accordance with the UK Companies Act 2006 as applicable to companies using IFRS, requires the use of certain critical accounting estimates. It also requires management to exercise judgement in the process of applying the accounting policies. The notes to the financial statements set out those areas involving a higher degree of judgement or complexity, or areas where assumptions are significant to the financial statements.

No adjustments were necessary in these financial statements to reduce assets to their realisable values, to provide for liabilities arising from the decision or to reclassify fixed assets and long-term liabilities as current assets and liabilities.

The company did not carry on any business during the year or the previous year. The directors of Barclays Private Bank intend to liquidate the entity in the next 12 months. The financial statements have been prepared on a basis other than a going concern.

**Notes to the Financial Statements (continued)**  
**For the year ended 31 December 2016**

**Critical accounting estimates and judgements**

There are no areas of critical accounting estimates or judgements in the financial statements.

**a) Cash and cash equivalents**

For the purpose of the statement of cash flow, cash comprises cash in hand, demand deposits and cash equivalents. Cash equivalents comprise highly liquid investments that are convertible into cash with an insignificant risk of changes in value with original maturities of less than three months.

**Notes to the Financial Statements (continued)**  
**For the year ended 31 December 2016**

**4. Dividends on ordinary shares**

An analysis of dividends paid is as follows:

	2016 £'000	Unaudited 2015 £'000
Interim paid 31 December 2016 £1,000,000 per share. (2015: £nil)	2,000	-

**5. Cash and cash equivalents**

	2016 £000	Unaudited 2015 £000
Cash and cash equivalents	78	2,078

**6. Share capital**

Particulars of the Company's share capital were as follows:

The issued share capital of the Company is £2 (2015: £2), comprising 2 (2015: 2) ordinary shares of £1 each.

**7. Retained earnings**

	2016 £000	Unaudited 2015 £000
At 1 January **	2,078	2,078
Total comprehensive income for the year	-	-
Dividends paid	(2,000)	-
<b>At 31 December</b>	<b>78</b>	<b>2,078</b>

\*\* opening balance adjustment to reflect £21k funds received from Barclays Private Bank parent company B.P.B Holdings Ltd to settle intercompany debtor position.

**Notes to the Financial Statements (continued)**  
**For the year ended 31 December 2016**

**8. Related party transactions**

There have been no transactions with related parties requiring disclosure in either 2016 or 2015. The Company has been dormant for many years but as part of the process of preparing it for liquidation paid a dividend during the year so was therefore no longer a dormant entity and all statutory audit fees are paid by the parent company.

	Parent Company
<b>Balances outstanding at 31 December 2016</b>	£000
Cash and cash equivalents	78
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	Parent Company
<b>Balances outstanding at 31 December 2015</b>	£000
<b>Unaudited</b>	
Cash and cash equivalents	2,078
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**9. Parent undertaking and ultimate holding company**

The immediate parent undertaking of the Company is B.P.B. (Holdings) Limited. The parent undertaking of the smallest group that presents consolidated financial statements is Barclays Bank PLC. The ultimate holding company and the parent company of the largest group that presents group financial statements is Barclays PLC. Both companies are incorporated in the United Kingdom and registered in England. Barclays Bank PLC's and Barclays PLC's statutory financial statements are available from Barclays Corporate Secretariat, 1 Churchill Place London E14 5HP.