

Company Number: 6524710

ICAP US INVESTMENT COMPANY
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2014

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ICAP US INVESTMENT COMPANY

Directors' Report for the year ended 31 March 2014

Company Number: 6524710

The directors present their directors report and the audited financial statements of ICAP US Investment Company (the 'Company') for the year ended 31 March 2014.

PRINCIPAL ACTIVITY

The Company is an investment holding company for the Group. It is anticipated that the Company will continue its present business activities next year.

The Company is incorporated and domiciled in England and Wales. The registered office is 2 Broadgate, London, EC2M 7UR.

DIVIDENDS

The directors do not recommend the payment of a dividend (2013: \$nil).

DIRECTORS

The directors of the Company, who held office during the year and up to the date of signing the financial statements were:

D Abrehart
D Ireland
S Caplen

STATEMENT OF DIRECTORS' RESPONSIBILITIES

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 prepared the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 101 Reduced Disclosure Framework (FRS 101).

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 accounting estimates that are reasonable and prudent;
- state whether applicable United Kingdom Accounting Standards, including FRS 101 have been followed, subject to any material departures disclosed and explained in the financial statements;
- notify its shareholders in writing about the use of disclosure exemptions, if any, of FRS 101 used in the preparation of financial statements; 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 the maintenance and integrity of the Company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

ICAP US INVESTMENT COMPANY
Directors' Report for the year ended 31 March 2014

Company Number: 6524710

POST BALANCE SHEET EVENTS

On 31 July 2014 the Company subdivided 202 ordinary shares of \$100 each into 20,200 ordinary shares of \$1 each.

On the same day the Company then reduced its share capital to \$1 and reduced its share premium to zero.

INDEPENDENT AUDITORS

The Company's incumbent auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office and are deemed reappointed in the next financial year.

PROVISION OF INFORMATION TO THE 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 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.

This report has been approved by the board of directors and signed by order of the board:



D Ireland
Director

Thursday, September 18, 2014

ICAP US INVESTMENT COMPANY

Strategic Report for the year ended 31 March 2014

The directors present their strategic report and the audited financial statements of ICAP US Investment Company (the 'Company') for the year ended 31 March 2014.

BUSINESS REVIEW AND FUTURE DEVELOPMENTS

The directors consider that the year end financial position was satisfactory and do not anticipate any changes to the principal activities.

RESULTS

The results of the Company are set out in the profit and loss account on page 6.

The profit for the financial year of \$nil (2013: \$nil) has been transferred to reserves.

The net assets of the Company are \$1,253,395,000 (2013: \$1,253,395,000).

PRINCIPAL RISKS AND UNCERTAINTIES

From the perspective of the Company, the principal risks and uncertainties are integrated with the principal risks of the Group and are not managed separately. Accordingly, the principal risks and uncertainties of ICAP plc, which include those of the Company, are discussed on page 42 of the Group's annual report, which does not form part of this report.

KEY PERFORMANCE INDICATORS

The directors of ICAP plc manage the Group's operations on a divisional basis. For this reason, the Company's directors believe that analysis using key performance indicators for the Company is not necessary or appropriate for an understanding of the development, performance or position of the business of the Company. The key performance indicators of ICAP plc, which includes the Company, are discussed on page 20 of the Group's annual report, which does not form part of this report.

This report has been approved by the board of directors and signed by order of the board:



D Ireland
Director

Thursday, September 18, 2014

ICAP US INVESTMENT COMPANY

Independent Auditors' Report to the members of ICAP US Investment Company

Report on the financial statements

Our opinion

In our opinion the financial statements, defined below:

- give a true and fair view of the state of the Company's affairs as at 31 March 2014 and of its profit/loss and cash flows 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.

This opinion is to be read in the context of what we say in the remainder of this report.

What we have audited

The financial statements, which are prepared by ICAP US Investment Company, comprise:

- the profit and loss account for the year ended 31 March 2014;
- the statement of total recognised gains and losses for the year ended 31 March 2014;
- the balance sheet as at 31 March 2014;
- the statement of changes in equity as at 31 March 2014; 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 their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 101 "Reduced Disclosure Framework".

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.

What an audit of financial statements involves

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) ("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:

- 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.

In addition, we read all the financial and non-financial information in the Directors' Report and Strategic 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.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report and Strategic Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Other matters on which we are required to report by exception

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

ICAP US INVESTMENT COMPANY

Independent Auditors' Report to the members of ICAP US Investment Company

- 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.

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.

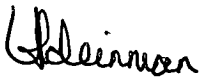
Responsibilities for the financial statements and the audit

Our responsibilities and those of the directors

As explained more fully in the Statement of Directors' Responsibilities set out on page 1, 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 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.



Lisa Kleinman (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
London
Thursday, September 18, 2014

ICAP US INVESTMENT COMPANY

Profit and Loss Account for the year ended 31 March 2014

	<u>Note</u>	<u>Year ended</u> <u>31/03/2014</u> \$'000	<u>Year ended</u> <u>31/03/2013</u> \$'000
Income from fixed asset investments	5	18,358	18,358
Interest payable and similar charges	6	(18,358)	(18,358)
Operating profit	3	<u>-</u>	<u>-</u>
Tax on profit on ordinary activities		-	-
Profit for the financial year		<u><u>-</u></u>	<u><u>-</u></u>

The profit of the Company for the year is derived from continuing operations.

The notes on pages 10 to 14 are an integral part of these financial statements.

ICAP US INVESTMENT COMPANY

Statement of Total Recognised Gains and Losses for the year ended 31 March 2014

	<u>Year ended</u> <u>31/03/2014</u> \$'000	<u>Year ended</u> <u>31/03/2013</u> \$'000
Profit for the financial year	-	-
Total recognised gains and losses relating to the year	<u>-</u>	<u>-</u>

The notes on pages 10 to 14 are an integral part of these financial statements.

ICAP US INVESTMENT COMPANY
Balance Sheet as at 31 March 2014

Company Number: 6524710

	<u>Note</u>	<u>As at</u> <u>31/03/2014</u> \$'000	<u>As at</u> <u>31/03/2013</u> \$'000
Fixed assets			
Investments in associates	7	1,587,678	1,587,678
		<u>1,587,678</u>	<u>1,587,678</u>
Current assets			
Debtors	8	541	541
Cash at bank and in hand	9	9	9
		<u>550</u>	<u>550</u>
Creditors: amounts falling due within one year	10	(334,833)	(334,833)
		<u>(334,833)</u>	<u>(334,833)</u>
Net current liabilities		<u>(334,283)</u>	<u>(334,283)</u>
Net assets		<u>1,253,395</u>	<u>1,253,395</u>
Capital and reserves			
Called up share capital	11	20	20
Share premium account		1,252,668	1,252,668
Profit and loss account		707	707
Total shareholders' funds		<u>1,253,395</u>	<u>1,253,395</u>

The notes on pages 10 to 14 are an integral part of these financial statements.

The financial statements on pages 6 to 14 were approved by the board of directors on 18 September 2014 and were signed on its behalf by:



D Ireland
Director

ICAP US INVESTMENT COMPANY
Statement of Changes in Equity as at 31 March 2014

	<u>Called up</u> <u>share</u> <u>capital</u> <u>(note 11)</u> \$'000	<u>Share</u> <u>premium</u> <u>account</u> \$'000	<u>Profit</u> <u>and loss</u> <u>account</u> \$'000	<u>Total</u> \$'000
As at 1 April 2012	20	1,252,668	707	1,253,395
As at 31 March 2013	20	1,252,668	707	1,253,395
As at 31 March 2014	20	1,252,668	707	1,253,395

The notes on pages 10 to 14 are an integral part of these financial statements.

Called up share capital

The balance classified as called up share capital includes the nominal value of the proceeds on issue of the Company's called up share capital, comprising \$100 ordinary shares.

Share premium account

The share premium account includes the value of the proceeds above nominal on issue of the Company's called up share capital, comprising \$100 ordinary shares.

ICAP US INVESTMENT COMPANY

Notes to the financial statements for the year ended 31 March 2014

1. PRINCIPAL ACCOUNTING POLICIES

a) Basis of preparation

The financial statements have been prepared in accordance with Financial Reporting Standard 101, 'Reduced Disclosure Framework' (FRS 101) and the Companies Act 2006 (the Act) as applicable to companies using FRS 101. FRS 101 sets out a reduced disclosure framework for a 'qualifying entity' as defined in the standard which addresses the financial reporting requirements and disclosure exemptions in the individual financial statements of qualifying entities that otherwise apply the recognition, measurement and disclosure requirements of EU-adopted IFRS.

The Company is a qualifying entity for the purposes of FRS 101. Note 13 gives details of the Company's parent and from where its consolidated financial statements prepared in accordance with IFRS may be obtained.

The financial statements are prepared in US dollars, which is the functional currency of the Company.

The following disclosure exemptions have been adopted:

- financial risk management note;
- comparatives for tangible and intangible fixed asset reconciliations;
- cash flow statements;
- process for managing capital;
- key management compensation; and
- related party transactions between wholly owned group companies.

The financial statements have been prepared on a going concern basis.

b) Borrowing costs

All borrowing costs are expensed as interest payable and similar charges in the profit and loss account using the applicable effective interest rate.

c) Taxation

Tax on the profit for the year comprises both current and deferred tax as well as adjustments in respect of prior years. Tax is charged or credited to the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the current and deferred tax is also dealt with in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted, or substantially enacted by the balance sheet date.

d) Foreign currencies

Transactions denominated in foreign currencies are translated into the functional currency at the rates of exchange prevailing on the dates of the transactions. At each balance sheet date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the balance sheet date. Exchange differences are taken to the profit and loss account, except for exchange differences arising on non-monetary assets and liabilities where the changes in fair value are taken directly to reserves. Non-monetary assets and liabilities carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined.

ICAP US INVESTMENT COMPANY

Notes to the financial statements for the year ended 31 March 2014

1. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

e) Investment in associates

An associate is an entity in which the Company has an interest and, in the opinion of the directors, can exercise significant influence, but not control, over its operating and financial policies. An interest exists where an investment is held on a long-term basis for the purpose of securing a contribution to the Company's activities. Significant influence will generally exist where the Company holds more than 20% and less than 50% of the shareholders' voting rights. Investments in associates are accounted for at cost.

f) Intercompany netting

All UK Group companies are party to a netting agreement and balances have been netted within, and between, debtors and creditors.

g) Cash at bank and in hand

Cash at bank and in hand comprise cash on hand, overdrafts and demand deposits and other short-term highly liquid investments which are subject to insignificant risk of change in value and are readily convertible into a known amount of cash with less than three months maturity.

h) Impairment of assets

An impairment review of the recoverable amounts of assets is undertaken at each balance sheet date or when such events or changes in circumstances indicate that an impairment loss may have occurred.

i) Share capital

Ordinary shares are classified as equity. Dividends are recognised as deductions from the profit and loss account in the period in which they are declared.

ICAP US INVESTMENT COMPANY

Notes to the financial statements for the year ended 31 March 2014

2. KEY ACCOUNTING JUDGEMENTS AND SOURCES OF ESTIMATION UNCERTAINTY

The Company makes various judgements in applying its accounting policies and various assumptions and estimates, including about the future, when determining the carrying value of certain assets and liabilities.

As at 31 March 2014 there were no such judgements or assumptions that had a significant effect on the amounts recognised in the financial statements. None of these items give rise to a significant risk of causing material adjustment to the carrying amounts of assets and liabilities in the next financial year.

3. OPERATING PROFIT

During the year, the Company did not trade on its own account and had no employees (2013: nil). The Company's auditors' remuneration in respect of statutory audit in the UK was \$ 5,000 (2013: \$ 3,000) has been borne by another Group company.

Fees paid to the Company's auditor, PricewaterhouseCoopers LLP, and its associates for services other than the statutory audit of the Company are not disclosed in the Company's financial statements since the consolidated financial statements of its parent, ICAP plc, include these fees on a consolidated basis.

4. DIRECTORS' REMUNERATION

No fees were paid to the directors in respect of services to the Company during the year (2013: £nil).

5. INCOME FROM FIXED ASSET INVESTMENTS

	<u>Year ended</u> <u>31/03/2014</u>	<u>Year ended</u> <u>31/03/2013</u>
	\$'000	\$'000
Dividends received	18,358	18,358
	<u>18,358</u>	<u>18,358</u>

6. INTEREST PAYABLE AND SIMILAR CHARGES

	<u>Year ended</u> <u>31/03/2014</u>	<u>Year ended</u> <u>31/03/2013</u>
	\$'000	\$'000
Interest on loans from other Group companies	18,358	18,358
	<u>18,358</u>	<u>18,358</u>

ICAP US INVESTMENT COMPANY

Notes to the financial statements for the year ended 31 March 2014

7. INVESTMENT IN ASSOCIATES

	<u>2014</u> \$'000	<u>2013</u> \$'000
Cost and Net book value		
As at beginning of the year	1,587,678	1,587,678
As at 31 March	<u>1,587,678</u>	<u>1,587,678</u>

Although the Company owns 50% of preference shares, the directors of the Company consider that it does not have control of or significant influence over the operating and financial activities of ICAP US Financial Services LLC (IUSFS) as the remaining common shares are owned by the Company's immediate parent, ICAP North America Inc (INAI). The directors of INAI are also the directors of IUSFS and the directors of the Company have no direct representation on the board of IUSFS.

IUSFS has total assets of \$868,846,857 total liabilities of \$336,357,332 and profit for the year of \$171,499,226 as at 31 March 2014.

8. DEBTORS

	<u>As at</u> <u>31/03/2014</u> \$'000	<u>As at</u> <u>31/03/2013</u> \$'000
Current		
Amounts owed by Group companies	541	541
	<u>541</u>	<u>541</u>

9. CASH AT BANK AND IN HAND

	<u>As at</u> <u>31/03/2014</u> \$'000	<u>As at</u> <u>31/03/2013</u> \$'000
Cash at bank and in hand	9	9
	<u>9</u>	<u>9</u>

ICAP US INVESTMENT COMPANY

Notes to the financial statements for the year ended 31 March 2014

10. CREDITORS

	<u>As at</u> <u>31/03/2014</u> \$'000	<u>As at</u> <u>31/03/2013</u> \$'000
Amounts falling due within one year		
Amounts owed to Group companies	334,833	334,833
	<u>334,833</u>	<u>334,833</u>

The amount due to the parent company represents a loan of \$335m (2013: \$335m) from ICAP North America Inc which is unsecured and is repayable on demand. The effective interest rate during the year was 5.48% (2013: 5.48%).

11. CALLED UP SHARE CAPITAL

	<u>As at</u> <u>31/03/2014</u> \$'000	<u>As at</u> <u>31/03/2013</u> \$'000
Allotted and fully paid:		
202 Ordinary share(s) of \$100 each (2013: 202)	20	20
	<u>20</u>	<u>20</u>

12. POST BALANCE SHEET EVENTS

On 31 July 2014 the Company subdivided 202 ordinary shares of \$100 each into 20,200 ordinary shares of \$1 each.

On the same day the Company then reduced its share capital to \$1 and reduced its share premium to zero.

13. ULTIMATE PARENT COMPANY

Parent company

The Company's immediate parent is ICAP North America Inc, which does not prepare consolidated financial statements.

The Company's ultimate parent is ICAP plc, which is incorporated in England and Wales, and heads the largest group of companies of which the Company is a member. ICAP plc prepares consolidated financial statements in accordance with IFRS and copies may be obtained from the Company Secretary, ICAP plc, 2 Broadgate, London, EC2M 7UR.