

EXCEED (GENERAL PARTNER) LIMITED
FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021
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EXCEED (GENERAL PARTNER) LIMITED

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EXCEED (GENERAL PARTNER) LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2021

Notes	2021		2020	
	£	£	£	£
Current assets				
Debtors	181		681	
Cash at bank and in hand	10		10	
Net current assets		191		691
Provisions for liabilities		-		(500)
Net assets		191		191
Capital and reserves				
Called up share capital		1		1
Profit and loss reserves		190		190
Total equity		191		191

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

The financial statements were approved by the board of directors and authorised for issue on 10 May 2022 and are signed on its behalf by:


J M Davies
Director

Company Registration No. 07071973

EXCEED (GENERAL PARTNER) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2021

1 Accounting policies

Company information

Exceed (General Partner) Limited is a private company limited by shares incorporated in England and Wales. The registered office is 3 Coventry Innovation Village, Cheetah Road, Coventry, CV1 2TL.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

Exceed (General Partner) Limited is a wholly owned subsidiary of Midven Limited. The ultimate controlling party is Future Planet Capital Limited, a company registered in Cayman Islands. The results of Exceed (General Partner) Limited are included in the consolidated financial statements of Midven Limited.

1.2 Reporting period

These financial statements cover the period 1 October 2020 to 31 December 2021. The comparative figures cover the period 1 October 2019 to 30 September 2020.

1.3 Turnover

Turnover represents the company's advance share of profits and other expenses payable by The Exceed Partnership L.P.

1.4 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.5 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

EXCEED (GENERAL PARTNER) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.6 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.7 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

2 Employees

The average monthly number of persons (including directors) employed by the company during the Period was:

	2021 Number	2020 Number
Total	4	4

3 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Amounts owed by group undertakings	180	680
Other debtors	1	1
	181	681

EXCEED (GENERAL PARTNER) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2021

4 Called up share capital

	2021 Number	2020 Number	2021 £	2020 £
Ordinary share capital Issued and fully paid				
Ordinary share of £1 each	1	1	1	1

5 Audit report information

As the income statement has been omitted from the filing copy of the financial statements, the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.

The senior statutory auditor was Susan Thomas-Walls BSc BFP FCA and the auditor was Spencer Gardner Dickins Audit LLP.

6 Related party transactions

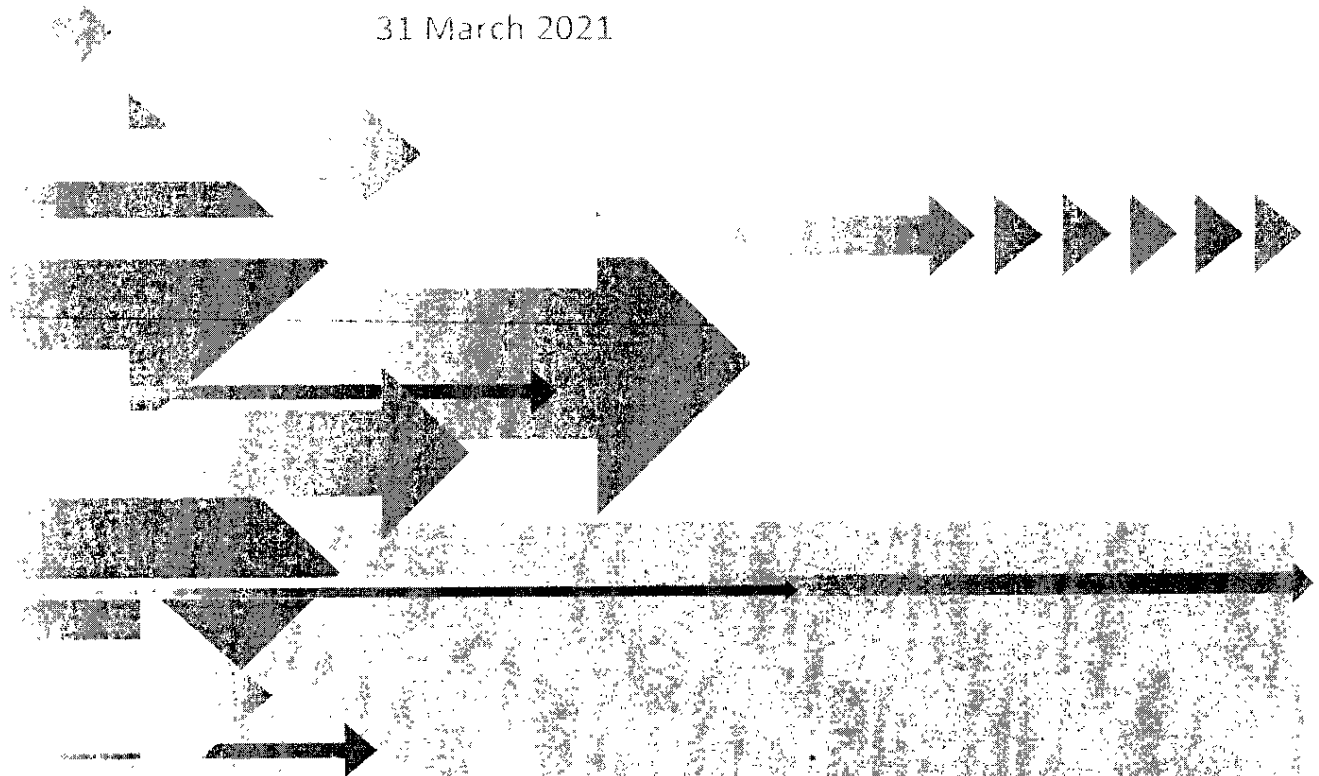
The company has taken advantage of the exemption under the terms of FRS102 not to disclose related party transactions with wholly owned subsidiaries within the group.

The Exceed Partnership L.P.

(Limited Partnership: Registered Number LP013680)

Annual Report and Accounts

31 March 2021



THESE PARTNERSHIP
ACCOUNTS FORM
PART OF THE ACCOUNTS
OF COMPANY
No 7071973
COMPANIES HOUSE

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Advisors

Fund Manager

Midven Limited
Cavendish House
39-41 Waterloo Street
Birmingham
B2 5PP

General Partner

Exceed (General Partner)
Limited Cavendish House
39-41 Waterloo Street
Birmingham
B2 5PP

Legal Advisors

Harper James Solicitors
The Innovation Centre
217 Portobello
Sheffield
S1 4DP

Auditor

Mazars LLP
2 Chamberlain Square
Birmingham
B3 3AX



Report of the General Partner

Principal activities

The Exceed Partnership L.P. (registered number L.P. 13680) is a Limited Partnership formed on 11 November 2009 by Exceed (General Partner) Limited and Exceed CIV Limited, to make venture capital investments in small and medium sized enterprises located in the West Midlands. Originally named Growth Advantage L.P., it changed its name on 30 March 2010 to The Exceed Partnership L.P.

Advantage West Midlands became a partner on 1 December 2009 and Lloyds Development Capital (Holdings) Limited (formally Lloyds TSB Development Capital Limited) (LDC) became a partner on 30 March 2010. On 30 September 2011, Advantage West Midlands' interests in, and obligations relating to the partnership, were transferred to the Department for Business, Energy & Industrial Strategy (BEIS)(formally Department for Business Innovation & Skills). BEIS and LDC have each provided £9.2 million of loan commitments to the partnership. The BEIS commitment was provided £1.7m by BEIS and £7.5m by the European Regional Development Fund (ERDF).

The General Partner (Exceed (General Partner) Limited) submits the report and accounts of the Limited Partnership for the year ended 31 March 2021. After realised gains and the movement in unrealised gains and losses, the partnership made a profit of £6,173,977 in the year and £460,000 was distributed to the partners bringing the total amount distributed to £7,360,000. As at 31 March 2021 the partnership had made investments into 36 companies. No investments were made in the year to 31 March 2021.

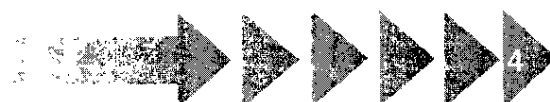
Prospects

We are pleased with the performance of the Partnership and believe it is well placed to generate a good return for its investors. *There has been a material increase in the value of the portfolio during the financial year from £8.7m to £14.5m, leading to an increase in the net assets attributable to the partners from £9.4m to £15.1m.*

Before the impact of Covid-19, a favourable economic climate was benefiting the Partnership's portfolio companies, and many of them had made significant progress, establishing a solid level of recurring income and good cash reserves. This provided substantial resilience during the early stages of the Covid-19 crisis, although it delayed the ongoing development of most businesses. As the economic crisis has eased, we are now seeing a strong sales rebound across the portfolio, as their scalable business models and positioning in attractive markets is bearing fruit.

Whilst there is still a large level of uncertainty surrounding future levels of government expenditure and any travel restrictions, we are hopeful that the current economic climate will continue. We have continued to provide in full for a couple of portfolio companies whose target markets are directly affected by changes to school routines, but the positive progress elsewhere leads us to expect that growth in the value of the fund will continue. The investors have therefore agreed that the fund's term will be extended to 31st March 2023.

There are no post balance sheet events that require disclosure.



Report of the General Partner (continued)

Principal Risks and uncertainties

The Partnership is a limited life entity with an agreed termination date of 31 March 2022. The termination date has recently been extended to 31 March 2023. It has sufficient cash in the bank to cover the current operating costs until the end of its term and therefore there is not considered to be any going concern issues.

Statement of the General Partner's responsibilities

The following statements should be read in conjunction with the Auditor's Report regarding the respective responsibilities of the partnership and the auditor set out on page 9.

The General Partner is required by the partnership agreement to prepare the General Partner's report and the financial statements in accordance with applicable law and regulations.

The General Partner has 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 applicable law the General Partner 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 qualifying partnership and of the surplus or deficit of the qualifying partnership for that period. In preparing these financial statements, the General Partner is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the partnership will continue in business.

The General Partner is responsible for keeping adequate accounting records that are sufficient to show and explain the partnership's transactions and disclose with reasonable accuracy at any time the financial position of the partnership and enable them to ensure that the financial statements comply with the Companies Act 2006 as applied to qualifying partnerships by The Partnerships (Accounts) Regulations 2008. The General Partner is also responsible for safeguarding the assets of the qualifying partnership and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of disclosure to the auditor

So far as the General Partner is aware, there is no relevant audit information of which the partnership's auditor is unaware. Additionally, the General Partner has taken all the necessary steps that he ought to have taken as General Partner in order to make himself aware of all relevant audit information and to establish that the qualifying partnership's auditor is aware of that information.



Report of the General Partner (continued)

Auditor

Mazars LLP has indicated its willingness to continue in office as auditor to the partnership.

This report has been prepared in accordance with the special provisions relating to small companies as applied to qualifying partnerships by The Partnerships (Accounts) Regulations 2008 within part 15 of the Companies Act 2006.

Approved on behalf of Exceed (General Partner) Limited



A D Stott

Director of Exceed (General Partner) Ltd

15 October 2021



Independent Auditor's Report to the Partners of The Exceed Partnership L.P.

Opinion

We have audited the financial statements of The Exceed Partnership L.P. (the 'qualifying partnership') for the year ended 31 March 2021 which comprise of the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Cash Flows, the Statement of Changes in Equity and 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 March 2021 and of its profit/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

In auditing the financial statements, we have concluded that the Members' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the members with respect to going concern are described in the relevant sections of this report



Independent Auditor's Report to the Partners of The Exceed Partnership L.P. (continued)

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The members are responsible for the other information contained within the annual report. 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 course of 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.

Opinions 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 Report of General Partner for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of General Partner have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In 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 Report of the General Partner.

We have nothing to report in respect of the following matters in relation to which 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 members' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.
- the members 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 a Strategic Report.



Independent Auditor's Report to the Partners of The Exceed Partnership L.P. (continued)

Responsibilities of partners

As explained more fully in the members' Responsibilities Statement set out on page 5, the members 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 members 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 members 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 members either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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 the financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. Based on our understanding of the Exceed Partnership LP and its industry, we identified that the principal risks of non-compliance with laws and regulations related to the UK tax legislation, health and safety regulation, money laundering, non-compliance with implementation of government support schemes relating to COVID-19, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements, such as the Companies Act 2006.

We evaluated the members' and management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to posting manual journal entries to manipulate financial performance, management bias through judgements and assumptions in significant accounting estimates.

Our audit procedures were designed to respond to those identified risks, including non-compliance with laws and regulations (irregularities) and fraud that are material to the financial statements. Our audit procedures included but were not limited to:

- Discussing with the members and management their policies and procedures regarding compliance with laws and regulations;
- Communicating identified laws and regulations throughout our engagement team and remaining alert to any indications of non-compliance throughout our audit; and
- Considering the risk of acts by the company which were contrary to applicable laws and regulations, including fraud.



Independent Auditor's Report to the Partners of The Exceed Partnership L.P. (continued)

Our audit procedures in relation to fraud included but were not limited to:

- Making enquiries of the members and management on whether they had knowledge of any actual, suspected or alleged fraud;
- Gaining an understanding of the internal controls established to mitigate risks related to fraud;
- Discussing amongst the engagement team the risks of fraud; and
- Addressing the risks of fraud through management override of controls by performing journal entry testing.

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management. As with any audit, there remained a risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal controls.

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 the audit 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

Ian Holder

Ian Holder (Senior Statutory Auditor)

for and on behalf of Mazars LLP
Chartered Accountants and Statutory Auditor
2 Chamberlain Square
Birmingham
B3 3AX

Date: 18 October 2021



Statement of Comprehensive Income

for the year ended 31 March 2021

	Notes	2021 £	2021 £	2020 £	2020 £
Investment Income					
Loan interest		33,134		161,429	
Bank interest		-		-	
Dividend income		125,819		87,218	
Other income		27,920		15,040	
			186,873		263,687
Administrative Expenses					
Bank charges		(543)		(449)	
Audit fee		(14,400)		(8,950)	
			(14,943)		(9,399)
Operating Profit			171,930		254,288
Profit/(loss) on disposal of investments	6	465,765		535,956	
Fair value movement on investments	5	5,793,882		(592,638)	
			6,259,647		(56,682)
Profit for the Year Before General Partner Distribution			6,431,577		197,606
General Partner distribution treated as an expense			(257,600)		(297,160)
Profit/(Loss) for the Year Available for Discretionary Division Amongst Partners			6,173,977		(99,554)
Other Comprehensive Income			-		-
Total Comprehensive Income/(Loss)			6,173,977		(99,554)

The partnership's results for the year are derived from continuing operations.

The notes on pages 15 to 18 form part of these financial statements



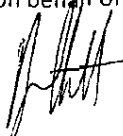
Statement of Financial Position

at 31 March 2021

	Notes	2021 £	2021 £	2020 £	2020 £
Investments	5		14,453,337		8,706,064
Current Assets					
Debtors	7	72,849		59,000	
Cash at bank		<u>619,556</u>		<u>661,601</u>	
		692,405		720,601	
Creditors: Amounts falling due within one year	8	(14,400)		(9,300)	
Net Current Assets			678,005		711,301
Net Assets Attributable to Partners			15,131,342		9,417,365
Partners' Other Interests					
Partners' capital classified as equity			200		200
Partners' loan classified as equity			11,040,000		11,500,000
Partners' other interests – other reserves classified as equity			4,091,142		(2,082,835)
			15,131,342		9,417,365

These accounts 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.

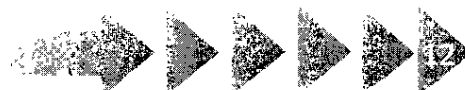
Approved on behalf of Exceed (General Partner) Limited and authorised for issue



A D Stott
Director of Exceed (General Partner) Ltd

15 October 2021

The notes on pages 15 to 18 form part of these financial statements



Statement of Cash Flows

For the year ended 31 March 2021

	Notes	Year to 31 March 2021 £	Year to 31 March 2020 £
Cash Flows from Operating Activities			
Profit/(Loss) for the year		6,173,977	(99,554)
Non cash movements in investments		(6,259,647)	56,682
Investment additions	5	-	(99,617)
Proceeds of equity disposal	6	465,765	1,619,247
Loan repayments	5	46,609	338,414
Increase in debtors		(13,849)	(54,517)
Increase in creditors		5,100	250
Net Cash from Operating Activities		417,955	1,760,905
Cash Flows used in Financing Activities			
Distribution to Limited Partners		(460,000)	(1,380,000)
Net Cash used in Financing Activities		(460,000)	(1,380,000)
Net (Decrease)/Increase in Cash and Cash Equivalents		(42,045)	380,905
Cash and cash equivalents brought forward		661,601	280,696
Cash and Cash Equivalents Carried Forward		619,556	661,601

The notes on pages 15 to 18 form part of these financial statements



Statement of Changes in Equity

for the year ended 31 March 2021

	Partners' Capital £	Partners' Loan £	Reserves £	Total £
Balance at 1 April 2019	200	12,880,000	(1,983,281)	10,896,919
Loss for the Year Available for Discretionary Division Amongst Partners	-	-	(99,554)	(99,554)
Distribution in the year	-	(1,380,000)	-	(1,380,000)
Balance at 31 March 2020	200	11,500,000	(2,082,835)	9,417,365
Profit for the Year Available for Discretionary Division Amongst Partners	-	-	6,173,977	6,173,977
Distribution in the year	-	(460,000)	-	(460,000)
Balance at 31 March 2021	200	11,040,000	4,091,142	15,131,342

The notes on pages 15 to 18 form part of these financial statements



Notes on the Accounts

31 March 2021

1. Entity Information

The Exceed Partnership L.P.
Incorporated in England & Wales
Registration number: LP013680
Registered office address:
Cavendish House
39-41 Waterloo Street
Birmingham
B2 5PP

The principle activity of the Company is to make venture capital investments in small and medium sized enterprises.

2. Basis of Preparation

The financial statements have been prepared in accordance with applicable United Kingdom accounting standards, including Financial Reporting Standard 102 Section 1A small entities – ‘The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland’ (‘FRS 102’), and the Companies Act 2006 as applied to qualifying partnerships by The Partnerships (Accounts) Regulations 2008. The financial statements have been prepared on the historical cost basis except for the modification to a fair value basis for certain financial instruments as specified in the accounting policies below. The partnership has early adopted Section 1A of FRS 102 and has taken advantage of the exemption from making additional disclosures as otherwise required for financial institutions.

The financial statements are presented in pounds Sterling.

3. Significant Judgements and Estimates

Preparation of the financial statements requires management to make significant judgements and estimates.
The items in the financial statements where these judgements and estimates have been made include:

Valuation of fixed asset investments

Investments are stated at fair value and in accordance with International Private Equity and Venture Capital Valuation Guidelines.

The most critical estimates, assumptions and judgements relate to the determination of carrying value of investments at fair value through the Statement of Comprehensive Income. In determining this, the General Partner follows the International Private Equity and Venture Capital Valuation Guidelines, applying the overriding concept that fair value is the amount for which an asset can be exchanged between knowledgeable willing parties in an arm’s length transaction. The nature, facts and circumstances of the investee company drives the valuation methodology.

Over the last twelve months COVID-19 had a significant impact on many sectors across the globe and there remains a certain level of uncertainty. In arriving at a fair value determination for each investment we have continued to consider the short and long term prospects of each of the partnership’s investments, and therefore its intrinsic value

Where the partnership holds more than 20% of the shares of the investment, it is not the partnership’s policy to exercise significant or controlling influence over the investment and so the results and net assets of the investment are not incorporated into the partnership’s accounts.



Notes on the Accounts (continued)

31 March 2021

4. Principal Accounting Policies

Going concern

The General Partner is satisfied that the partnership has adequate availability of funding in order to continue as a going concern. Therefore the partnership continues to adopt the going concern basis in preparing these financial statements.

Investments

Investments comprise investments in unquoted equity instruments which are measured at fair value through the Statement of Comprehensive Income. Fair value is estimated in accordance with International Private Equity and Venture Capital Valuation Guidelines.

Debtors and creditors

Debtors and creditors that are due within one year are initially measured at the "transaction price" and are subsequently measured at the "undiscounted amount".

Impairment of debtors

At the end of each reporting period debtors are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in the Statement of Comprehensive Income.

Interest income

Loan interest income from investments is recognised using the effective interest rate but only where such loan interest is received within one month after the end of the financial period. Interest accruing on convertible loans is accounted for at the time of conversion.

Dividend income

Dividend income is recognised when the shareholder's right to receive payment is established.

Taxation

The partnership itself is not a taxable entity and therefore no provision for income tax is made in these financial statements. The partnership incurs withholding taxes imposed on certain investment income and investment capital gains. Such income and gains are recognised gross of withholding taxes in profit or loss and the withholding taxes are shown separately within tax expense.

Each Partner is responsible for their own taxation liability according to their own circumstances.



Notes on the Accounts (continued)

31 March 2021

5. Investments

At fair value	Unquoted Investments – Equity £	Unquoted Investments – Debt £	Unquoted Investments – Total £
At 1 April 202	7,842,285	863,779	8,706,064
Additions	-	-	-
Fair value movements recognised in the Statement of Comprehensive Income	5,793,882	-	5,793,882
Disposals and loan repayments	-	(46,609)	(46,609)
At 31 March 2021	13,636,167	817,170	14,453,337

6. Profits on Disposals

	Carrying Value Brought Forward £	Book Cost Brought Forward £	Proceeds of Disposal £	Realised Profit/(loss) £
H4 Global Ltd	-	-	90,752	90,752
Kallik Ltd- deferred consideration	-	-	137,123	137,123
Phasor Solutions Ltd	-	482,908	95,076	95,076
Crowd Technologies Ltd	-	237,590	40,390	40,390
Diverse World Ltd	-	89,700	89,700	89,700
Etive Technologies Ltd	-	347,898	12,724	12,724
Year to 31 March 2021	-	1,158,096	465,765	465,765
Year to 31 March 2020	1,083,291	678,795	1,619,247	535,956



Notes on the Accounts (continued)

31 March 2021

7. Debtors

	2021 £	2020 £
Proceeds from disposal of investments receivable	72,849	54,000
Sundry debtors	-	5,000
Total Debtors	72,849	59,000

8. Creditors: Amounts falling due within one year

	2021 £	2020 £
Other creditors and accruals	14,400	9,300
Total Creditors	14,400	9,300

9. Related Party Transactions

Exceed (General Partner) Limited contracted responsibility for the management of the partnership to its parent company, Midven Limited. For the year ended 31 March 2021, fees totalling £257,600 (2020: £297,160) were paid to Midven Limited for managing the investment activity of the partnership. No amounts were outstanding at the year-end (2020 £nil).

