

# **eT Portfolio Company**

## **Financial statements**

**Information for filing with the registrar**

**5 April 2021**

# eT Portfolio Company

## Statement of financial position As at 5 April 2021

|   | Note | 2021<br>£000   | 2020<br>£000  |
|---|------|----------------|---------------|
| <b>Fixed assets</b>                                     |      |                |               |
| Fixed asset investments                                 | 4    | 90,676         | 90,812        |
|   |      | <u>90,676</u>  | <u>90,812</u> |
| <b>Current assets</b>                                   |      |                |               |
| Debtors   | 5    | 44             | 185           |
| Current asset investments                               | 6    | 6,510          | 2,314         |
|   |      | <u>6,554</u>   | <u>2,499</u>  |
| Creditors: amounts falling due within one year          | 7    | (406)          | (98)          |
|   |      | <u>6,148</u>   | <u>2,401</u>  |
| <b>Net current assets</b>                               |      | <u>6,148</u>   | <u>2,401</u>  |
| <b>Total assets less current liabilities</b>            |      | <u>96,824</u>  | <u>93,213</u> |
| Creditors: amounts falling due after more than one year | 8    | (35,333)       | (44,851)      |
| <b>Provisions for liabilities</b>                       |      |                |               |
| Deferred tax  | 9    | (3,081)        | -             |
|   |      | <u>(3,081)</u> | <u>-</u>      |
| <b>Net assets</b>                                       |      | <u>58,410</u>  | <u>48,362</u> |
| <b>Capital and reserves</b>                             |      |                |               |
| Called up share capital                                 | 11   | 30,000         | 30,000        |
| Profit and loss account                                 | 12   | 28,410         | 18,362        |
|   |      | <u>58,410</u>  | <u>48,362</u> |

## **eT Portfolio Company**

### **Statement of financial position (continued)**

**As at 5 April 2021**

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The Company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

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

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 13 October 2021.

**J W Clough**  
**Director**

Registered number: 08979675

The notes on pages 3 to 10 form part of these financial statements.

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## Notes to the financial statements For the year ended 5 April 2021

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### 1. General information

eT Portfolio Company ("the company") is a private unlimited company domiciled and incorporated in England.

The address of the company's registered office is Third Floor, Citygate, St James Boulevard, Newcastle upon Tyne, NE1 4JE. The principal place of operations is 25 Main Street, Ponteland, Northumberland, NE20 9NH.

The principal activity of the company during the year was that of investment.

### 2. Accounting policies

#### 2.1 Basis of preparation of financial statements

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"), the requirements of the Companies Act 2006 as applicable to companies under the small companies regime and under the historical cost convention.

The financial statements are prepared in sterling, which is the functional currency of the company, and are rounded to the nearest whole £1,000, except where otherwise indicated.

#### 2.2 Going concern

The company's business activities, together with the factors likely to affect its future development, performance and position are set out in the Directors' Report.

The company continues to enjoy the support of its controlling parties Eaga Partnership Trustee Limited and Eaga Partnership Trustee Two Limited. The controlling parties of the company have at their disposal sufficient resources for the company to continue in operational existence for the foreseeable future and the directors of the controlling parties have confirmed their willingness to continue with this support.

As a consequence, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. They have therefore adopted the going concern basis of accounting in preparing these financial statements.

#### 2.3 Investment income

Interest income

Interest income is accrued on a time-apportioned basis, by reference to the principal outstanding at the effective interest rate.

Dividend income

Dividend income from the company's investments is recognised when the company's right to receive payment is established.

Commission income

Commission income, arising on certain investments held by the company, is recognised when receiveable.

## Notes to the financial statements For the year ended 5 April 2021

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### 2. Accounting policies (continued)

#### 2.4 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in profit or loss 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 reporting date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of financial position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

#### 2.5 Investments

Investments are included at fair value through profit and loss as described below:

- (a) Listed securities in active markets are valued at the current bid prices at the reporting date.
- (b) Accrued interest is excluded from the market value of fixed income securities and is included in investment income receivable.
- (c) Unitised pooled investment vehicles and managed funds have been valued at the latest available bid price or single price provided by the pooled investment manager or fund manager.

#### 2.6 Foreign currencies

Transactions in currencies other than the functional currency (foreign currencies) are initially recorded at the exchange rate prevailing on the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the reporting date. Non-monetary assets and liabilities denominated in foreign currencies are translated at the rate ruling at the date of the transaction or, if the asset or liability is measured at fair value, the rate when that fair value was determined.

All translation differences are taken to net income or expenditure, except to the extent that they relate to gains or losses on non-monetary items recognised in other comprehensive income, when the related translation gain or loss is also recognised in other comprehensive income.

## Notes to the financial statements For the year ended 5 April 2021

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### 2. Accounting policies (continued)

#### 2.7 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, in full, to all of its financial instruments.

A financial instrument is a contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions of the instrument, and are offset only when the company currently has a legally enforceable right to set off the recognised amounts and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

##### **Financial liabilities and equity**

Financial instruments are classified as liabilities and equity instruments according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

##### *Equity instruments*

Financial instruments classified as equity instruments are recorded at the fair value of the cash or other resources received or receivable, net of direct costs of issuing the equity instruments.

##### *Borrowings*

Borrowings are initially recognised at the transaction price, including transaction costs, and subsequently measured at amortised cost using the effective interest method. Interest expense is recognised on the basis of the effective interest method and is included in interest payable and other similar charges.

##### *Derecognition of financial assets and liabilities*

A financial asset is derecognised only when the contractual rights to cash flows expire or are settled, or substantially all the risks and rewards of ownership are transferred to another party, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party. A financial liability (or part thereof) is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

#### 2.8 Recognition of expenditure

Expenditure is included on an accruals basis.

#### 2.9 Dividends

Equity dividends are recognised when they become legally payable.

### 3. Directors' remuneration

None of the directors received any remuneration from the company in the current or previous year.

Notes to the financial statements  
For the year ended 5 April 2021

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4. Fixed asset investments

|                       | Fixed asset<br>investments<br>£000 |
|-----------------------|------------------------------------|
| <b>Fair value</b>     |                                    |
| At 6 April 2020       | 90,812                             |
| Additions             | 22,082                             |
| Disposals             | (46,627)                           |
| Revaluations          | 24,409                             |
|                       | <hr/>                              |
| At 5 April 2021       | 90,676                             |
|                       | <hr/>                              |
| <b>Net book value</b> |                                    |
| At 5 April 2021       | 90,676                             |
|                       | <hr/>                              |
| At 5 April 2020       | 90,812                             |
|                       | <hr/>                              |

## eT Portfolio Company

### Notes to the financial statements For the year ended 5 April 2021

|                      | 2021<br>£000  | 2020<br>£000  |
|----------------------|---------------|---------------|
| Listed investments   | 82,316        | 85,173        |
| Unlisted investments | 8,360         | 5,639         |
|                      | <u>90,676</u> | <u>90,812</u> |

|                             | Value at 6 April<br>2020<br>£000 | Purchases at<br>cost<br>£000 | Sales<br>Proceeds<br>£000 | Change in<br>market value<br>£000 | Value at 5 April<br>2021<br>£000 |
|-----------------------------|----------------------------------|------------------------------|---------------------------|-----------------------------------|----------------------------------|
| Equities                    | 69,086                           | 14,030                       | (34,463)                  | 21,819                            | 70,472                           |
| Bonds                       | 6,620                            | 5,114                        | (7,600)                   | 318                               | 4,452                            |
| Managed Funds - Other       | 4,970                            | 2,216                        | (3,285)                   | 109                               | 4,010                            |
| Managed Funds - Real Estate | 2,245                            | -                            | (626)                     | (5)                               | 1,614                            |
| Hedge Funds                 | 2,252                            | -                            | (653)                     | 169                               | 1,768                            |
| Other Investments           | 5,639                            | 722                          | -                         | 1,999                             | 8,360                            |
|                             | <u>90,812</u>                    | <u>22,082</u>                | <u>(46,627)</u>           | <u>24,409</u>                     | <u>90,676</u>                    |

The day to day management of the company's listed investments has been delegated to the company's investment managers details of which are shown on the company information page.

The day to day management of other investments has been delegated to Harbourvest and Bridges Capital.

#### 5. Debtors

|                           | 2021<br>£000 | 2020<br>£000 |
|---------------------------|--------------|--------------|
| Corporation tax repayable | -            | 175          |
| Accrued income            | 44           | 10           |
|                           | <u>44</u>    | <u>185</u>   |

#### 6. Current asset investments

|                           | 2021<br>£000 | 2020<br>£000 |
|---------------------------|--------------|--------------|
| Cash and cash equivalents | <u>6,510</u> | <u>2,314</u> |



# eT Portfolio Company

## Notes to the financial statements For the year ended 5 April 2021

### 7. Creditors: Amounts falling due within one year

|                 | 2021<br>£000 | 2020<br>£000 |
|-----------------|--------------|--------------|
| Accruals        | 89           | 98           |
| Corporation tax | 317          | -            |
|                 | <u>406</u>   | <u>98</u>    |

### 8. Creditors: Amounts falling due after more than one year

|                                      | 2021<br>£000  | 2020<br>£000  |
|--------------------------------------|---------------|---------------|
| Loans from related parties (note 16) | 35,333        | 44,851        |
|                                      | <u>35,333</u> | <u>44,851</u> |

### 9. Deferred taxation

|                           | 2021<br>£000          | 2020<br>£000    |
|---------------------------|-----------------------|-----------------|
| At beginning of year      | -                     | (2,713)         |
| Charged to profit or loss | (3,081)               | 2,713           |
| <b>At end of year</b>     | <u><b>(3,081)</b></u> | <u><b>-</b></u> |

The deferred taxation balance is made up as follows:

|                               | 2021<br>£000          | 2020<br>£000    |
|-------------------------------|-----------------------|-----------------|
| Assets measured at fair value | (3,081)               | -               |
|                               | <u><b>(3,081)</b></u> | <u><b>-</b></u> |

**Notes to the financial statements**  
**For the year ended 5 April 2021**

**10. Financial instruments**

|  | 2021<br>£000  | 2020<br>£000  |
|--|---------------|---------------|
| <b>Financial assets</b>  |               |               |
| Financial assets measured at fair value through profit or loss | <u>90,676</u> | <u>90,812</u> |
| <b>Financial liabilities</b>                                   |               |               |
| Financial liabilities measured at amortised cost               | <u>35,422</u> | <u>44,949</u> |

Financial assets at fair value through profit and loss comprise fixed asset investments.

Financial liabilities measured at amortised cost comprise loans from related parties and accruals

**11. Share capital**

|  | 2021<br>£         | 2020<br>£         |
|--|-------------------|-------------------|
| <b>Allotted, called up and fully paid</b>                      |                   |                   |
| 30,000,000 (2020 - 30,000,000) Ordinary A shares of £1.00 each | 30,000,000        | 30,000,000        |
| 2 (2020 - 2) Ordinary B shares of £1.00 each                   | 2                 | 2                 |
|  | <u>30,000,002</u> | <u>30,000,002</u> |

'A' Ordinary shares are non-voting shares with dividends payable at the discretion of the Board. These shares are redeemable at the discretion of the Board.

'B' Ordinary shares hold no entitlement to dividends but do entitle the holder to one vote per share. These shares are non-redeemable.

The 'A' Ordinary and 'B' ordinary shares do not rank equally on a liquidation or return of capital.

All of the shares issued were for the purpose of raising funds to enable the company to execute its business plan.

**12. Reserves**

**Profit and loss account**

Reserves of the company are represented by retained earnings which are the cumulative profit and loss net of distributions.

## Notes to the financial statements For the year ended 5 April 2021

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### 13. Related party transactions

During the year the company repaid loans totaling £9,518,398 (2020: £9,233,571 repaid loans) jointly from Eaga Partnership Trustee Limited and Eaga Partnership Trustee Two Limited as trustees of their respective trusts. The total outstanding balance at the year end was £35,332,945 (2020: £44,851,343). The loans arose from the transfer of cash from the same Trustee companies.

### 14. Ultimate controlling party

In the opinion of the directors, the ultimate controlling parties are Eaga Partnership Trustee Limited and Eaga Partnership Trustee Two Limited which each hold 50% of the company's issued share capital as trustees of their respective trusts and have directors in common.

### 15. Auditors' information

The auditors' report on the financial statements for the year ended 5 April 2021 was unqualified.

The audit report was signed on 13 October 2021 by Steven Cleugh FCCA (Senior statutory auditor) on behalf of RSM UK Audit LLP.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.