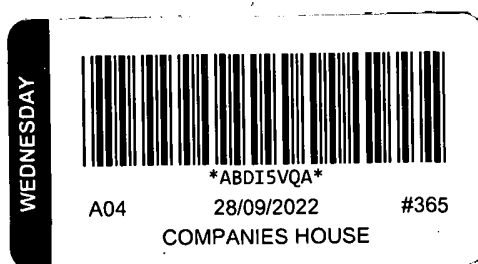


**Aberdeen Infrastructure GP
II Limited**

**Annual Report and Audited
Financial Statements**

For the year ended 31 December 2021

Company Number 09168490



ABERDEEN INFRASTRUCTURE GP II LIMITED

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ABERDEEN INFRASTRUCTURE GP II LIMITED

SUMMARY OF DIRECTORS AND ORGANISATION

DIRECTORS:	M S Amin G D Cohen I H-Y Wong
REGISTERED OFFICE:	Bow Bells House 1 Bread Street London EC4M 9HH
ADMINISTRATOR AND SECRETARY:	TMF Group Fund Services (Guernsey) Limited* Western Suite Ground Floor Mill Court La Charroterie St Peter Port Guernsey GY1 1EJ
INDEPENDENT AUDITORS:	KPMG Channel Islands Limited Glategny Court Glategny Esplanade St Peter Port Guernsey GY1 1WR
BANKER:	Lloyds Bank Corporate Markets plc, Guernsey Branch 1 Smith Street St Peter Port Guernsey GY1 2JN
INVESTMENT MANAGER:	Aberdeen Standard Fund Managers Limited Bow Bells House 1 Bread Street London EC4M 9HH

*On 1 January 2021 TMF Group Fund Administration (Guernsey) Limited amalgamated with TMF Group Fund Services Limited and subsequently changed its name to TMF Group Fund Services (Guernsey) Limited.

ABERDEEN INFRASTRUCTURE GP II LIMITED

REPORT OF THE DIRECTORS

For the year ended 31 December 2021

The Directors present their annual report and audited financial statements for Aberdeen Infrastructure GP II Limited (the "Company") for the year ended 31 December 2021.

The Company qualifies as a small company in accordance with Sections 381-382 of the Companies Act 2006 (the "Act") and the Report of the Directors has therefore been prepared taking into consideration the provisions of Part 15 of the Act. The Company has taken advantage of the exemptions available to small sized entities as defined in the Act.

In preparing this report, the Directors have taken advantage of the small companies exemption provided by Section 414B of the Act and have not prepared a strategic report.

Principal activity

The Company's principal activity during the year was to act as General Partner to Aberdeen Infrastructure Partners II LP ("AIP II LP" or the "Fund"). The Company remains committed to the business of the Fund and will continue to act as General Partner in the future. The Company is a subsidiary of abrdn plc (formerly known as Standard Life Aberdeen plc).

Principal risk and uncertainties

abrdn plc, of which the Company is part, has an established Enterprise Risk Management framework, integrating oversight of strategic planning, operational management of the business and internal control.

The principal risks and uncertainties facing the Company are integrated into the principal risks of the merged group under abrdn plc and are therefore not managed separately. Accordingly, the principal risks and uncertainties of the abrdn plc group, which include those of the Company, are discussed fully in the abrdn plc Annual Report and Accounts which does not form part of this report.

The list below does however provide a summary of the key risks facing both the Company which are also common to abrdn plc. Further details on each of the risks, together with how they link to our new strategy, how they have evolved over the period and how they are managed can be found in the abrdn plc Annual Reports and Accounts.

The principal risks to which the Company is most specifically exposed can be categorised as follows:

Technology risk: IT failure and security including cyber risk; third party oversight; and process execution failure.

Regulatory and legal risk: the Company operates in a regulated industry, across a number of geographies and regulatory regimes, which has the potential to expose the Company to risks.

Brexit

The United Kingdom ("UK") left the European Union ("EU") on 31 January 2020 ("Brexit"). The transitional period in which the UK was no longer a member of the EU but was still subject to EU rules and remained a member of the Customs Union, was concluded on 31 December 2020. Following the end of this transition period, a limited trade deal was agreed. However, implications for matters such as imports/exports, investment, taxes etc are evolving. Consequently, there will likely be impacts to many UK businesses as the UK's future trading relationship with the EU remains subject to negotiation. The Directors in conjunction with the Investment Manager will continue to follow developments closely and assess their implications in relation to their contingency planning. The Director's priority is to ensure the Investment Manager is suitably established to support the Company.

ABERDEEN INFRASTRUCTURE GP II LIMITED

REPORT OF THE DIRECTORS (CONTINUED)

For the year ended 31 December 2021

COVID-19

Since its emergence, COVID-19 has continued to be a developing situation and the assessment of this situation will need continued attention as it evolves over time. The Directors have considered the impact of COVID-19 and where applicable have built this into its fair value modelling which has been reflected in the fair value of the investments in the financial statements of the underlying Fund.

The pandemic and the measures taken to tackle COVID-19, including the development and roll out of vaccines and booster doses, continue to affect economies and markets globally. The success of vaccine programmes continues to have a major impact on the speed and nature of economic recovery but the timing and form of the recovery remains uncertain, particularly with the emergence of new strains of COVID-19.

The private infrastructure market has not been immune. The Fund's portfolio is however made up of core infrastructure assets with limited demand risk and strong downside protection, limiting the impact to the investment portfolio to date. The Investment Manager continues to manage its investments to ensure they are well positioned to deal with the ever changing macro situation and believes that Aberdeen Infrastructure Partners II LP will continue to create value for its Limited Partners. The General Partner, as part of abrdn plc, is continuing to utilise business continuity and resilience processes with the objective of mitigating the impact of COVID-19.

Geopolitical situation in Ukraine

Post the year-end date, on 24 February 2022, Russia launched a military operation in Ukraine resulting in widespread sanctions on Russia and heightened security and cyber threats.

No checks performed by TMF or abrdn have had any sanctions hits, particularly relating to Russia or Ukraine to date and no investors have communicated any issues or concerns in this regard. The underlying Fund's key suppliers do not have operations pertaining to the Fund in Ukraine or Russia.

The situation in the region is rapidly evolving and the General Partner and the Investment Manager continue to monitor the situation carefully and will take whatever steps are necessary and in the best interests of the underlying Fund's Investors. This includes but is not limited to ensuring that the requirements of all international sanctions are adhered to, managing the assets of the Fund proactively to best mitigate risk and ensuring that the Investment Manager and other key suppliers continue to operate all protections, protocols and monitoring of heightened cyber threats. At the date of approval of the financial statements, there is not expected to be any significant long term adverse impact from the military operation in Ukraine on the assets, operational activities, processes and procedures of the underlying Fund and the Company.

Going concern

The Company is currently in a net asset value position of GBP 2 (2020: GBP 2), holds a cash balance of GBP 842,065 (2020: GBP 1,652,044), and GPS receivable of GBP 175,327 (2020: GBP 255,221). As detailed in Note 2.8, management fees is a residual balance after all operating expenses are paid. Management fees payable represents a significant balance of the current payables balance. The value of the assets and operational structure of the Company is sufficient for the Company to cover its operating expenses for the the next twelve months. The Board believes that the Company holds adequate resources to continue in business for the next twelve months from the date of signing these financial statements. Accordingly, the financial statements have been prepared on a going concern basis.

Key performance indicators

Given the straightforward nature of the business, the Directors believe that analysis using key performance indicators is not necessary or appropriate for an understanding of the development, performance or financial position of the Company.

Business review

The Company's total comprehensive income for the year was GBP nil (2020: GBP nil). No dividends were paid during the year (2020: GBP nil).

ABERDEEN INFRASTRUCTURE GP II LIMITED

REPORT OF THE DIRECTORS (CONTINUED) **For the year ended 31 December 2021**

Directors

The Directors at the date of this report are as stated on page 1 and all served throughout the year, unless otherwise stated.

Audit information

The Directors who held office at the date of approval of this Report of the Directors confirm that, so far as they are each aware, there is no relevant audit information of which the Company's Independent Auditor is unaware; and each Director has taken all the steps that he ought to have taken as a Director to make himself aware of any relevant audit information and to establish that the Company's Independent Auditor is aware of that information.

Independent auditor

KPMG Channel Islands Limited has indicated its willingness to continue in office.

Statement of Directors' responsibilities in respect of the financial statements

The Directors are responsible for preparing the Report of the Directors 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 they have elected to prepare the financial statements in accordance with UK accounting standards and applicable law (UK 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 year.

In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

The Directors confirm that they have complied with the above requirements in preparing financial statements.

By order of the Board,



I H-Y Wong

Director

26 September 2022

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ABERDEEN INFRASTRUCTURE GP II LIMITED

Our opinion

We have audited the financial statements of Aberdeen Infrastructure GP II Limited (the "Company"), which comprise the statement of financial position as at 31 December 2021, the statements of comprehensive income and changes in equity for the year then ended, and notes, comprising significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2021 and of the Company's results for the year then ended;
- are properly prepared in accordance with United Kingdom accounting standards, including FRS 101 Reduced Disclosure Framework; 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 are described below. We have fulfilled our ethical responsibilities under, and are independent of the Company in accordance with, UK ethical requirements including FRC Ethical Standards. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

Going concern

The directors have prepared the financial statements on the going concern basis as they do not intend to liquidate the Company or to cease its operations, and as they have concluded that the Company's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements (the "going concern period").

In our evaluation of the directors' conclusions, we considered the inherent risks to the Company's business model and analysed how those risks might affect the Company's financial resources or ability to continue operations over the going concern period.

Our conclusions based on this work:

- we consider that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate; and
- we have not identified, and concur with the directors' assessment that there is not, a material uncertainty related to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for the going concern period.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the above conclusions are not a guarantee that the Company will continue in operation.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF ABERDEEN INFRASTRUCTURE GP II LIMITED
(CONTINUED)**

Fraud and breaches of laws and regulations – ability to detect

Identifying and responding to risks of material misstatement due to fraud

To identify risks of material misstatement due to fraud ("fraud risks") we assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. Our risk assessment procedures included:

- enquiring of management as to the Company's policies and procedures to prevent and detect fraud as well as enquiring whether management have knowledge of any actual, suspected or alleged fraud;
- reading minutes of meetings of those charged with governance; and
- using analytical procedures to identify any unusual or unexpected relationships.

As required by auditing standards, we perform procedures to address the risk of management override of controls, in particular the risk that management may be in a position to make inappropriate accounting entries. On this audit we do not believe there is a fraud risk related to revenue recognition because the Company's revenue streams are simple in nature with respect to accounting policy choice, and are easily verifiable to external data sources or agreements with little or no requirement for estimation from management. We did not identify any additional fraud risks.

We performed procedures including:

- Identifying journal entries and other adjustments to test based on risk criteria and comparing any identified entries to supporting documentation; and
- incorporating an element of unpredictability in our audit procedures.

Identifying and responding to risks of material misstatement due to non-compliance with laws and regulations

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general sector experience and through discussion with management (as required by auditing standards), and discussed with management the policies and procedures regarding compliance with laws and regulations.

The Company is subject to laws and regulations that directly affect the financial statements including financial reporting legislation and taxation legislation and we assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

The Company is subject to other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of litigation or impacts on the Company's ability to operate. We identified company law as being the area most likely to have such an effect. Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of management and inspection of regulatory and legal correspondence, if any. Therefore if a breach of operational regulations is not disclosed to us or evident from relevant correspondence, an audit will not detect that breach.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF ABERDEEN INFRASTRUCTURE GP II LIMITED
(CONTINUED)**

Fraud and breaches of laws and regulations – ability to detect (continued)

Context of the ability of the audit to detect fraud or breaches of law or regulation

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remains a higher risk of non-detection of fraud, as this may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Our audit procedures are designed to detect material misstatement. We are not responsible for preventing non-compliance or fraud and cannot be expected to detect non-compliance with all laws and regulations.

The report of the directors

The directors are responsible for the report of the directors. Our opinion on the financial statements does not cover that report and we do not express an audit opinion thereon.

Our responsibility is to read the report of the directors and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the report of the directors;
- in our opinion the information given in that report for the financial year is consistent with the financial statements; and
- in our opinion that report has been prepared in accordance with the Companies Act 2006.

Matters on which we are required to report by exception

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to take advantage of the small companies exemption from the requirement to prepare a strategic report

We have nothing to report in these respects.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF ABERDEEN INFRASTRUCTURE GP II LIMITED
(CONTINUED)**

Respective responsibilities

Directors' responsibilities

As explained more fully in their statement set out on page 4, the directors are responsible for: the preparation of the financial statements including being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; 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 they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities

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

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

The purpose of our audit work and to whom we owe our responsibilities

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 its members, as a body, for our audit work, for this report, or for the opinions we have formed.

E. Vermeulen

Emilie Vermeulen (Senior Statutory Auditor)
For and on behalf of KPMG Channel Islands Limited (Statutory Auditor)
Chartered Accountants
Guernsey
26 September 2022

ABERDEEN INFRASTRUCTURE GP II LIMITED**STATEMENT OF COMPREHENSIVE INCOME**
For the year ended 31 December 2021

	<i>Notes</i>	2021 GBP	2020 GBP
Income			
Bank interest income		-	417
General Partner's Share	2.4	715,427	790,146
Net foreign exchange (losses) / gains		(1,776)	1,037
Total income		713,651	791,600
Expenses			
Management fees	2.8	697,236	774,705
Audit remuneration	3.1	5,927	6,289
Administration fees		10,400	10,448
Bank charges		88	158
Total expenses		713,651	791,600
Profit on ordinary activities before tax		-	-
Tax		-	-
Profit on ordinary activities after tax		-	-
Total comprehensive income for the year		-	-
Attributable to Equity holder:		-	-
Total comprehensive income for the year		-	-

The notes on pages 12 to 16 form part of these financial statements.

ABERDEEN INFRASTRUCTURE GP II LIMITED**STATEMENT OF FINANCIAL POSITION
As at 31 December 2021**

	<i>Notes</i>	2021 GBP	2020 GBP
Assets			
Current assets			
Cash and cash equivalents		842,065	1,652,044
Receivables	4	180,727	260,621
Total current assets		<u>1,022,792</u>	<u>1,912,665</u>
Total assets		<u><u>1,022,792</u></u>	<u><u>1,912,665</u></u>
Equity and liabilities			
Equity			
Share capital	6	2	2
Total equity		<u>2</u>	<u>2</u>
Liabilities			
Current liabilities			
Payables and accruals	5	1,022,790	1,912,663
Total current liabilities		<u>1,022,790</u>	<u>1,912,663</u>
Total equity and liabilities		<u><u>1,022,792</u></u>	<u><u>1,912,665</u></u>

The financial statements were authorised for issue by the Board of Directors of the Company on 26 September 2022 and signed on its behalf by:



I H-Y Wong
Director
26 September 2022

The notes on pages 12 to 16 form part of these financial statements.

ABERDEEN INFRASTRUCTURE GP II LIMITED

STATEMENT OF CHANGES IN EQUITY
For the year ended 31 December 2021

	Share capital GBP	Retained earnings GBP	Total equity GBP
Balance at 1 January 2020	2	-	2
Total comprehensive income for the year	-	-	-
Balance at 31 December 2020	2	-	2
Total comprehensive income for the year	-	-	-
Balance at 31 December 2021	2	-	2

The notes on pages 12 to 16 form part of these financial statements.

ABERDEEN INFRASTRUCTURE GP II LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2021

1. GENERAL INFORMATION

The Company is domiciled in the United Kingdom. The address of its registered office is Bow Bells House, 1 Bread Street, London EC4M 9HH.

The Company's business activities, together with expected future developments and key risks facing the Company, are detailed in the Report of the Directors.

The financial statements were authorised for issue by the Board of Directors of the Company on 26 September 2022.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

2.1 Basis of preparation

(a) Financial Reporting Standard 101 Reduced Disclosure Framework ("FRS 101")

The Company meets the definition of a qualifying entity under Application of Financial Reporting Requirements 100 as issued by the Financial Reporting Council. Accordingly, the financial statements for year ended 31 December 2021 have been prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework ('FRS 101') as issued by the Financial Reporting Council.

In preparing these financial statements, the Company applies the recognition, measurement and disclosure requirements of UK-adopted international accounting standards, but makes amendments where necessary in order to comply with Companies Act 2006 and has set out below where advantage of the FRS 101 disclosure exemptions has been taken.

Application of FRS 101, in conjunction with the equivalent disclosures being available in the abrdn plc Annual Report and Accounts, has allowed the Company to take advantage of various disclosure exemptions. These are presentation of a cash-flow statement, standards not yet effective, financial instruments and transactions with group companies.

The financial statements are prepared on a historical cost basis.

ABERDEEN INFRASTRUCTURE GP II LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Going concern

The Directors have considered the impact of COVID-19 and where applicable have built this into its fair value modelling which has been reflected in the fair value of the investments in the financial statements of the underlying LP.

The Company is currently in a net asset value position of GBP 2 (2020: GBP 2), holds a cash balance of GBP 842,065 (2020: GBP 1,652,044), and GPS receivable of GBP 175,327 (2020: GBP 255,221). As detailed in Note 2.8, management fees is a residual balance after all operating expenses are paid. Management fees payable represents a significant balance of the current payables balance. The value of the assets and operational structure of the Company is sufficient for the Company to cover its operating expenses for the next twelve months. The Board believes that the Company holds adequate resources to continue in business for the next twelve months from the date of signing these financial statements. Accordingly, the financial statements have been prepared on a going concern basis.

2.3 Foreign currency translation

(a) Functional and presentation currency

The Board of Directors consider Pound Sterling ("GBP") as the functional and presentation currency of the Company. This is the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions of the Company. The Company receives the majority of its income and expenses in GBP.

Foreign exchange gains and losses arising from translation are included in the Statement of Comprehensive Income.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency assets and liabilities, other than financial assets and liabilities at fair value through profit or loss are translated into the functional currency using the exchange rate prevailing at the Statement of Financial Position date.

2.4 General Partner's Share / General Partner's Share receivable

In accordance with Clause 9 of the Limited Partnership Agreement (LPA) dated 19 November 2014, the Company is entitled to receive a GPS and this shall be allocated to the Company as a first charge on the Net Income and Capital Gains of the Fund.

General Partner's Share ("GPS") is recognised when the right to receive payment is established. General Partner's Share is initially recognised at fair value and subsequently measured at amortised cost using the effective interest rate method.

The GPS is calculate as follows:

- (i) In respect of the period commencing on the Closing date and ending on the fifth anniversary of the Closing Date, 0.455 per cent of the Net Asset Value.
- (ii) In respect of the period following the fifth anniversary of the Closing Date, 0.5 per cent of the Net Asset Value.

ABERDEEN INFRASTRUCTURE GP II LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **For the year ended 31 December 2021**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.4 General Partner's Share / General Partner's Share receivable (continued)

As per Clause 10.3 of the LPA, 12.1% of the GPS from AIP II LP shall not be distributed to the Company, but shall instead be retained by AIP II LP in an interest bearing special reserve account. Upon the achievement of certain Fund performance hurdles specified in the LPA, on the fifth anniversary of the closing date of AIP II LP, the Company shall be entitled to receive this amount in full. The Company has not recognised the 12.1% of the GPS as at the balance sheet date as it is uncertain whether the hurdles will be met. Any increase in the GPS will be offset by an increase in the management fees payable.

The GPS payable shall be reduced by deducting transaction fees, investment related fees, directors' fees, etc. earned and retained by the General Partner, Investment Manager or any associates of either.

Instalments of the management fee payable for any period other than a full quarterly period (including the first management fee payment, which shall be payable from the Initial Closing Date) shall be adjusted on a pro rata basis according to the actual number of days in such period.

2.5 Receivables

In accordance with IFRS 9, receivables are initially recognised at fair value and measured subsequently at amortised cost using the effective interest rate method less provision for impairment. The Company takes the practical expedient approach to the impairment of receivables.

2.6 Cash and cash equivalents

Cash and cash equivalents consist of cash balances that are freely available with a maturity of three months or less. At 31 December 2021 and 2020, the carrying amounts of cash and cash equivalents approximate their fair values.

2.7 Payables and accruals

Payables and accruals are initially recognised at fair value and subsequently stated at amortised cost using the effective interest rate method. Payables and accruals are derecognised when the obligation under the liability is discharged, cancelled or expires. At 31 December 2021 and 2020, the carrying amounts of payables and accruals approximate their fair values.

2.8 Expenses

Expenses are recognised on an accruals basis.

Management fees represent the Company's share of the General Partner fees payable to Aberdeen Fund Managers Limited in lieu of the provision of services as the Investment Manager to the Fund. Management fees are limited to any surplus income after all expenses have been settled.

2.9 Taxation

Tax on the profit or loss for the year comprises current tax. Tax is recognised in the statement of comprehensive income except to the extent that it relates to items recognised in other comprehensive income. Current tax is the expected tax payable on the taxable profit for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

ABERDEEN INFRASTRUCTURE GP II LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.10 Critical accounting estimates and judgements

Management have not used any significant accounting estimates or judgements when preparing the financial statements.

3. EXPENSES

3.1 Audit remuneration

Fees charged by the Company's Independent Auditor for the audit of the Company's annual accounts for the year ended 31 December 2021 were GBP 5,927 (2020: GBP 6,289).

3.2 Staff costs

The Company has no employees. The Directors of the Company waived their right to receive directors' remuneration.

4. RECEIVABLES

	2021 GBP	2020 GBP
GPS receivable	175,327	255,221
Amounts due from Group companies	5,400	5,400
	<u>180,727</u>	<u>260,621</u>

Amounts due from Group companies are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

5. PAYABLES AND ACCRUALS

	2021 GBP	2020 GBP
Administration fees	2,600	2,600
Audit fees	5,695	5,600
Amounts due to Aberdeen Group companies	1,014,495	1,904,463
	<u>1,022,790</u>	<u>1,912,663</u>

Amounts due to Aberdeen Group companies include management fees. All amounts are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

6. SHARE CAPITAL

	2021 GBP	2020 GBP
Authorised and issued		
2 ordinary shares of GBP1 nominal value	<u>2</u>	<u>2</u>

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company.

ABERDEEN INFRASTRUCTURE GP II LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2021

7. RELATED PARTY TRANSACTIONS

The Company has taken advantage of the exemption under paragraph 8(k) of FRS 101 not to disclose transactions with fellow wholly owned subsidiaries.

8. ULTIMATE PARENT UNDERTAKING

The Company's immediate parent company is Aberdeen Alternatives (Holdings) Limited and its ultimate parent company is abrdn plc, which is incorporated in the United Kingdom and registered in Scotland.

The results of the Company are consolidated in the abrdn plc Annual Report and Accounts, which is the largest and smallest group that the results are consolidated within, which are available to the public and may be obtained from 1 George Street, Edinburgh, EH2 2LL.

9. SUBSEQUENT EVENTS

The Directors have evaluated the impact of all subsequent events on the Company occurring between the end of the reporting period and 26 September 2022, the date the financial statements were available to be issued and have determined that there were no subsequent events requiring adjustment or additional disclosure at the date of signing this report and the audited financial statements.