

ACAL Capital Advisory Ltd

Directors' Report and Financial Statements

Period Ended

30 June 2020

Company Number 11414046



ACAL Capital Advisory Ltd

Company Information

Directors	G G Kaelin Lizarraga M W Scherb
Registered number	11414046
Registered office	Fifth Floor 45 Pall Mall London SW1Y 5JG
Independent auditor	Nexia Smith & Williamson 25 Moorgate London United Kingdom EC2R 6AY

ACAL Capital Advisory Ltd

Contents

	Page
Directors' report	1 - 2
Independent auditor's report	3 – 4
Statement of comprehensive income	5
Statement of financial position	6
Statement of changes in equity	7
Notes to the financial statements	8 - 18

ACAL Capital Advisory Ltd

Directors' report For the period ended 30 June 2020

The directors present their report and the financial statements for ACAL Capital Advisory Ltd ("the Company") for the period from 24 June 2019 to 30 June 2020.

Directors' responsibilities statement

The directors are responsible for preparing the directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have 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 company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period.

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

- select suitable accounting policies for the Company's financial statements and then apply them consistently;
- make judgements and accounting 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for 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 to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Principal activity

The principal activity of the Company during the period was that of a parent Company to an FCA regulated investment advisor.

Directors

The directors who served during the period were:

G G Kaelin Lizarraga
M W Scherb

Going Concern

The Company's business activities, together with the factors likely to affect its future development, performance and position have been reviewed by the directors. Further details are given in note 2.4.

ACAL Capital Advisory Ltd

Directors' report (continued) For the period ended 30 June 2020

Disclosure of information to auditor

Each of the persons who are directors at the time when this directors' report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditor is unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 20/11/20 and signed on its behalf.



M W Scherb
Director

ACAL Capital Advisory Ltd

Independent auditor's report to the members of ACAL Capital Advisory Ltd (continued)

Opinion

We have audited the financial statements of ACAL Capital Advisory Limited (the 'Company') for the period ended 30 June 2020 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and the 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 30 June 2020 and of its loss for the period 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in Directors' Report and Financial Statements, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. 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 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.

Opinion 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 directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

ACAL Capital Advisory Ltd

Independent auditor's report to the members of ACAL Capital Advisory Ltd (continued)

Matters on which we are required to report by exception

In the 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 directors' report.

We have nothing to report in respect of the following matters where 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 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 in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors 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 directors 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 directors 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 these financial statements.

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 our 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.

Nexia Smith & Williamson

Jonathan Wiseman
Senior Statutory Auditor, for and on behalf of
Nexia Smith & Williamson
Statutory Auditor
Chartered Accountants

25 Moorgate
London
EC2R 6AY

Date: 20 November 2020

ACAL Capital Advisory Ltd

Statement of comprehensive income For the period ended 30 June 2020

		Period from 24 June to 30 June 2020 £	Period from 18 June 2018 to 23 June 2019 £
	Note		
Administrative expenses		(114,114)	(162,320)
Operating loss	4	(114,114)	(162,320)
Interest receivable and similar income	7	77,000	42,403
Interest payable and similar expenses	8	(197,577)	(534,455)
Loss before tax		(234,691)	(654,372)
Tax on loss	9	-	-
Loss for the financial period		<u>(234,691)</u>	<u>(654,372)</u>

There was no other comprehensive income for 2020 (2019 - £Nil).

The notes on pages 8 to 18 form part of these financial statements.

ACAL Capital Advisory Ltd

Registered number: 11414046

Statement of financial position As at 30 June 2020

	Note	30 June 2020 £	23 June 2019 £
Fixed assets			
Investments	10	6,100,000	6,043,485
		<u>6,100,000</u>	<u>6,043,485</u>
Current assets			
Debtors: amounts falling due after more than one year	11	-	280,000
Debtors: amounts falling due within one year	11	819,703	1,076,782
Deferred tax asset	17	647,809	-
Cash at bank and in hand		-	3,858
		<u>1,467,512</u>	<u>1,360,640</u>
Current liabilities			
Creditors: amounts falling due within one year	12	(3,075,060)	(3,314,955)
Net current liabilities		<u>(1,607,550)</u>	<u>(1,744,315)</u>
Total assets less current liabilities		<u>4,492,450</u>	<u>4,269,170</u>
Creditors: amounts falling due after more than one year	13	(1,081,215)	(623,242)
Net liabilities		<u><u>3,411,235</u></u>	<u><u>3,645,928</u></u>
Capital and reserves			
Called up share capital	15	2,000	2,000
Share premium account	16	4,298,300	4,298,300
Retained earnings	16	(889,063)	(654,372)
		<u><u>3,411,237</u></u>	<u><u>3,645,928</u></u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 20/11/2020



M W Scherb
Director

The notes on pages 8 to 18 form part of these financial statements.

ACAL Capital Advisory Ltd

Statement of changes in equity For the period ended 30 June 2020

	Called up share capital	Share premium account	Cumulative Profit and loss account	Total equity
	£	£	£	£
At 18 June 2018	1	-	-	1
Comprehensive income for the period				
Loss for the period	-	-	(654,372)	(654,372)
Total comprehensive income for the period	-	-	(654,372)	(654,372)
Contributions by and distributions to owners				
Shares issued during the period	1,999	8,597,450	-	8,599,449
Bonus issue of shares	4,299,150	(4,299,150)	-	-
Reduction of share capital	(4,299,150)	-	-	(4,299,150)
Total transactions with owners	1,999	4,298,300	-	4,300,299
At 23 June 2019	<u>2,000</u>	<u>4,298,300</u>	<u>(654,372)</u>	<u>3,645,928</u>
Comprehensive income for the period				
Loss for the period	-	-	(234,691)	(234,691)
Total comprehensive income for the period	-	-	(234,691)	(234,691)
At 30 June 2020	<u>2,000</u>	<u>4,298,300</u>	<u>(889,063)</u>	<u>3,411,237</u>

ACAL Capital Advisory Ltd

Notes to the financial statements For the period ended 30 June 2020

1. General information

ACAL Capital Advisory Ltd is a private company limited by shares and incorporated in England and Wales under the Companies Act 2006. The address of the registered office is given on the Company information page and the nature of the Company's operations and its principal activities are set out in the directors' report. These accounts are prepared for the period between 24 June 2019 to 30 June 2020 with comparatives being presented for the period from 18 June 2018 to 23 June 2019. The primary driver for the change in period is to align the period with that of the Company's parent.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Financial reporting standard 102 - reduced disclosure exemptions

The Company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.41(b), 11.41(c), 11.41(e), 11.41(f), 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of Cherry Street Limited as at 30 June 2020 and these financial statements may be obtained from Companies House, Crown Way, Cardiff, CF14 3UZ.

2.3 Exemption from preparing consolidated financial statements

The Company is a parent company that is also a subsidiary included in the consolidated financial statements of its immediate parent undertaking established under the law of an EEA state and is therefore exempt from the requirement to prepare consolidated financial statements under section 400 of the Companies Act 2006.

ACAL Capital Advisory Ltd

Notes to the financial statements For the period ended 30 June 2020

2. Accounting policies (continued)

2.4 Going concern

The Directors have reviewed the Company's financial position. At the reporting date, the Company had current liabilities exceeding the liquid resources available to it, indicating that it may not be able to meet its liabilities as they fall due.

The Company's subsidiary, Appian Capital Advisory LLP, holds investment advisory agreements with the funds it currently manages. These agreements provide a significant future income stream which will provide the Company with the liquid resources required to meet its liabilities as they fall due. The directors therefore consider that it is appropriate to prepare the financial statements on a going concern basis.

COVID-19

In the assessment of going concern the directors have considered the current and developing impact on the business as a result of the COVID-19 pandemic. The length of time that the virus will continue to impact society is still unknown however the directors are very conscious of the challenge in predicting both the timing and the extent of any immediate economic recovery. The Appian group's operations have largely continued as normal and staff have managed to work remotely very effectively.

Having regard to the above, the directors believe it appropriate to adopt the going concern basis of accounting in preparing the financial statements. The financial statements do not include any adjustments that may result from any significant changes in the assumptions noted above in preparing the financial statements on a going concern basis.

2.5 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

2.6 Interest income

Interest income is recognised in the statement of comprehensive income using the effective interest method.

2.7 Finance costs

Finance costs are charged to the statement of comprehensive income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

ACAL Capital Advisory Ltd

Notes to the financial statements For the period ended 30 June 2020

2. Accounting policies (continued)

2.8 Borrowing costs

All borrowing costs are recognised in the statement of comprehensive income in the period in which they are incurred.

2.9 Taxation

Tax is recognised in the statement of comprehensive income, 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.

2.10 Valuation of investments

Investments in subsidiaries and associates are measured at cost less accumulated impairment.

An entity is treated as an associated undertaking where the group exercises significant influence in that it has the power to participate in the operating and financial policy decisions.

2.11 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.12 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.13 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

ACAL Capital Advisory Ltd

Notes to the financial statements For the period ended 30 June 2020

2. Accounting policies (continued)

2.14 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

3. Judgements in applying accounting policies and key sources of estimation uncertainty

The preparation of financial statements in conformity with generally accepted accounting practice requires management to make estimates and judgements that affect the reported amounts of assets and liabilities, as well as the disclosure of contingent assets and liabilities at the balance sheet date, and the reported amounts of revenue and expenses during the reporting period. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are as follows:

(i) Impairment of fixed asset investments

Investments are assessed for indicators of impairment at each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in the Statement of Comprehensive Income.

4. Operating loss

The operating loss is stated after (crediting)/charging:

	Period ended 30 June 2020 £	12 month period ended 23 June 2019 £
Exchange differences	(24,465)	112,207

5. Auditor's remuneration

The auditor's remuneration was £4,000 (2019: £8,500)

Statutory information on remuneration for other services provided by the Company's auditor is given on a consolidated basis in the group accounts of Cherry Street Limited.

6. Employees

The Company has no employees other than the directors, who did not receive any remuneration (2019 - £Nil).

ACAL Capital Advisory Ltd

Notes to the financial statements For the period ended 30 June 2020

7. Interest receivable and similar income

	Period ended 30 June 2020	12 month period ended 23 June 2019 £
Other interest receivable	77,000	42,403

8. Interest payable and similar expenses

	Period ended 30 June 2020 £	12 month period ended 23 June 2019 £
Other interest payable	197,577	534,455

9. Taxation

	Period ended 30 June 2020 £	12 month period ended 23 June 2019 £
Current tax on profits for the period	647,809	-
Total current tax	647,809	-
Deferred tax	(647,809)	-
Total deferred tax	(647,809)	-
Total tax charge for the period	-	-

ACAL Capital Advisory Ltd

Notes to the financial statements For the period ended 30 June 2020

9. Taxation (continued)

Factors affecting tax charge for the period

The tax assessed for the period is higher than (2019 - higher than) the standard rate of corporation tax in the UK of 19% (2019 -19%). The differences are explained below:

	12 month period ended 23 June 2020 £	12 month period ended 23 June 2019 £
Loss on ordinary activities before tax	<u>(234,691)</u>	<u>(654,372)</u>
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 19%	(44,591)	(124,331)
Effects of:		
Group relief	(1,794)	-
Subsidiary profit allocation	750,315	-
Losses brought forward utilised	(56,121)	-
Deferred tax recognised on timing of subsidiary profit allocation	(647,809)	-
Amounts relating to other comprehensive income or otherwise transferred	-	35,005
Adjust closing deferred tax to average rate of 19.00%	-	9,403
Deferred tax not recognised	-	79,923
Total tax charge for the period	<u><u>-</u></u>	<u><u>-</u></u>

ACAL Capital Advisory Ltd

Notes to the financial statements For the period ended 30 June 2020

10 Fixed asset investments

	30 June 2020 £	23 June 2019 £
Total fixed asset investments comprise:		
Interest in subsidiaries	6,100,000	6,043,485

The Company had a balance owed by Appian Capital Advisory LLP of £56,515 which has been contributed to Appian Capital Advisory LLP as a capital contribution in the period.

Subsidiary undertaking

The following was a subsidiary undertaking of the Company:

Name	Country of incorporation or registration	Description of interest	Holding
Appian Capital Advisory LLP	England and Wales	LLP member	100%

The Company has a 100% interest in Appian Capital Advisory LLP. The registered office address of Appian Capital Advisory LLP is 5th Floor, 45 Pall Mall, London, SW1Y 5JG.

ACAL Capital Advisory Ltd

Notes to the financial statements For the period ended 30 June 2020

11. Debtors

	30 June 2020 £	23 June 2019 £
Due after more than one year		
Loans	-	280,000
	30 June 2020 £	23 June 2019 £
Due within one year		
Amounts owed by group undertakings	-	614,079
Loans	700,000	420,000
Called up share capital not paid	300	300
Prepayments and accrued income	119,403	42,403
	<u>819,703</u>	<u>1,076,782</u>
For information on loans, please see note 18 for further details.		

12. Creditors: Amounts falling due within one year

	30 June 2020 £	23 June 2019 £
Other loans	705,923	919,306
Borrowings	1,234,686	2,118,215
Other taxation and social security	55,948	55,948
Corporation tax payable	647,809	-
Amounts owed to group undertakings	316,903	-
Accruals	4,000	-
Other creditors	109,791	41,486
	<u>3,075,060</u>	<u>3,134,955</u>

For information on borrowings, please see note 18 for further details.

ACAL Capital Advisory Ltd

Notes to the financial statements For the period ended 30 June 2020

13. Creditors: Amounts falling due after more than one year

	30 June 2020 £	23 June 2019 £
Other loans	70,582	612,870
Borrowings	1,010,633	-
Other creditors	-	10,372
	<u>1,081,215</u>	<u>623,242</u>

14. Loans

Analysis of the maturity of loans is given below:

	30 June 2020 £	23 June 2019 £
Amounts falling due within one year		
Other loans	705,923	919,306
Amounts falling due 1-2 years		
Other loans	1,081,215	612,870
	<u>1,787,138</u>	<u>1,532,176</u>

During the prior period the Company entered into various loan agreements, described above as other loans. All loans are repayable in quarterly instalments beginning on 30 September 2019 and are due to be fully repaid on 30 September 2021. Interest is charged on these loans at a rate of 11%.

The loans have been personally guaranteed by the Company's directors.

ACAL Capital Advisory Ltd

Notes to the financial statements For the period ended 30 June 2020

15. Share capital

	30 June 2020 £	23 June 2019 £
Allotted, called up and fully paid		
1,700 Ordinary A Shares of £1.00 each	1,700	1,700
Allotted, called up and unpaid		
300 Ordinary B Shares of £1.00 each	300	300

16. Reserves

Called up share capital

Called up share capital reserve represents the nominal value of the shares issued.

Share premium account

The share premium account includes the premium on issue of equity shares, net of any issue costs.

Profit and loss account

Profit and loss account represents cumulative profits or losses, net of dividends paid and other adjustments.

17. Deferred tax

	30 June 2020 £	23 June 2019 £
At the beginning of period	-	-
Credited to profit and loss	647,809	-
At end of period	647,809	-
Deferred tax is made up as follows:		
Deferred tax recognised on timing of LLP allocation	647,809	-

ACAL Capital Advisory Ltd

Notes to the financial statements For the period ended 30 June 2020

18. Related party transactions

Appian Capital Advisory LLP: subsidiary of the company

In the period ended 30 June 2020, Appian Capital Advisory LLP repaid £1,651,962 (period ended 23 June 2019: £Nil) of loans on behalf of the Company.

In addition, during the period ended 30 June 2020, Appian Capital Advisory LLP received £1,009,917 (period ended 23 June 2019: £Nil) from Appian Peru S.A.C. on behalf of ACAL Capital Advisory Ltd.

As at 30 June 2020, an amount of £316,903 (2019: (£614,079)) was due to Appian Capital Advisory LLP.

Appian Peru S.A.C.: a director of the company is the General Manager of Appian Peru S.A.C.

As at 30 June 2020, the Company owed £2,245,319 (2019 – (£2,118,215)) to Appian Peru S.A.C.

Included within the above were two promissory notes issued to Appian Peru S.A.C. for a subscription price of US\$1,250,000 (2019: £Nil) and US\$1,950,000 (2019: £Nil). These will be redeemed on 7 July 2022 and 31 December 2020 respectively for the principal amounts.

During the period to 30 June 2020, interest charges of £69,151 (prior period to 23 June 2019: £Nil) were payable on the loans received from Appian Peru S.A.C.

Appian Holdings Limited: a company within common ownership

As at 30 June 2020, the Company is owed £819,403 (2019: £742,403) by Appian Holdings Limited. During the period to 30 June 2020 the Company charged interest of £77,000 (prior period to 23 June 2019: £42,403) to Appian Holdings Limited.

19. Controlling party

The smallest and largest group in which the results of the Company are consolidated is that headed by Cherry Street Limited, the Company's immediate and ultimate parent company, whose registered address is 45 Pall Mall, London, SW1Y 5JG.

The consolidated accounts of Cherry Street Limited are available to the public and may be obtained from Companies House, Crown Way, Cardiff, CF14 3UZ. No other group accounts include the results of the Company.

The ultimate controlling party is M W Scherb by virtue of his majority shareholding in Cherry Street Limited.

20. Subsequent events

The Company has evaluated events and transactions occurring subsequent to 30 June 2020 for any items that should have been recognised or disclosed in these financial statements and has concluded that there were no subsequent events.