

Company registration number: 12816952

CMC Markets Investments Limited

Annual Report and Financial Statements

Period 1 September 2021 to 31 March 2022

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CMC Markets Investments Limited

Annual Report and Financial Statements

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CMC Markets Investments Limited

Strategic report

The Directors present their Strategic report on the Company for the shortened period of 1 September 2021 to 31 March 2022.

CORPORATE INFORMATION

CMC Markets Investments Limited (the "Company") is a private limited company incorporated in England and Wales under the Companies Act 2006.

BUSINESS REVIEW AND FUTURE DEVELOPMENTS

The Company's principal activity during the period has been to make a license application to the Financial Conduct Authority. A license has been granted on 21 March 2022. The Company will operate an investment platform in the UK under a CMC Markets branding and market its services to UK residents.

The loss for the period 1 September 2021 to 31 March 2022 was £372,098 (For the period 17 August 2020 to 31 August 2021: £97,103). The Company had no revenue in the period 1 September 2021 to 31 March 2022 (For the period 17 August 2020 to 31 August 2021: £0).

The Company has net assets of £9,530,800 as at 31 March 2022 (31 August 2021: net liabilities £97,102).

During the next financial period, the Company will launch an investment platform in the UK under a CMC Markets branding and market its services to UK residents.

PRINCIPAL RISKS AND UNCERTAINTIES

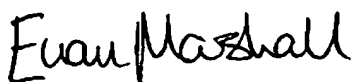
The Directors of CMC Markets plc, the ultimate parent company of CMC Markets Group (the "Group"), manage the Group's risks at a Group level rather than at an individual business unit level. For this reason, the Company's Directors believe that a discussion of the Company's risks would not be appropriate for an understanding of the development, performance or position of CMC Markets Investments Limited business. The principal risks of the Group which include those of the Company, are discussed in the Strategic report of the Group's Annual Report and Financial Statements, which does not form part of this report.

The continuation of the pandemic throughout the financial period gave rise to multiple risks to the Group. Market and counterparty credit risk resulting from the increased trading activity driven, albeit at lower levels than that seen in the prior period, by the pandemic is actively monitored as a course of business. From an operational risk perspective, the Group has put significant measures in place aimed at mitigating specific risks relating to its people and operational activities and continues to actively monitor the situation and closely follow governmental advice.

KEY PERFORMANCE INDICATORS ("KPIs")

The Directors of CMC Markets plc manage the Group's operations on a geographical basis. For this reason, the Directors believe that analysis using KPIs for the Company is not necessary or appropriate for an understanding of development, performance or position of the business of the Company. The development, performance and position of the business of the Group, which includes the Company, is discussed in the Directors' report of the Group's Annual Report and Financial Statements which does not form part of this report.

The Strategic report has been approved by the Board of Directors and signed on its behalf by:



Euan Marshall
Director
18 July 2022

Registered office
133 Houndsditch
London EC3A 7BX

CMC Markets Investments Limited

Directors' report

The previous financial statements, which form the comparatives in these financial statements, are for the period 17 August 2020 to 31 August 2021. In January 2022, the accounting reference date was changed to 31 March 2022, and these financial statements are for the period 1 September 2021 to 31 March 2022.

PRINCIPAL ACTIVITIES

The Company has made a license application to the Financial Conduct Authority that has been granted on 21 March 2022. The Company will operate an investment platform in the UK under a CMC Markets branding and market its services to UK residents.

STRATEGIC REPORT

The Companies Act 2006 requires the company to prepare a Strategic report, which commences at the start of this Annual Report and Financial Statements on page 1. The Strategic report includes information about the Company's review of the business throughout the period, principal risks and uncertainties and key performance indicators.

GOING CONCERN

Having given due consideration to the nature of the Company's business, the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. The Company therefore continues to adopt the going concern basis in preparing its Financial Statements.

RESULTS AND DIVIDENDS

The results for the period are shown in the statement of comprehensive income on page 7. As at the date of signing these financial statements the Directors have not announced the payment of a Dividend for the period.

DIRECTORS

The Directors of the Company who held office during the period and up to the date of signing these Financial Statements were as follows:

Lord Cruddas
David Fineberg
Euan Marshall

Lord Peter Cruddas, David Fineberg and Euan Marshall are also Directors of CMC Markets plc, the ultimate parent company.

DIRECTORS' INDEMNITIES

As permitted by the articles of association, the Directors have the benefit of indemnity which is a qualifying third-party indemnity provision as defined by Section 234 of the Companies Act 2006. The indemnity was in force throughout the last financial period and is currently in force.

The Company also maintains appropriate insurance to cover Directors' and Officers' liability which is assessed annually and approved by the Board of CMC Markets plc. No amount was paid under the Directors' and Officers' liability insurance during the period. This was in place at the start, end and throughout the financial period.

DIRECTORS' STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as each person who was a Director at the date approving this report is aware, there is no relevant audit information, being information needed by the auditors in connection with preparing their report, of which the auditors are unaware. Each Director has taken all the steps that he or she is obliged to take as Director in order to make himself/herself aware of any relevant audit information and to establish that the Company's auditors are aware of that information. This confirmation is given pursuant to Section 418 of the Companies Act 2006.

INDEPENDENT AUDITORS

PricewaterhouseCoopers LLP acted as auditors of the Company throughout the period. Following the completion of a tender process, Deloitte LLP are to be appointed as auditors of the Company for accounting periods ending on or after 31 March 2023.

CMC Markets Investments Limited

Directors' report

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE FINANCIAL STATEMENTS

The Directors are responsible for preparing the Annual Report and Financial Statements in accordance with applicable law and regulation.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have prepared the financial statements in accordance with UK-adopted international accounting standards.

Under company law, 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 the financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable UK-adopted international accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Directors are responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Directors are also 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.

The Directors' report has been approved by the Board of Directors and signed on its behalf by:



Euan Marshall
Director
18 July 2022

Registered office:
133 Houndsditch
London
EC3A 7BX

CMC Markets Investments Limited

Independent auditors' report to the members of CMC Markets Investments Limited

Independent auditors' report to the members of CMC Markets Investments Limited

Report on the audit of the financial statements

Opinion

In our opinion, CMC Markets Investments Limited's financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2022 and of its loss and cash flows for the period from 1 September 2021 to 31 March 2022;
- have been properly prepared in accordance with UK-adopted international accounting standards; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report, which comprise: Statement of Financial Position as at 31 March 2022; Statement of Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows for the period then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

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.

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

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the company's ability to continue as a going concern.

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

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

CMC Markets Investments Limited

Independent auditors' report to the members of CMC Markets Investments Limited

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 an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of 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 based on these responsibilities.

With respect to the Strategic report and Directors' Report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on our work undertaken in the course of the audit, the Companies Act 2006 requires us also to report certain opinions and matters as described below.

Strategic report and Directors' Report

In our opinion, based on the work undertaken in the course of the audit, the information given in the Strategic report and Directors' Report for the period ended 31 March 2022 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we did not identify any material misstatements in the Strategic report and Directors' Report.

Responsibilities for the financial statements and the audit

Responsibilities of the Directors for the financial statements

As explained more fully in the Statement of Directors' responsibilities in respect of the financial statements, the Directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Directors are also 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.

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.

Auditors' 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 auditors' 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.

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. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Based on our understanding of the company and industry, we identified that the principal risks of non-compliance with laws and regulations related to laws and regulations issued by the Financial Conduct Authority and UK tax legislation, 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 financial statements such as the requirements of the Companies Act 2006. We evaluated 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 the potential for management to post inappropriate manual journals. Audit procedures performed by the engagement team included:

- Discussions with management in relation to known or suspected instances of non-compliance with laws and regulations and fraud;
- Identifying and testing what we considered to be higher risk manual journal entries, if any; and
- Reviewing minutes of meetings of those charged with governance

CMC Markets Investments Limited

Independent auditors' report to the members of CMC Markets Investments Limited

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Other required reporting

Companies Act 2006 exception reporting

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

- we have not obtained all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of Directors' remuneration specified by law are not made; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.



Jonathan Hinchliffe (Senior Statutory Auditor)

for and on behalf of PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors

London

20 July 2022

CMC Markets Investments Limited

Statement of comprehensive income

For the period 1 September 2021 to 31 March 2022

£	Note	Period from 1 September 2021 to 31 March 2022	Period from 17 August 2020 to 31 August 2021
Operating expenses	6	(372,098)	(97,103)
Loss before taxation		(372,098)	(97,103)
Taxation	7	-	-
Loss for the period and total comprehensive expense		(372,098)	(97,103)

All the Company's activities during the period are classed as continuing.

CMC Markets Investments Limited
Statement of financial position
Company registration number: 12816952

As at 31 March 2022

£	Note	As at 31 March 2022	As at 31 August 2021
ASSETS			
Non-current assets			
Investment in subsidiary undertakings	10	1	-
Total current assets		1	-
Current assets			
Trade and other receivables	11	31,516	-
Cash and cash equivalents		10,000,166	100,001
Total current assets		10,031,682	100,001
Total assets		10,031,683	100,001
LIABILITIES			
Current liabilities			
Trade and other payables	12	500,883	197,103
Total current liabilities		500,883	197,103
Total liabilities		500,883	197,103
EQUITY			
Equity attributable to owners of the Company			
Ordinary Share capital	13	10,000,001	1
Accumulated losses		(469,201)	(97,103)
Total equity		9,530,800	(97,102)
Total equity and liabilities		10,031,683	100,001

The Financial Statements on pages 7 to 17 were approved by the Board of Directors on 18 July 2022 and signed on its behalf by:

Euan Marshall

Euan Marshall
Director

CMC Markets Investments Limited

Statement of changes in equity

For the period 1 September 2021 to 31 March 2022

£	Ordinary Share capital	Accumulated losses	Total Equity
At 17 August 2020	-	-	-
New shares issued	1	-	1
Total comprehensive expense for the period	-	(97,103)	(97,103)
At 31 August 2021	1	(97,103)	(97,102)
New shares issued	10,000,000	-	10,000,000
Total comprehensive expense for the period	-	(372,098)	(372,098)
At 31 March 2022	10,000,001	(469,201)	9,530,800

CMC Markets Investments Limited

Statement of cash flows

For the period 1 September 2021 to 31 March 2022

£	Note	Period from 1 September 2021 to 31 March 2022	Period from 17 August 2020 to 31 August 2021
Cash flows from operating activities			
Loss before taxation		(372,098)	(97,103)
Changes in working capital			
Increase in trade and other receivables	11	(31,516)	-
Increase in trade and other payables	12	403,780	97,103
Net cash generated from operating activities		166	-
Cash flows from investing activities			
Investment in subsidiary undertakings	10	(1)	-
Net cash used in investing activities		(1)	-
Cash flows from financing activities			
New shares issued	13	10,000,000	1
Amount (paid) / received from Group Companies		(100,000)	100,000
Net cash generated from financing activities		9,900,000	100,001
Net increase in cash and cash equivalents		9,900,165	100,001
Cash and cash equivalents at the beginning of the period		100,001	-
Cash and cash equivalents at the end of the period		10,000,166	100,001

CMC Markets Investments Limited

Notes to the Financial Statements

1. General information

The previous financial statements, which form the comparatives in these financial statements, are for the period 17 August 2020 to 31 August 2021. In January 2022, the accounting reference date was changed to 31 March 2022, and these financial statements are for the period 1 September 2021 to 31 March 2022.

Corporate information

CMC Markets Investments Limited (the "Company") is a private limited company incorporated in England and Wales under the Companies Act 2006. The Company made a license application to the Financial Conduct Authority that has been granted on 21 March 2022. The Company will operate an investment platform in the UK under a CMC Markets branding and market its services to UK residents.

Functional and presentation currency

Items included in these Financial Statements of the Company are measured using British pounds sterling ("GBP") being the currency of the primary economic environment in which the Company operates (the "functional currency"). These Financial Statements are presented in GBP, which is the Company's presentation currency. Foreign currency transactions are included in accordance with the policies set out in note 3.

Significant accounting judgements and estimates

No significant estimates were used in the preparation of the financial statements.

2. Basis of preparation

Basis of accounting

On 31 December 2020, IFRS as adopted by the European Union at that date was brought into UK law and became UK-adopted International Accounting Standards, with future changes being subject to endorsement by the UK Endorsement Board. The Company transitioned to UK-adopted International Accounting Standards in its company financial statements on 1 April 2021. This change constitutes a change in accounting framework. However, there is no impact on recognition, measurement or disclosure in the period reported as a result of the change in framework.

The financial statements of the Company have been prepared in accordance with UK-adopted International Accounting Standards and with the requirements of the Companies Act 2006 as applicable to companies reporting under those standards.

The Financial Statements have been prepared in accordance with the going concern basis, under the historic cost convention

The principal accounting policies adopted in the preparation of these Financial Statements are set out in the note 3 below. These policies have been consistently applied to all periods presented. No new or revised accounting standards were applied for the first time in the period commencing 1 September 2021.

The Company is a wholly-owned subsidiary of CMC Markets plc and is included in the consolidated Financial Statements of CMC Markets plc which are publicly available. Consequently, the company has taken advantage of the exemption from preparing consolidated Financial Statements under the terms of section 400 of the Companies Act 2006.

New accounting standards in issue but not yet effective

At the date of authorisation of the Financial Statements, the following new standards and interpretations relevant to the Company were in issue but not yet effective and have not been applied to the Financial Statements:

- IFRS 17 Insurance contracts
- Reference to the Conceptual Framework – Amendments to IFRS 3
- Annual Improvements to IFRS Standards 2019-2020
- Classification of Liabilities as Current or Non-current – Amendments to IAS 1
- Disclosure of Accounting Policies – Amendments to IAS 1 and IFRS Practice Statement 2
- Definition of Accounting Estimate – Amendments to IAS 8
- Deferred Tax related to Assets and Liabilities arising from a Single Transaction -- Amendments to IAS 12

The Directors do not expect that the adoption of the Standards listed above will have a material impact on the financial statements of the Company in future periods.

CMC Markets Investments Limited

Notes to the Financial Statements

3. Summary of significant accounting policies

Investment in subsidiary undertakings

Investments in newly incorporated subsidiaries are stated at cost less accumulated provision for impairment.

Cash and cash equivalents

Cash and cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value.

Trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

Trade receivables do not contain a significant financing element and therefore expected credit losses are measured using the simplified approach permitted by IFRS 9, which requires expected lifetime losses to be recognised from the initial recognition of the receivables.

The expected loss model for these trade receivables has been built based on the levels of loss experienced, with due consideration given to forward-looking information.

The carrying amount of the asset is reduced through the use of an allowance account, and the amount of the loss is recognised in the statement of comprehensive income within operating costs. When a trade receivable is uncollectible, it is written off against the allowance account for trade receivables. Subsequent recoveries of amounts previously written off are credited against other operating costs in the statement of comprehensive income.

Trade payables

Trade payables are not interest bearing and are stated at fair value on initial recognition and subsequently at amortised cost.

Foreign currencies

Transactions denominated in currencies other than the functional currency, are recorded at the rates of exchange prevailing on the date of the transaction. At each balance sheet date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing as at the balance sheet date.

Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

4. Financial instruments

Analysis of financial instruments by category

The following tables analyse financial assets and liabilities in accordance with the categories of financial instruments on an IFRS 9 basis.

	Assets at amortised cost	Total
31 March 2022	£	£
Financial assets		
Cash and cash equivalents	10,000,166	10,000,166
	10,000,166	10,000,166
	Liabilities at amortised cost	Total
31 March 2022	£	£
Financial liabilities		
Trade and other payables	(500,883)	(500,883)
	(500,883)	(500,883)

CMC Markets Investments Limited

Notes to the Financial Statements

	Assets at amortised cost	Total
31 August 2021	£	£
Financial assets		
Cash and cash equivalents	100,001	100,001
	100,001	100,001
	Liabilities at amortised cost	Total
31 August 2021	£	£
Financial liabilities		
Trade and other payables	(197,103)	(197,103)
	(197,103)	(197,103)

5. Financial Risk Management

Credit risk

The Company has a relationship with a counterparty that provides banking services. The credit rating of this institution is actively monitored by the Company. Cash balances are only held with rated entities.

The table below presents the Company's exposure to CIs based on their long-term credit rating.

	Cash and cash equivalents	Total
31 March 2022	£	£
A+ to A-	10,000,166	10,000,166
	10,000,166	10,000,166
	Cash and cash equivalents	Total
31 August 2021	£	£
A+ to A-	100,001	100,001
	100,001	100,001

There were no cash balances or deposits with institutions which were considered to be impaired.

Analysis of net cash

	As at 31 March 2022	As at 31 August 2021
£		
Cash and cash equivalents	10,000,166	100,001
Amounts due to Group Companies	-	(100,000)
Net cash	10,000,166	1

CMC Markets Investments Limited

Notes to the Financial Statements

Analysis of movement in net cash

	Liabilities from financing activities	Other assets	
	Amounts due to Group Companies	Cash and cash equivalents	Total £
As at 17 August 2020	-	-	-
Financing cash flows	(100,000)	100,001	1
As at 31 August 2021	(100,000)	100,001	1
Financing cash flows	100,000	9,900,165	10,000,165
As at 31 March 2022	-	10,000,166	10,000,166

Capital management

The Company's objective for managing capital is as follows:

- To comply with the capital requirements set by the financial market regulators to which the Company is subject;
- To ensure that the Company is able to operate as a going concern, and satisfy any minimum externally imposed capital requirements.

The capital resources of the Company consist of equity, being share capital as reduced by accumulated losses, which at 31 March 2022 totalled £9,530,800 (31 August 2021: (£97,102)).

CMC Markets Investments Limited

Notes to the Financial Statements

6. Operating expenses

£	Period from 1 September 2021 to 31 March 2022	Period from 17 August 2020 to 31 August 2021
IT costs	37,736	-
Sales and marketing	200,384	-
Legal and professional fees	72,340	81,752
Other	61,638	15,351
Total	372,098	97,103

The above presentation reflects the breakdown of operating expenses by nature of expense.

7. Taxation

£	Period from 1 September 2021 to 31 March 2022	Period from 17 August 2020 to 31 August 2021
Loss before taxation	(372,098)	(97,103)
Corporation tax thereon at 19% (period ended 31 August 2021: 19%)	(70,699)	(18,450)
<i>Effects of:</i>		
Expenses not deductible for tax purposes	70,699	18,450
Total tax	-	-

Deferred tax assets are recognised for tax losses carried forward to the extent that the realisation of the related tax benefit through future taxable profit is probable.

As at 31 March 2022, the company did not recognise deferred tax assets of £117,300 (31 August 2021: £24,275) in respect of qualifying pre-trading losses amounting to £469,201 (31 August 2021: £97,103).

8. Employee information

There were no employees during the period from 1 September 2021 to 31 March 2022 (Period from 17 Aug 2020 to 31 August 2021: 0). The directors received no remuneration in their capacity as directors of the Company during the period from 1 September 2021 to 31 March 2022 (Period from 17 Aug 2020 to 31 August 2021: £0).

9. Auditors' remuneration

Fees payable to the Company's auditors, PricewaterhouseCoopers LLP, for the period from 1 September 2021 to 31 March 2022 were £16,000 (Period from 17 Aug 2020 to 31 August 2021: £15,000) for audit services. The amount for non-audit services during the period ended 31 March 2022 was £10,000 (Period from 17 Aug 2020 to 31 August 2021: £0).

10. Investment in subsidiary undertakings

£	As at 31 March 2022	As at 31 August 2021
Cost		
At the beginning of the period	-	-
Investment	1	-
At the end of the period	1	-

The list below includes all the Company's direct and indirect subsidiaries as at 31 March 2022:

CMC Markets Investments Limited

Notes to the Financial Statements

	Country of incorporation	Principal activities	Held
CMC Markets Investments Nominee Limited	United Kingdom	Nominee company	Directly

The registered office of CMC Markets Investments Nominee Limited is:

133 Houndsditch
London
EC3A 7BX

All shareholdings are of Ordinary Shares. The issued share capital of all subsidiary undertakings is 100% owned, which also represents the proportion of the voting rights in the subsidiary undertakings.

11. Trade and other receivables

£	As at 31 March 2022	As at 31 August 2021
Prepayments	31,516	-
Total	31,516	-

12. Trade and other payables

£	As at 31 March 2022	As at 31 August 2021
Accruals and other creditors	342,181	54,142
Amounts due to Group Companies	158,702	142,961
Total	500,883	197,103

Accruals and other creditors and Amounts due to Group Companies are unsecured and repayable on demand.

CMC Markets Investments Limited

Notes to the Financial Statements

13. Ordinary Share Capital

£	As at 31 March 2022	As at 31 August 2021
Authorised:		
Ordinary shares of £1 each	10,000,001	1
Allotted, issued and fully paid:		
Ordinary shares of £1 each	10,000,001	1

Ordinary shares have a par value of £1. They entitle the holder to participate in dividends, and to share in the proceeds of winding up the company in proportion to the number of and amounts paid on the shares held.

14. Related party transactions

The amounts outstanding with Group entities at period end were as follows:

£	As at 31 March 2022	As at 31 August 2021
Amounts due to fellow subsidiary CMC Markets UK plc	158,702	142,961
Total	158,702	142,961

15. Ultimate controlling party

The immediate parent undertaking is CMC Markets Holdings Limited.

The ultimate parent company and largest and smallest Group to consolidate these Financial Statements is CMC Markets plc, incorporated in the United Kingdom.

Copies of the Group Financial Statements are available from the registered office of CMC Markets plc at 133 Houndsditch, London, EC3A 7BX.

The Company's ultimate controlling party is Lord Cruddas by virtue of his majority shareholding in the ultimate parent undertaking CMC Markets plc.