

Capital Markets Trading UK LLP

Annual Report and Financial Statements

For the year ended 31 December 2021

Limited Liability Partnership Registration No. OC300617 (England and Wales)

Capital Markets Trading UK LLP

Limited Liability Partnership Information

Designated members	P Thon Accent Partners LLC
Limited liability partnership number	OC300617
Registered office	Devonshire House 60 Goswell Road London England EC1M 7AD
Auditor	Moore Kingston Smith LLP 9 Appold Street London EC2A 2AP
Business address	175 Piccadilly London UK W1J 9EN
Bankers	Lloyds TSB Commercial 39 Threadneedle Street London EC2R 8AU

Capital Markets Trading UK LLP

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Capital Markets Trading UK LLP

Members' Report

For the year ended 31 December 2021

The members present their annual report and financial statements for the year ended 31 December 2021.

Principal activities

The principal activity of the limited liability partnership continued to be that of providing investment management services and advisory services to group entities.

The members are pleased with the results of the LLP. The current trading team is coping well with the current market environment.

The members continue to maintain a healthy balance sheet able to support its current and future trading, giving careful attention to remaining within agreed risk parameters. As the limited liability partnership is an FCA authorised firm, the partnership is committed to timely and appropriate action to mitigate risk and follow defined procedures. While there are always uncertainties which could impact the performance of the LLP, the designated members believe they have taken necessary and appropriate steps to monitor and cure any potential business disruptions.

As with all industry sectors, general market conditions, as well as our traders' ability to react to those opportunities will have the greatest impact on our future performance. The designated members feel the firm is well positioned for growth and continued positive performance.

Branches outside the United Kingdom

The LLP has a branch in Germany.

Members' drawings, contributions and repayments

The members' drawing policy allows each member to draw a proportion of their profit share, subject to the cash requirements of the business.

A member's capital requirement is linked to their share of profit and the financing requirement of the limited liability partnership. There is no opportunity for appreciation of the capital subscribed. Just as incoming members introduce their capital at "par", so the retiring members are repaid their capital at "par".

Designated members

The designated members who held office during the year and up to the date of signature of the financial statements were as follows:

P Thon
Accent Partners LLC

Auditor

The auditor, Moore Kingston Smith LLP, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

Capital Markets Trading UK LLP

Members' Report (Continued)

For the year ended 31 December 2021

Statement of members' responsibilities

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

Company law (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008) requires the members to prepare financial statements for each financial year. Under that law the members have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice. Under company law (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008) the members 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 limited liability partnership and of the profit or loss of the limited liability partnership for that period. In preparing these financial statements, the members are required to:

- select suitable accounting policies 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 limited liability partnership will continue in business.

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

Statement of disclosure to auditor

So far as each person who was a member at the date of approving this report is aware, there is no relevant audit information of which the limited liability partnership's auditor is unaware. Additionally, the members individually have taken all the necessary steps that they ought to have taken as members in order to make themselves aware of all relevant audit information and to establish that the limited liability partnership's auditor is aware of that information.

Approved by the members on 27 April 2022 and signed on behalf by:

P Thon

Designated Member

Capital Markets Trading UK LLP

Independent Auditor's Report

To the Members of Capital Markets Trading UK LLP

Opinion

We have audited the financial statements of Capital Markets Trading UK LLP (the 'limited liability partnership') for the year ended 31 December 2021 which comprise the statement of comprehensive income, the balance sheet, the reconciliation of members' interests, the statement of cashflows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the limited liability partnership's affairs as at 31 December 2021 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008.

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 limited liability partnership in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Capital Markets Trading UK LLP

Independent Auditor's Report (Continued)

To the Members of Capital Markets Trading UK LLP

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The members are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 as applied to limited liability partnerships 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
- we have not received all the information and explanations we require for our audit.

Responsibilities of members

As explained more fully in the Members' Responsibilities Statement, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the members are responsible for assessing the limited liability partnership's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the members either intend to liquidate the limited liability partnership 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.

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.

Capital Markets Trading UK LLP

Independent Auditor's Report (Continued)

To the Members of Capital Markets Trading UK LLP

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the limited liability partnership.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the limited liability partnership and considered that the most significant are the Companies Act 2006 as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008, the Limited Liability Partnerships SORP, UK financial reporting standards as issued by the Financial Reporting Council and regulations applicable to Limited Liability Partnerships regulated by the Financial Conduct Authority.
- We obtained an understanding of how the limited liability partnership complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the limited liability partnership's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the members.
- Conclude on the appropriateness of the members' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the limited liability partnership's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the limited liability partnership to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Capital Markets Trading UK LLP

Independent Auditor's Report (Continued)

To the Members of Capital Markets Trading UK LLP

Use of our report

This report is made solely to the Limited Liability Partnership's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 (as applied by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008). Our audit work has been undertaken so that we might state to the Limited Liability Partnership's members those matters which 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 any party other than the Limited Liability Partnership and the Limited Liability Partnership's members as a body, for our work, for this report, or for the opinions we have formed

Andrew Grieve (Senior Statutory Auditor)
for and on behalf of Moore Kingston Smith LLP

27 April 2022

Chartered Accountants
Statutory Auditor

9 Appold Street
London
EC2A 2AP

Capital Markets Trading UK LLP

Statement of Comprehensive Income For the year ended 31 December 2021

	Notes	Continuing operations	Discontinued operations	31 December 2021	Continuing operations	Discontinued operations	31 December 2020
		£	£	£	£	£	£
Turnover	3	29,671,977	-	29,671,977	27,811,819	39,840,235	67,652,054
Cost of sales		(10,291,606)	-	(10,291,606)	(10,754,738)	(19,981,434)	(30,736,172)
Gross profit		19,380,371	-	19,380,371	17,057,081	19,858,801	36,915,882
Administrative expenses		(2,192,112)	-	(2,192,112)	(1,806,123)	(488,492)	(2,294,615)
Other operating income		-	-	-	129,215	-	129,215
Exceptional item	4	-	-	-	-	(863,175)	(863,175)
Operating profit	5	17,188,259	-	17,188,259	15,380,173	18,507,134	33,887,307
Interest receivable and similar income		-	-	-	(4)	-	(4)
Profit for the financial year before taxation		17,188,259	-	17,188,259	15,380,169	18,507,134	33,887,303
Taxation		(548,494)	-	(548,494)	(262,697)	-	(262,697)
Profit for the financial year before members' remuneration and profit shares		16,639,765	-	16,639,765	15,117,472	18,507,134	33,624,606
Members' remuneration charged as an expense	8	-	-	-	-	(18,589,898)	(18,589,898)
Profit for the financial year available for discretionary division among members		16,639,765	-	16,639,765	15,117,472	(82,764)	15,034,708

Capital Markets Trading UK LLP

Balance Sheet

As at 31 December 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	9	178,956		240,045	
Investments	10	22,088		22,088	
		<u>201,044</u>		<u>262,133</u>	
Current assets					
Debtors	12	24,579,644	33,484,443		
Cash and cash equivalents		295,418	1,379,287		
		<u>24,875,062</u>	<u>34,863,730</u>		
Creditors: amounts falling due within one year	13	<u>(7,916,277)</u>	<u>(22,076,307)</u>		
Net current assets		<u>16,958,785</u>		<u>12,787,423</u>	
Total assets less current liabilities and net assets attributable to members		<u>17,159,829</u>		<u>13,049,556</u>	
Represented by:					
Loans and other debts due to members within one year					
Amounts due in respect of profits		14,834,776	10,724,503		
Members' other interests					
Members' capital classified as equity		2,325,053	2,325,053		
		<u>17,159,829</u>	<u>13,049,556</u>		
Total members' interests					
Amounts due from members		-	(506,993)		
Loans and other debts due to members		14,834,776	10,724,503		
Members' other interests		2,325,053	2,325,053		
		<u>17,159,829</u>	<u>12,542,563</u>		

The financial statements were approved by the members and authorised for issue on 27 April 2022 and are signed on their behalf by:

P Thon
Designated member

Limited Liability Partnership Registration No. OC300617

CAPITAL MARKETS TRADING UK LLP
RECONCILIATION OF MEMBERS' INTERESTS
FOR THE YEAR ENDED 31 DECEMBER 2020

Current financial year	EQUITY		DEBT		TOTAL
	Members' other interests		Loans and other debts due to members less any amounts due from members in debtors	MEMBERS' INTERESTS	
	Members' capital (classified as equity)	Other reserves	Total Other amounts	Total	Total 2021
	£	£	£	£	£
Amounts due to members			10,724,503		
Amounts due from members			(506,993)		
Members' interests at 1 January 2021	2,325,053	-	10,217,510	10,217,510	12,542,563
Profit for the financial year available for discretionary division among members	-	16,639,765	-	-	16,639,765
Members' interests after profit for the year	2,325,053	16,639,765	10,217,510	10,217,510	29,182,328
Allocation of profit for the financial year	-	-	16,639,765	16,639,765	16,639,765
Other divisions of profits	-	(16,639,765)	-	-	(16,639,765)
Drawings	-	-	(12,022,499)	(12,022,499)	(12,022,499)
Members' interests at 31 December 2021	2,325,053	-	14,834,776	14,834,776	17,159,829

CAPITAL MARKETS TRADING UK LLP
RECONCILIATION OF MEMBERS' INTERESTS
FOR THE YEAR ENDED 31 DECEMBER 2020

<i>Prior financial year</i>	EQUITY		DEBT		TOTAL
	Members' other interests	Loans and other debts due to members less any amounts due from members in debtors	MEMBERS' INTERESTS		
	Members' capital (classified as equity)	Other reserves	Total	Other amounts	Total
	£	£	£	£	£
Amounts due to members					
Members' interests at 1 January 2020	2,325,053	-	2,325,053	15,291,992	17,617,045
Members' remuneration charged as an expense, including employment costs and retirement benefit costs	-	-	-	18,589,898	18,589,898
Profit for the financial year available for discretionary division among members	-	15,034,708	15,034,708	-	15,034,708
Members' interests after profit and remuneration for the year	2,325,053	15,034,708	17,359,761	33,881,890	51,241,651
Allocation of profit for the financial year	-	-	-	15,034,708	15,034,708
Other divisions of profits	-	(15,034,708)	(15,034,708)	-	(15,034,708)
Introduced by members	5,000	-	5,000	-	5,000
Repayments of capital	(5,000)	-	(5,000)	-	(5,000)
Drawings	-	-	-	(20,840,266)	(20,840,266)
Other movements	-	-	-	(17,858,822)	(17,858,822)
Members' interests at 31 December 2020	2,325,053	-	2,325,053	10,217,510	12,542,563
Amounts due to members				10,724,503	
Amounts due from members, included in debtors				(506,983)	
				10,217,510	

Capital Markets Trading UK LLP

Statement of Cash Flows

For the year ended 31 December 2021

		2021	2020
	Notes	£	£
Cash flows from operating activities			
Cash generated from operations	20	11,546,503	39,753,933
Income taxes paid		(548,494)	(262,697)
Net cash inflow from operating activities		10,998,009	39,491,236
Investing activities			
Purchase of tangible fixed assets		(59,379)	(406,908)
Proceeds on disposal of tangible fixed assets		-	863,175
Interest received		-	(4)
Net cash (used in)/generated from investing activities		(59,379)	456,263
Financing activities			
Capital introduced by members (classified as debt or equity)		-	5,000
Repayment of capital or debt to members		-	(5,000)
Payments to members that represent a return on amounts subscribed or otherwise contributed		(12,022,499)	(38,699,088)
Net cash used in financing activities		(12,022,499)	(38,699,088)
Net (decrease)/increase in cash and cash equivalents		(1,083,869)	1,248,411
Cash and cash equivalents at beginning of year		1,379,287	130,876
Cash and cash equivalents at end of year		295,418	1,379,287

Capital Markets Trading UK LLP

Notes to the Financial Statements

For the year ended 31 December 2021

1 Accounting policies

Limited liability partnership information

Capital Markets Trading UK LLP ("the limited liability partnership") is a private limited liability partnership domiciled and incorporated in England and Wales. The registered office is Devonshire House, 60 Goswell Road, London, England, EC1M 7AD. The principal place of business is 175 Piccadilly, London, W1J 9EN.

1.1 Accounting convention

These financial statements have been prepared in accordance with the Statement of Recommended Practice "Accounting by Limited Liability Partnerships" issued in December 2018, together with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006.

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

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

The limited liability partnership has taken advantage of the exemption under section 405(2) of the Companies Act 2006 not to prepare consolidated accounts on the basis that inclusion of the subsidiary is not material for the purposes of giving a true and fair view. The financial statements present information about the limited liability partnership as an individual entity and not about its group.

1.2 Going concern

At the time of approving the financial statements, the members have a reasonable expectation that the limited liability partnership has adequate resources to continue in operational existence for the foreseeable future. Thus the members continue to adopt the going concern basis of accounting in preparing the financial statements.

The designated members continue to monitor the risk posed by the ongoing COVID 19 pandemic. Despite the variants that have occurred since the start of the pandemic, the result of actions by governments in providing vaccines and the limited liability partnership's own actions such as office procedures and remote working have ensured there has been no significant impact. The members are satisfied that any ongoing adverse impacts can continue to be managed and will not affect the longer term prosperity of the business. An adequate financial buffer remains in place to address any potential continuing financial shock.

1.3 Turnover

Turnover represents the fair value of services provided during the period to clients. Turnover is recognised as contract activity progresses and the right to consideration is earned. Fair value reflects the amount expected to be recoverable from clients and is based on advisory services provided and expenses incurred, but excludes VAT.

Capital Markets Trading UK LLP

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

1 Accounting policies

(Continued)

1.4 Members' participating interests

Members' participation rights are the rights of a member against the LLP that arise under the members' agreement (for example, in respect of amounts subscribed or otherwise contributed remuneration and profits).

Members' participation rights in the earnings or assets of the LLP are analysed between those that are, from the LLP's perspective, either a financial liability or equity, in accordance with section 22 of FRS 102. A member's participation rights including amounts subscribed or otherwise contributed by members, for example members' capital, are classed as liabilities unless the LLP has an unconditional right to refuse payment to members, in which case they are classified as equity.

All amounts due to members that are classified as liabilities are presented within 'Loans and other debts due to members' and, where such an amount relates to current year profits, they are recognised within 'Members' remuneration charged as an expense' in arriving at the relevant year's result. Undivided amounts that are classified as equity are shown within 'Members' other interests'. Amounts recoverable from members are presented as debtors and shown as amounts due from members within members' interests.

Where there exists an asset and liability component in respect of an individual member's participation rights, they are presented on a gross basis unless the LLP has both a legally enforceable right to set off the recognised amounts, and it intends either to settle on a net basis or to settle and realise these amounts simultaneously, in which case they are presented net.

Once an unavoidable obligation has been created in favour of members through allocation of profits or other means, any undrawn profits remaining at the reporting date are shown as 'Loans and other debts due to members' to the extent they exceed debts due from a specific member.

1.5 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures, fittings and equipment	Over 3 years at 33.3% per annum on a straight line basis
Computer Equipment	Over 3 years at 33.3% per annum on a straight line basis

1.6 Fixed asset investments

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the limited liability partnership. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

Capital Markets Trading UK LLP

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

1 Accounting policies

(Continued)

1.7 Impairment of fixed assets

At each reporting date fixed assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying value. If the estimated recoverable amount is lower, the carrying value is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying value of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

1.8 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts.

1.9 Financial instruments

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans and other debtors 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.

Creditors

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

1.10 Taxation

Foreign tax arises where the LLP has an overseas establishment and is charged at locally prevailing rates on the profits earned in the jurisdiction.

1.11 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the limited liability partnership is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits and post retirement payments to members

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.13 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease.

Capital Markets Trading UK LLP

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

1 Accounting policies

(Continued)

1.14 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

1.15 Members remuneration and equity

A member's share in the profit or loss for the year is accounted for when profits or losses are allocated. Unallocated profits and losses are included within other reserves. The treatment of members' remuneration in the profit and loss account is determined by reference to the nature of the participation rights that give rise to the remuneration. If the members' remuneration gives rise to a liability it is charged as an expense. Amounts subscribed or otherwise contributed by members are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity capital. Equity capital is any capital that is repayable to the member only at the discretion of the limited liability partnership.

2 Judgements and key sources of estimation uncertainty

In the application of the limited liability partnership's accounting policies, the members are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The members do not consider there to be any key estimates or judgements applicable to the limited liability partnership.

3 Turnover

An analysis of the limited liability partnership's turnover is as follows:

	2021 £	2020 £
Turnover analysed by class of business		
Income from the rendering of services	29,671,977	67,652,054
	<u>29,671,977</u>	<u>67,652,054</u>
	2021 £	2020 £
Turnover analysed by geographical market		
Cayman Islands	17,357,058	55,404,847
United States of America	531,401	153,449
Europe	11,783,518	12,093,758
	<u>29,671,977</u>	<u>67,652,054</u>

Capital Markets Trading UK LLP

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

3 Turnover		(Continued)	
	2021	2020	
	£	£	
Other significant revenue			
Interest income	-	(4)	
	<u> </u>	<u> </u>	
4 Exceptional item	2021	2020	
	£	£	
Expenditure			
Disposal of tangible assets	-	863,175	
	<u> </u>	<u> </u>	
5 Operating profit	2021	2020	
	£	£	
Operating profit for the year is stated after charging:			
Exchange differences apart from those arising on financial instruments measured at fair value through profit or loss	12,807	69,743	
Depreciation of owned tangible fixed assets	120,468	267,554	
Operating lease charges	466,272	636,741	
	<u> </u>	<u> </u>	
6 Auditor's remuneration	2021	2020	
	£	£	
Fees payable to the LLP's auditor and associates:			
For audit services			
Audit of the financial statements of the LLP	34,700	23,000	
	<u> </u>	<u> </u>	
For other services			
Taxation compliance services	4,147	5,800	
	<u> </u>	<u> </u>	
7 Employees			
The average number of persons (excluding members) employed by the partnership during the year was:			
	2021	2020	
	Number	Number	
Direct	7	35	
Administrative	5	3	
	<u> </u>	<u> </u>	
Total	12	38	
	<u> </u>	<u> </u>	

Capital Markets Trading UK LLP

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

7 Employees (Continued)

Their aggregate remuneration comprised:

	2021 £	2020 £
Wages and salaries	10,658,535	27,113,842
Social security costs	171,366	2,155,464
Pension costs	19,173	39,604
	<u>10,849,074</u>	<u>29,308,910</u>

8 Members' remuneration

	2021 Number	2020 Number
Average number of members during the year	<u>3</u>	<u>4</u>

	2021 £	2020 £
Profit attributable to the member with the highest entitlement	<u>15,618,335</u>	<u>18,589,898</u>

9 Tangible fixed assets

	Fixtures, fittings and equipment £	Computer Equipment £	Total £
Cost			
At 1 January 2021	3,246	404,694	407,940
Additions	-	59,379	59,379
At 31 December 2021	<u>3,246</u>	<u>464,073</u>	<u>467,319</u>
Depreciation and impairment			
At 1 January 2021	2,222	165,673	167,895
Depreciation charged in the year	1,024	119,444	120,468
At 31 December 2021	<u>3,246</u>	<u>285,117</u>	<u>288,363</u>
Carrying amount			
At 31 December 2021	<u>-</u>	<u>178,956</u>	<u>178,956</u>
At 31 December 2020	<u>1,024</u>	<u>239,021</u>	<u>240,045</u>

Capital Markets Trading UK LLP

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

10 Fixed asset investments

	Notes	2021 £	2020 £
Investments in subsidiaries	11	22,088	22,088

11 Subsidiaries

Details of the limited liability partnership's subsidiaries at 31 December 2021 are as follows:

Name of undertaking	Registered office	Class of shares held	% Held Direct
CMT Advisors GmbH	Germany	Ordinary	100.00

The aggregate capital and reserves and the result for the year of subsidiaries excluded from consolidation was as follows:

Name of undertaking	Capital and Reserves £	Profit/(Loss) £
CMT Advisors GmbH	473,136	391

The registered office of the subsidiary is Barckhausstrasse 10, D60325, Frankfurt am Main, Germany

12 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Trade debtors	24,415,731	32,592,711
Corporation tax recoverable	71,638	71,638
Amounts owed by members	-	506,993
Other debtors	53,817	82,480
Prepayments and accrued income	12,057	204,221
	<u>24,553,243</u>	<u>33,458,043</u>
Amounts falling due after more than one year:		
Other debtors	26,401	26,400
	<u>26,401</u>	<u>26,400</u>
Total debtors	<u>24,579,644</u>	<u>33,484,443</u>

Capital Markets Trading UK LLP

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

13 Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	99,665	144,541
Amounts owed to group undertakings	380,951	371,827
Other taxation and social security	9,673	11,914
Other creditors	-	15,173,303
Accruals and deferred income	7,425,988	6,374,722
	<u>7,916,277</u>	<u>22,076,307</u>

14 Retirement benefit schemes

	2021 £	2020 £
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	<u>19,173</u>	<u>39,604</u>

The limited liability partnership operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the limited liability partnership in an independently administered fund.

15 Loans and other debts due to members

	2021 £	2020 £
Analysis of loans		
Amounts falling due within one year	<u>14,834,776</u>	<u>10,724,503</u>

In the event of a winding up the amounts included in "Loans and other debts due to members" will rank equally with unsecured creditors.

16 Operating lease commitments

Lessee

At the reporting end date the limited liability partnership had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021 £	2020 £
Within one year	94,310	539,759
Between two and five years	-	136,945
	<u>94,310</u>	<u>676,704</u>

Capital Markets Trading UK LLP

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

16 Operating lease commitments

(Continued)

A charge has been registered at Companies House, secured over the rent deposit of £20,721 (2020: £20,721), which would crystallise should the limited liability partnership breach the terms of the rental agreement.

17 Related party transactions

The LLP has taken advantage of the exemption from disclosing transactions with members within a wholly owned group.

The LLP received investment services in the year from entities in which all of the members of the Managing Member of the limited liability partnership hold an interest of £29,372,904 (2020: £27,811,819).

At the balance sheet date £24,415,731 (2020: £17,255,202) was owed to the LLP from entities in which all of the members of the Managing Member of the limited liability partnership hold an interest.

18 Members' transactions

The following balance was due from this designated member at the year end and is included in trade debtors £ 539,065 (2020: £539,065).

19 Ultimate controlling party

The controlling party is Accent Partners LLC (2020: Accent Partners LLC), a company incorporated in the United States of America. Accent Partners LLC has control by virtue of its status as Managing Member.

There is no overall controlling party.

20 Cash generated from operations

	2021 £	2020 £
Profit for the year	16,639,765	33,624,606
Adjustments for:		
Income tax expense recognised in profit or loss	548,494	262,697
Investment income recognised in profit or loss	-	4
Depreciation and impairment of tangible fixed assets	120,468	267,554
Movements in working capital:		
Decrease/(increase) in debtors	8,397,806	(3,032,946)
(Decrease)/increase in creditors	(14,160,030)	8,632,018
Cash generated from operations	11,546,503	39,753,933

Capital Markets Trading UK LLP

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

21 Analysis of changes in net funds

	1 January 2021	Cash flows	31 December 2021
	£	£	£
Cash at bank and in hand	1,379,287	(1,083,869)	295,418
Loans and other debts due to members:			
- Other amounts due to members	(10,724,503)	(4,110,273)	(14,834,776)
Balances including members' debt	<u>(9,345,216)</u>	<u>(5,194,142)</u>	<u>(14,539,358)</u>

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