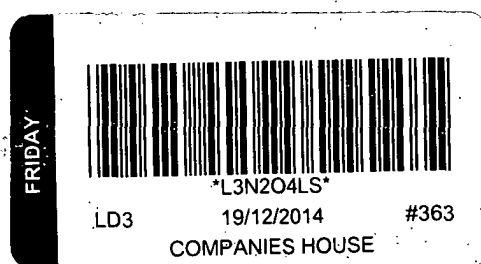


Motion Equity Partners LLP

Annual Report and financial statements

For the year ended 31 December 2013



Registered No: OC312846

Designated Members

M James

P Eisenchteter

Registered Office

Second Floor

10 Lower Grosvenor Place

London

SW1W 0EN

Auditors

Moore Stephens LLP

150 Aldersgate Street

London

EC1A 4AB

Contents

| | Page |
|---|------|
| Members' report | 1-2 |
| Independent auditors' report to the members | 3-4 |
| Consolidated profit and loss account | 5 |
| Consolidated balance sheet | 6 |
| LLP balance sheet | 7 |
| Consolidated cash flow statement | 8 |
| Notes to the financial statements | 9-19 |

Members' report

The members present their report and the audited consolidated financial statements of Motion Equity Partners LLP (the "LLP") and its subsidiary undertakings (together "the Group") for the year ended 31 December 2013.

Statement of members' responsibilities in respect of the financial statements

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

Company law as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 (the "Regulations") requires the members to prepare financial statements for each financial year. Under that law the members have prepared the LLP financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law as applied to limited liability partnerships 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 LLP and of the profit or loss of the LLP 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 LLP and the Group will continue in business.

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

Principal activities and review of business

The principal activity of the Group was that of providing investment advice.

The Group profit for the year was €1,478,000 (2012 profit: €246,169). At 31 December 2013 the Group had €1,113,350 (2012: €1,883,590) of cash and no borrowings.

Business review and future developments

It was decided to reduce the activities of the LLP to solely administrative services in 2012, with the Fund's being advised primarily by its subsidiary Cognetas SA in Paris.

For 2013 the LLP provided administrative services to the wider group and the remaining members were focused on managing the costs of the business. Going forward the wider Motion Group income is secure until April 2016 at the earliest.

The Group also monitors a wide variety of key performance indicators (KPI's) as an element of its approach to corporate governance. The KPI's cover financial performance, operational quality and regulatory compliance. These KPI's are reviewed monthly by the Risk and Capital Committee within the Group where appropriate corrective actions are developed.

Designated members

The designated members during the year and subsequently were:

M James
P Eisenchteter

Policy with respect to members' drawings and subscription and repayment of members' capital

Members are permitted to make drawings in anticipation of profits which will be allocated to them. The amount of such drawings is set at the beginning of each financial year, taking into account anticipated cash needs of the LLP.

New members are required to subscribe a minimum level of capital and in subsequent years members are invited to subscribe for further capital, the amounts of which is determined by the performance and seniority of those members. On retirement, capital is repaid to members, subject to such distributions not threatening the LLP's financial resource requirements.

Statement of disclosure of information to the auditors

Each of the designated members at the date of approval of this report confirms that:

- So far as the designated member is aware, there is no relevant audit information of which the LLP's auditors are unaware; and
- The designated member has taken all the steps that he / she ought to have taken as a designated member to make himself / herself aware of any relevant audit information and to establish that the LLP's auditors are aware of that information.

This report was approved by the designated members on 19 December 2014 and signed on its behalf.



Matthew James
Designated member

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MOTION EQUITY PARTNERS LLP

Independent Auditor's Report to the Members of Motion Equity Partners LLP

We have audited the financial statements of Motion Equity Partners LLP for the year ended 31 December 2013 which are set out on pages 5 to 19. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 to limited liability partnerships. Our audit work has been undertaken so that we might state to the limited liability partnership'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 limited liability partnership and the limited liability partnership's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of members and auditor

As explained more fully in the Members' Responsibilities Statement set out on page 1, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards requires us to comply with the Auditing Practices Boards (APB's) Ethical Standards for Auditors. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the consolidated financial statements.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's web-site at www.frc.org.uk/auditscopeukprivate.

Basis for disclaimer of opinion on the consolidated financial statements

The audit evidence available to us was limited because we were unable to obtain sufficient relevant audit evidence regarding the overseas subsidiaries of the Group due to insufficient information being received from component auditors in respect of Cognetas SA and insufficient information being received in respect of the opening balances of Cognetas GmbH. As a result of this we have been unable to obtain sufficient appropriate audit evidence concerning the consolidated profit and loss account, consolidated balance sheet, consolidated cash flow statement and related notes.

Disclaimer of opinion on the consolidated financial statements

Because of the significance of the matter described in the Basis for Disclaimer of Opinion on Financial Statements paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly we do not express an opinion on the consolidated financial statements.

Opinion on other matter prescribed by the Companies Act 2006

Notwithstanding our disclaimer of an opinion on the consolidated financial statements, in our opinion the information given in the Members' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Opinion on Partnership only financial statements

In our opinion the partnership financial statements:

- give a true and fair view of the state of the parent limited liability partnership's affairs as at 31 December 2013;
- 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.

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 by the parent limited liability partnership, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent limited liability partnership 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.



Timothy West, *Senior Statutory Auditor*

For and on behalf of Moore Stephens LLP, Statutory Auditor

150 Aldersgate Street
London
EC1A 4AB

19 December 2014

Consolidated profit and loss account
For the year ended 31 December 2013

| | Note | 2013 €000s | 2012 €000s |
|--|------|---------------|---------------|
| TURNOVER | 2 | 7,285 | 16,384 |
| Staff costs | 4 | (2,184) | (2,428) |
| Depreciation | 7 | (75) | (220) |
| Administrative expenses | | (3,412) | (3,904) |
| OPERATING PROFIT | 3 | 1,614 | 9,832 |
| Interest receivable | | 3 | 5 |
| Interest payable | | - | 41 |
| PROFIT BEFORE TAXATION | | 1,617 | 9,878 |
| Tax on profit on ordinary activities | | 273 | (543) |
| PROFIT AFTER TAXATION | | 1,890 | 9,335 |
| Minority interests | | (167) | (7,483) |
| PROFIT FOR THE FINANCIAL YEAR BEFORE MEMBERS' REMUNERATION AND PROFIT SHARE | | 1,723 | 1,852 |
| Members' remuneration charged as an expense | 6 | (245) | (1,606) |
| PROFIT FOR THE FINANCIAL YEAR AVAILABLE FOR DIVISION AMONGST MEMBERS | | 1,478 | 246 |

All amounts relate to continuing operations.

There were no recognised gains and losses for 2013 other than those included in the profit and loss account and therefore no separate statement of total recognised gains and losses has been presented.

There is no material difference between the profit on ordinary activities before taxation and the retained profit for the year stated above and their historical cost equivalents.

The notes on pages 9 to 19 form part of these financial statements.

Consolidated balance sheet
As at 31 December 2013

| | Note | 2013 €000s | 2012 €000s |
|---|------|---------------|---------------|
| FIXED ASSETS | | | |
| Tangible fixed assets | 7 | 99 | 149 |
| NON CURRENT ASSETS | | | |
| Debtors: amounts falling due after one year | 9 | - | 740 |
| CURRENT ASSETS | | | |
| Debtors: amounts falling due within one year | 10 | 5,350 | 4,960 |
| Cash at bank | | 1,113 | 1,884 |
| | | <u>6,463</u> | <u>6,844</u> |
| CREDITORS: Amounts falling due within one year | | | |
| Creditors and accruals | 11 | (3,074) | (5,209) |
| NET CURRENT ASSETS | | <u>3,389</u> | <u>1,635</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>3,488</u> | <u>2,524</u> |
| CREDITORS: Amounts falling due after one year | 12 | | (740) |
| Minority interests | | (735) | (509) |
| NET ASSETS ATTRIBUTABLE TO MEMBERS | | <u>2,753</u> | <u>1,275</u> |
| REPRESENTED BY: | | | |
| Loans and other debts due to members | | | |
| Members' capital classified as a liability under FRS 25 | | 7 | 7 |
| Members' other interests | | | |
| Members' other interests - other reserves classified as equity under FRS 25 | | 2,746 | 1,268 |
| | | <u>2,753</u> | <u>1,275</u> |
| TOTAL MEMBERS' INTERESTS | | | |
| Loans and other debts due to members | | 7 | 7 |
| Members' other interests | | 2,746 | 1,268 |
| | 13 | <u>2,753</u> | <u>1,275</u> |

The financial statements on pages 5 to 19 were approved by the members on 19 December 2014 and signed on their behalf.



Matthew James
Designated member

The notes on pages 9 to 19 form part of these financial statements

Balance sheet
As at 31 December 2013

| | Note | 2013 €000s | 2012 €000s |
|---|------|---------------|---------------|
| FIXED ASSETS | | | |
| Tangible fixed assets | 7 | - | - |
| Fixed asset investments | 8 | 290 | - |
| | | <u>290</u> | <u>-</u> |
| DEBTORS: Amounts falling due within one year | 10 | 964 | 704 |
| Cash at bank | | 49 | 32 |
| | | <u>1,013</u> | <u>736</u> |
| CREDITORS: Amounts falling due within one year | | | |
| Creditors and accruals | 11 | (1,062) | (1,425) |
| NET CURRENT ASSETS/ (LIABILITIES) | | <u>(49)</u> | <u>(689)</u> |
| TOTAL ASSETS/ (LIABILITIES) | | <u>241</u> | <u>(689)</u> |
| NET ASSETS/ (LIABILITIES) ATTRIBUTABLE TO MEMBERS | | <u>241</u> | <u>(689)</u> |
| REPRESENTED BY: | | | |
| Loans and other debts due to members | | | |
| Members' capital classified as a liability under FRS 25 | | 7 | 7 |
| Members' other interests | | | |
| Members' other interests - other reserves classified as equity under FRS 25 | | 234 | (696) |
| | | <u>241</u> | <u>(689)</u> |
| TOTAL MEMBERS' INTERESTS | | | |
| Loans and other debts due to members | | 7 | 7 |
| Members' other interests | | 234 | (696) |
| | 13 | <u>241</u> | <u>(689)</u> |

The financial statements on pages 5 to 19 were approved by the members on 19 December 2014 and signed on their behalf.



Matthew James
Designated member

The notes on pages 9 to 19 form part of these financial statements.

Consolidated cash flow statement
For the year ended 31 December 2013

| | Note | 2013 €000s | 2012 €000s |
|--|------|---------------|---------------|
| Net cash flow from operating activities | 14 | (435) | 11,545 |
| Returns on investments and servicing of finance | | 62 | (10,035) |
| Tax paid | | (151) | (211) |
| Capital expenditure and financial investment | | (2) | - |
| Transactions with members | | (245) | (1,824) |
| Decrease in cash in the year | | (771) | (525) |
| Reconciliation of net cash inflow to movement in cash | | | |
| Decrease in cash in the year | | (771) | (525) |
| Cash at start of the year | | 1,884 | 2,409 |
| Cash at end of year | | 1,113 | 1,884 |

Refer to note 14 for detailed analysis of the cash flow statement above.

The notes on pages 9 to 19 form part of these financial statements.

Notes to the financial statements

For the year ended 31 December 2013

1 ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared on a going concern basis under the historical cost convention and in accordance with applicable United Kingdom Generally Accepted Accounting Practice and the Statement of Recommended Practice 'Accounting by Limited Liability Partnerships', issued in March 2010. The financial statements are presented in Euros because the Euro is the functional currency of the group. The Euro/sterling rate applied at the balance sheet date was €1.20 (2012: €1.23). These accounting policies remain consistent across the Group and with those applied within the previous period.

1.2 Basis of consolidation

The financial statements consolidate the accounts of Motion Equity Partners LLP (the "LLP") and all of its subsidiary undertakings ("subsidiaries").

1.3 Turnover

Turnover comprises the invoiced value of services supplied by the LLP, exclusive of value added tax, and is recognised on an accruals basis. The turnover for the year includes (€640,000) (2012: €2,548,640) which is the result of an assignment and set off agreement between Motion Fund II (GP) Limited and a subsidiary company. On 30 December 2013, the subsidiary entered into an agreement with Motion Fund II (GP) Limited to reverse the effects of the agreement entered into by the same parties on 22 November 2012.

The objectives of the revised arrangements were to reverse the assignment of the original dividend such that the subsidiary rather than Motion Fund II shall receive the benefit of the dividend. Under the assignment and set off agreement Motion Fund II would assign back to the subsidiary the benefit of the €3,200,000 dividend received from Cognetas GmbH for a fee of €3,200,000 being an amount equal to the aggregate of the €2,560,000 previously paid by Motion Fund II to the subsidiary on the original assignment of the 2012 dividend plus an additional fee of €640,000 payable by the subsidiary. The €3,200,000 payable by the subsidiary to Motion Fund II would be a set off such that no monies would move between Motion Fund II and the subsidiary.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following basis.

| | |
|-----------------------------------|----------------------------|
| Leasehold costs and improvements | over the term of the lease |
| Furniture, fittings and equipment | 33% straight line |

1.5 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss on a straight line basis over the term of the lease.

1.6 Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction monetary assets and liabilities expressed in foreign currencies are translated to sterling at rates of exchange ruling at the end of the financial year. Any differences arising from translation and conversion are dealt with in the profit and loss account.

1.7 Fixed asset investments

Investments in subsidiaries are recorded at cost and adjusted for any permanent impairment.

1.8 Taxation

The LLP is not subject to tax and no provision has been made for tax. Any tax on income or capital is the responsibility of each individual member. Certain subsidiaries are subject to corporation tax.

1.9 Pension Scheme

The group operates a defined contribution pension scheme for certain employees. Payments to the defined contribution scheme are charged as an expense as they fall due.

Notes to the financial statements

For the year ended 31 December 2013

2 TURNOVER

A geographical analysis of turnover is as follows.

| | 2013 €000s | 2012 €000s |
|----------------|---------------|---------------|
| United Kingdom | 3,377 | 5,614 |
| Rest of Europe | 3,908 | 10,770 |
| | <u>7,285</u> | <u>16,384</u> |

3 OPERATING PROFIT

Operating profit is stated after charging:

| | 2013 €000s | 2012 €000s |
|---|---------------|---------------|
| Depreciation of tangible fixed assets: | | |
| • Owned by the Group | <u>76</u> | <u>220</u> |
| Auditors' remuneration | | |
| • Fees payable to company auditor for the audit of parent company and consolidated accounts | 35 | 27 |
| • Fees payable to the company's auditor and its associates for audit of subsidiaries | 11 | - |
| • Tax services | - | - |
| Operating lease rentals: | | |
| • Other operating leases | 1,062 | 984 |

The profit for the financial year of the parent, Motion Equity Partners LLP, after members' remuneration charged as an expense was €930,954 (2012 loss: €364,589). As permitted by section 408 of the Companies Act 2006, no separate profit and loss account is presented in respect of the parent entity.

4 STAFF COSTS

The aggregate payroll costs, including temporary staff, were as follows:

| | 2013 €000s | 2012 €000s |
|---|---------------|---------------|
| Members' remuneration included as administration cost | 1,467 | 1,504 |
| Wages and salaries | 372 | 458 |
| Employer taxes & social security costs | 257 | 234 |
| Other & pension costs | <u>88</u> | <u>231</u> |
| | <u>2,184</u> | <u>2,428</u> |

Notes to the financial statements

For the year ended 31 December 2013

STAFF COSTS (continued)

The average monthly number of employees, including members, during the year was as follows:

| | 2013 No. | 2012 No. |
|--------------------|-------------|-------------|
| Designated members | 3 | 3 |
| Members | 8 | 8 |
| Other employees | 1 | 1 |
| | <u>12</u> | <u>12</u> |

5 TAXATION

| | 2013 €000s | 2012 €000s |
|---|---------------|---------------|
| Corporation tax charge on profit for the year | <u>(273)</u> | <u>543</u> |
| Total current tax | <u>(273)</u> | <u>543</u> |

Factors affecting tax charge for the year

The tax assessed for the year is higher than the standard rate of corporation tax in the UK applicable to the group (0%). The differences are explained below.

| | 2013 €000s | 2012 €000s |
|--|---------------|---------------|
| Profit on ordinary activities before tax | <u>1,617</u> | <u>9,878</u> |
| Profit on ordinary activities multiplied by standard rate of Corporation tax in the UK of 0% | | |
| Effects of: | | |
| Profits in subsidiaries subject to taxation | <u>(273)</u> | <u>543</u> |
| Current tax charge for year (see note above) | <u>(273)</u> | <u>543</u> |

There were no factors that may affect future tax charges.

Notes to the financial statements

For the year ended 31 December 2013

6 INFORMATION IN RELATION TO MEMBERS

| | 2013 €000s | 2012 €000s |
|--|---------------|---------------|
| Members' remuneration charged as an expense: | | |
| Paid under the terms of the LLP agreement | 245 | 1,606 |

The highest paid member received €177,280 (2012: €655,317) from the LLP.

7 TANGIBLE FIXED ASSETS

| | Leasehold cost and improvements €000s | Furniture, fittings and equipment €000s | Total €000s |
|---------------------------------|---|---|----------------|
| GROUP | | | |
| Cost | | | |
| At 1 January 2013 | 63 | 3,421 | 3,484 |
| Additions | - | 2 | 2 |
| Other adjustments | - | 23 | 23 |
| At 31 December 2013 | 63 | 3,446 | 3,509 |
| Accumulated depreciation | | | |
| At 1 January 2013 | 63 | 3,272 | 3,335 |
| Charge for the year | - | 75 | 75 |
| Disposals | - | - | - |
| At 31 December 2013 | 63 | 3,347 | 3,410 |
| Net book value | | | |
| At 31 December 2013 | - | 99 | 99 |
| At 31 December 2012 | - | 149 | 149 |

Notes to the financial statements

For the year ended 31 December 2013

7 TANGIBLE FIXED ASSETS (continued)

| | Leasehold cost and improvements €000s | Furniture, fittings and equipment €000s | Total €000s |
|---------------------------------|---|---|----------------|
| LLP | | | |
| Cost | | | |
| At 1 January 2013 | 63 | 2,106 | 2,169 |
| Disposals | - | - | - |
| At 31 December 2013 | <u>63</u> | <u>2,106</u> | <u>2,169</u> |
| Accumulated depreciation | | | |
| At 1 January 2013 | 63 | 2,106 | 2,169 |
| Charge for the year | - | - | - |
| Disposals | - | - | - |
| At 31 December 2013 | <u>63</u> | <u>2,106</u> | <u>2,169</u> |
| Net book value | | | |
| At 31 December 2013 | <u>-</u> | <u>-</u> | <u>-</u> |
| At 31 December 2012 | <u>-</u> | <u>-</u> | <u>-</u> |

8 FIXED ASSET INVESTMENTS

| | Shares in group undertakings | |
|---------------------------|------------------------------|--------------|
| | Group €000s | LLP €000s |
| Cost | | |
| At 1 January 2013 | - | - |
| Additions during the year | - | 290 |
| At 31 December 2013 | <u>-</u> | <u>290</u> |

9 DEBTORS

Amounts falling due after one year

| | Group 2013 €000s | LLP 2013 €000s | Group 2012 €000s | LLP 2012 €000s |
|---|------------------------|----------------------|------------------------|----------------------|
| Amounts due from Motion Fund (FP) LP | - | - | - | - |
| Amounts due from Motion Fund II (GP) LP | - | - | 740 | - |
| | <u>-</u> | <u>-</u> | <u>740</u> | <u>-</u> |
| | <u>-</u> | <u>-</u> | <u>740</u> | <u>-</u> |

Notes to the financial statements

For the year ended 31 December 2013

10 DEBTORS

Amounts falling due within one year

| | Group 2013 €000s | LLP 2013 €000s | Group 2012 €000s | LLP 2012 €000s |
|-------------------------------|------------------------|----------------------|------------------------|----------------------|
| Trade debtors | 1,371 | - | 3,262 | 129 |
| Other debtors and prepayments | 3,979 | 964 | 1,698 | 575 |
| | <u>5,350</u> | <u>964</u> | <u>4,960</u> | <u>704</u> |

11 CREDITORS

Amounts falling due within one year

| | Group 2013 €000s | LLP 2013 €000s | Group 2012 €000s | LLP 2012 €000s |
|----------------------------|------------------------|----------------------|------------------------|----------------------|
| Trade creditors | 1,844 | 85 | 2,446 | 119 |
| Employer related taxes | - | - | - | - |
| Other creditors | 281 | 44 | 609 | - |
| Accruals & deferred income | 949 | 933 | 2,154 | 1,306 |
| | <u>3,074</u> | <u>1,062</u> | <u>5,209</u> | <u>1,425</u> |

12 CREDITORS

Amounts falling due after one year

| | Group 2013 €000s | LLP 2013 €000s | Group 2012 €000s | LLP 2012 €000s |
|------------------------|------------------------|----------------------|------------------------|----------------------|
| Amounts due to members | - | - | 740 | - |
| | <u>-</u> | <u>-</u> | <u>740</u> | <u>-</u> |

Notes to the financial statements

For the year ended 31 December 2013

13 RECONCILIATION OF MOVEMENT IN MEMBERS' INTERESTS

GROUP

| | Members' Capital €000s | Other Reserves €000s | Total €000s | Loans and other debts due to members less any amounts due from members in debtors €000s | 2013 Total €000s | 2012 Total €000s |
|--|------------------------------|----------------------------|----------------|--|------------------------|------------------------|
| Amounts due to members | 7 | | 7 | 1,268 | | |
| Amounts due from members | | | | | | |
| Balance as at 1 January | 7 | - | 7 | 1,268 | 1,275 | 1,172 |
| Members' remuneration charged as an expense, including employment and retirement benefit costs | | | | 245 | 245 | 1,606 |
| Profit for the financial year available for division among members | | 1,478 | 1,478 | | 1,478 | 246 |
| Members' interests after profit for the financial year | 7 | 1,478 | 1,485 | 1,513 | 2,998 | 3,024 |
| Allocated profits | | (1,478) | (1,478) | 1,478 | - | - |
| Introduced by members | - | | - | | - | 7 |
| Repayments of members' capital | - | | - | | - | (225) |
| Drawings | | | | (245) | (245) | (1,606) |
| Other movements | | | | | | 75 |
| Amounts due to members | | | | 2,746 | | |
| Amounts due from members | | | | | | |
| Balance at 31 December | 7 | - | 7 | 2,746 | 2,753 | 1,275 |

Notes to the financial statements

For the year ended 31 December 2013

13 RECONCILIATION OF MOVEMENT IN MEMBERS' INTERESTS (continued)

LLP

| | Members' Capital €000s | Other Reserves €000s | Total €000s | Loans and other debts due to members less any amounts due from members in debtors €000s | 2013 Total €000s | 2012 Total €000s |
|--|------------------------------|----------------------------|----------------|--|------------------------|------------------------|
| Amounts due to members | 7 | | 7 | | | |
| Amounts due from members | | | | (696) | | |
| Balance as at 1 January | 7 | - | 7 | (696) | (689) | (106) |
| Members' remuneration charged as an expense, including employment and retirement benefit costs | | | | 245 | 245 | 1,606 |
| Profit for the financial year available for division among members | | 930 | 930 | | 930 | (365) |
| Members' interests after profit for the financial year | 7 | 930 | 937 | (451) | 487 | 1,135 |
| Allocated profits | | (930) | (930) | 930 | - | - |
| Introduced by members | - | | - | | - | 7 |
| Repayments of members' capital | - | | - | | - | (225) |
| Drawings | | | | (245) | (245) | (1,606) |
| Amounts due to members | | | | 234 | | |
| Amounts due from members | | | | | | |
| Balance at 31 December | 7 | - | 7 | 234 | 241 | (689) |

Notes to the financial statements

For the year ended 31 December 2013

14 NET CASH FLOWS

| | 2013 €000s | 2012 €000s |
|--|---------------|-----------------|
| Reconciliation of operating profits to operating cash flows | | |
| Operating profit | 1,614 | 9,832 |
| Depreciation charge | 75 | 220 |
| Decrease in debtors | 237 | 13,524 |
| Decrease in creditors | (2,361) | (12,031) |
| NET CASH INFLOW FROM OPERATING ACTIVITIES | <u>(435)</u> | <u>11,545</u> |
| Returns on investment & servicing of finance | | |
| Interest received | 3 | 5 |
| Interest paid | - | - |
| Amounts to minorities | 59 | (10,040) |
| | <u>62</u> | <u>(10,035)</u> |
| Tax paid | | |
| Corporation tax paid | (151) | (211) |
| | <u>(151)</u> | <u>(211)</u> |
| Capital expenditure and financial investment | | |
| Purchase of tangible fixed assets | (2) | - |
| | <u>(2)</u> | <u>-</u> |
| Transactions with Members | | |
| Drawings charged as an expense | (245) | (1,606) |
| Capital introduced | - | 7 |
| Net Capital repayments to members | - | (225) |
| | <u>(245)</u> | <u>(1,824)</u> |

Notes to the financial statements

For the year ended 31 December 2013

15 OPERATING LEASE COMMITMENTS

At 31 December 2013 the group had annual commitments under non-cancellable operating leases as follows:

| | Land and buildings 2013 €000s | Land and buildings 2012 €000s |
|-------------------------|-------------------------------------|-------------------------------------|
| Group | | |
| Expiry date: | | |
| Within 1 year | 738 | - |
| Between 2 and 5 years | 455 | 1,220 |
| After more than 5 years | - | - |
| | <u> </u> | <u> </u> |

At 31 December 2013 the LLP had annual commitments under non-cancellable operating leases as follows:

| | Land and buildings 2013 €000s | Land and buildings 2012 €000s |
|-----------------------|-------------------------------------|-------------------------------------|
| LLP | | |
| Expiry date: | | |
| Within 1 year | 738 | - |
| Between 2 and 5 years | - | 781 |
| | <u> </u> | <u> </u> |

16 RELATED PARTY TRANSACTIONS

The LLP has taken advantage of the exemption in the Financial Reporting Standard No 8 "related party disclosures" and has not disclosed transactions with wholly owned group undertakings.

A new investment vehicle M Club was established by the principal members of MEP and subsequently MEP paid on behalf of M Club an amount of €218,721.

MEP paid on behalf of P Eisenchteter a total of €59,292 (2013: €Nil) which was reimbursed in 2014.

17 PRINCIPAL SUBSIDIARIES

| Company Name | Country | Percentage Shareholding | Description |
|------------------------------|----------------|-------------------------|--------------------|
| Cognetas GmbH | Germany | 100 | Investment advisor |
| Cognetas SA | France | 100 | Investment advisor |
| Cognetas Srl | Italy | 100 | Investment advisor |
| Cognetas Acquisition Limited | United Kingdom | 100 | Holding Company |
| Cognetas I GmbH & Co KG | Germany | * | Investment advisor |
| Cognetas II GmbH & Co KG | Germany | * | Investment advisor |

* 49% voting rights are controlled by the group

Cognetas Acquisition Limited is the only entity which is 100% directly owned.

Notes to the financial statements
For the year ended 31 December 2013

18 EVENTS AFTER THE REPORTING PERIOD

There were no events after the reporting period.