

**King Street
(Europe) LLP**

**Annual Report and Audited Financial
Statements**

Year ended 30 November 2021

Registration Number
OC313070 (England and Wales)

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COMPANIES HOUSE

Designated Members

King Street European Advisors, Ltd
Domenico Lia

Registered office

50 Berkeley Street
London
W1J 8HA

Registered number

OC313070 (England and Wales)

Auditors

Grant Thornton UK LLP
30 Finsbury Square
London
EC2A 1AG

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Members' report 30 November 2021**Designated Members**

The Designated Members during the year were as follows:

King Street European Advisors, Ltd
Domenico Lia

Members' capital and drawings

The minimum amount of capital to be contributed by each member on admission is £5,000. During the year, Michel Topper, Paul Brennan, and Nico Guardans were admitted as new members on 1 December, 2020. Andy Lago and David Walch stepped down as members on 31 December 2020.

Additional capital will be contributed by King Street European Advisors, Ltd ("Managing Member") when required in order to satisfy regulatory and working capital requirements. No other member has an obligation to contribute further capital to the King Street (Europe) LLP ("the LLP"). The Managing Member will ensure that in respect of any amount paid out in relation to the members' capital account an equal amount is transferred to the LLP's capital account, if needed, in order to satisfy regulatory and working capital requirements.

Subject to cash being available, one twelfth of the annual amount agreed in respect of each member in accordance with that member's agreed terms shall be allocated and distributed to that member monthly in arrears by the last working day of each month. The aggregate of such payments shall, together with any bonus allocation determined in accordance with the LLP agreement, be the total drawings to which such member is entitled in respect of each accounting period.

Pillar 3

As required by the Financial Conduct Authority, the Pillar 3 risk disclosures are available from the website, <http://www.pillar3.eu/KSE1200303>.

Members' responsibilities statement

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

The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 ("the 2008 Regulations") require the members to prepare financial statements for each financial year. Under the law the members have elected to prepare financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 – The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland ("FRS 102"). The financial statements are required by law to 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 the financial statements, the members are required to:

- select suitable accounting policies and then apply them consistently;

Members' Report 30 November 2021

Members' responsibilities statement (continued)

- 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; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the LLP will continue in business.

The members are responsible for keeping adequate accounting records that 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 2008 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.

Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Ongoing issues:

The LLP continues to monitor the impact of Covid-19 including considering the available finances of the group. In conducting this assessment, the members are of the opinion that the group has sufficient funding to continue to operate for the foreseeable future. The LLP has adopted flexible working patterns in order to maintain uninterrupted service. It can be determined that there are unlikely to be any long-term impacts as the LLP has not seen a significant impact on its activities over the past two years.

Subsequent events:

The LLP notes the recent developments in Ukraine and the sanctions being imposed on Russia by many countries as a result. Given the absence of exposure in the region, the LLP's view is that these developments and sanctions are unlikely to have a significant direct adverse impact on the partnership. Nonetheless, since the situation continues to evolve, it remains difficult at this stage to estimate a direct or indirect impact which may arise from these developments. The LLP will continue to monitor the developments closely and to take all necessary actions. There are no other material events between the reporting date and the date when the financial statements were authorised by the LLP.

Signed on behalf of the members by:



Domencio Lia
Designated Member

Approved on 21 March 2022

Independent auditor's report 30 November 2021**Independent auditor's report to the members of King Street (Europe) LLP****Opinion**

We have audited the financial statements of King Street (Europe) LLP (the 'limited liability partnership') for the year ended 30 November 2021, which comprise the statement of comprehensive income, statement of financial position, statement of cash flows, statement of changes in equity, 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 Financial Reporting Standard 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 30 November 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.

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

We are responsible for concluding 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 report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify the auditor's opinion. Our conclusions are based on the audit evidence obtained up to the date of our report. However, future events or conditions may cause the limited liability partnership to cease to continue as a going concern.

In our evaluation of the members' conclusions, we considered the inherent risks associated with the limited liability partnership's business model including effects arising from macro-economic uncertainties such as Brexit and Covid-19**, we assessed and challenged the reasonableness of estimates made by the members and the related disclosures and analysed how those risks might affect the limited liability partnership's financial resources or ability to continue operations over the going concern period.

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.

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.

Independent auditor's report 30 November 2021

The responsibilities of the members with respect to going concern are described in the 'Responsibilities of members for the financial statements' section of this report.

Other information

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which 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 for the financial statements

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.

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

Independent auditor's report 30 November 2021**Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud**

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. Owing to the inherent limitations of an audit, there is an unavoidable risk that material misstatements in the financial statements may not be detected, even though the audit is properly planned and performed in accordance with the ISAs (UK).

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

- We obtained an understanding of the legal and regulatory frameworks applicable to the Limited Liability Partnership and the industry in which it operates. We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our sector experience and through discussion with the Members and management. We determined that the most significant laws and regulations were United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', 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 and the CCAB Statement of Recommended Practice (SORP) 'Accounting by Limited Liability Partnerships';
- We enquired of the Members to obtain an understanding of how the Limited Liability Partnership is complying with those legal and regulatory frameworks and whether there were any instances of non-compliance with laws and regulations and whether they had any knowledge of actual or suspected fraud. We corroborated the results of our enquiries through our review of the minutes of the Limited Liability Partnership's Members meetings, inspection of the breaches register, inspection of legal and regulatory correspondence;
- We assessed the susceptibility of the Limited Liability Partnership's financial statements to material misstatement, including how fraud might occur by evaluating management's incentives and opportunities for manipulation of the financial statements. This included an evaluation of the risk of management override of controls. Audit procedures performed by the engagement team in connection with the risks identified included:
 - evaluation of the design and implementation of controls that management has put in place to prevent and detect fraud;
 - testing journal entries, including manual journal entries processed at the year-end for financial statements preparation; and
 - challenging the assumptions and judgements made by management in its significant accounting estimates.
- These audit procedures were designed to provide reasonable assurance that the financial statements were free from fraud or error. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error and detecting irregularities that result from fraud is inherently more difficult than detecting those that result from error, as fraud may involve collusion, deliberate concealment, forgery or intentional misrepresentations. Also, the further removed non-compliance with laws and regulations is from events and transactions reflected in the financial statements, the less likely we would become aware of it;
- The engagement partner's assessment of the appropriateness of the collective competence and capabilities of the engagement team included consideration of the engagement team's:
 - understanding of, and practical experience with, audit engagements of a similar nature and complexity, through appropriate training and participation;
 - knowledge of the industry in which the Limited Liability Partnership operates; and
 - understanding of the legal and regulatory frameworks applicable to the Limited Liability Partnership.

Independent auditor's report 30 November 2021

- We communicated relevant laws and regulations and potential fraud risks to all engagement team members, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.
- In assessing the potential risks of material misstatement, we obtained an understanding of:
 - the entity's operations, including the nature of its revenue sources, products and services and of its objectives and strategies to understand the classes of transactions, account balances, expected financial statement disclosures and business risks that may result in risks of material misstatement; and
 - the entity's control environment, including the policies and procedures implemented to comply with the requirements of its regulator, including the adequacy of the training to inform staff of the relevant legislation, rules and other regulations of the regulator, the adequacy of procedures for authorisation of transactions, internal review procedures over the entity's compliance with regulatory requirements, the authority of, and resources available to the compliance officer and procedures to ensure that possible breaches of requirements are appropriately investigated and reported.

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 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.

Grant Thornton UK LLP

Maverall Reynolds
Senior Statutory Auditor
for and on behalf of Grant Thornton UK LLP
Statutory Auditor, Chartered Accountants
London

21 March 2022

STATEMENT OF COMPREHENSIVE INCOME

For the year ended 30 November 2021

	Note	2021 £	2020 £ (Restated)
Turnover	4	26,657,184	27,730,293
Administrative expenses		(15,682,535)	(20,053,413)
Profit for the financial year before members' remuneration	5	10,974,649	7,676,880
Members' remuneration charged as an expense	10	(10,974,649)	(7,676,880)
Profit for the financial year available for discretionary division among members		—	—
Other comprehensive income		—	—
Total comprehensive income for the financial year		—	—

The accounting policies and notes on pages 11 to 18 form a part of the financial statements.

STATEMENT OF FINANCIAL POSITION

As at 30 November 2021

King Street (Europe) LLP**Partnership registration number: OC313070 (England and Wales)**

	Note	2021 £	2020 £ (Restated)
Fixed assets			
Intangible and tangible assets	7	103,706	18,460
Investment in Limited Partnership		—	—
Total fixed assets		103,706	18,460
Current assets			
Debtors	8	6,010,007	6,712,806
Cash at bank and in hand		3,216,108	5,145,305
Total current assets		9,226,115	11,858,111
Creditors: amounts falling due within one year	9	(3,477,552)	(3,849,043)
Net current assets		5,748,563	8,009,068
Total assets less current liabilities		5,852,269	8,027,529
Net assets attributable to members		5,852,269	8,027,529
Represented by:			
Loans and other debts due to members			
Other amounts	10	3,817,269	5,997,529
Members' other interests			
Members' capital classified as equity	10	2,035,000	2,030,000
		5,852,269	8,027,529
Total members' interests			
Members' other interests	10	2,035,000	2,030,000
Loans and other amounts due to members	10	3,817,269	5,997,529
		5,852,269	8,027,529

The accounting policies and notes on pages 11 to 18 form a part of the financial statements.

The financial statements were approved by the members and authorised for issue on 21 March 2022 and signed on behalf of the members by:



Domenico Lia
Designated Member

STATEMENT OF CASH FLOWS

For the year ended 30 November 2021

King Street (Europe) LLP**Partnership registration number: OC313070 (England and Wales)**

	Note	2021 £	2020 £ (Restated)
Cash flows from operating activities			
Profit for the financial year available for discretionary division among members		—	—
Adjustments for:			
Depreciation of intangible and tangible assets	7	8,565	9,007
Unrealized loss on investment in Limited Partnership		—	—
Decrease in debtors	8	702,799	746,401
(Decrease) in creditors	9	(371,491)	(785,653)
Members' remuneration charged as an expense	10	10,974,649	7,676,880
Net cash generated from operating activities before transactions with members		11,314,522	7,646,636
Payment of members' remuneration charged as an expense	10	(13,154,909)	(5,701,166)
Net cash from operating activities		(1,840,387)	1,945,470
Cash flows from investing activities			
Purchase of intangible and tangible assets	7	(93,810)	—
Net cash from investing activities		(93,810)	—
Cash flows from financing activities			
Capital contributions	10	5,000	—
Net cash from financing activities		5,000	—
Net (decrease) increase in cash and cash equivalents		(1,929,197)	1,945,470
Cash and cash equivalents at the beginning of year		5,145,305	3,199,835
Cash and cash equivalents at end of year		3,216,108	5,145,305

The accounting policies and notes on pages 11 to 18 form a part of the financial statements.

Net Debt Reconciliation	Balance at beginning of period £	Arising from cash flow £	Other non-cash changes £	Balance at end of period £
Cash	5,145,305	(1,929,197)	—	3,216,108
Debt activity	—	—	—	—
Net debt (before members' remuneration)	5,145,305	(1,929,197)	—	3,216,108
Members' capital	(2,030,000)	(5,000)	—	(2,035,000)
Other amounts due to members	(5,997,529)	—	2,180,260	(3,817,269)
Net debt	(2,882,224)	(1,934,197)	2,180,260	(2,636,161)

STATEMENT OF CHANGES IN EQUITY

For the year ended 30 November 2021

	Members' capital classified as equity	Loans and other debts due to/from members	Total
	£	£	£
At 1 December 2019	2,030,000	4,021,815	6,051,815
Profit for the financial year available for discretionary division among members	—	—	—
Other comprehensive income	—	—	—
Total comprehensive income for the year	—	—	—
Capital repaid during the year	—	—	—
Members' remuneration charged as an expense	—	7,676,880	7,676,880
Current year drawings	—	(5,701,166)	(5,701,166)
At 1 December 2020 (Restated)	2,030,000	5,997,529	8,027,529
Profit for the financial year available for discretionary division among members	—	—	—
Other comprehensive income	—	—	—
Total comprehensive income for the year	—	—	—
Capital contributions	5,000	—	5,000
Members' remuneration charged as an expense	—	10,974,649	10,974,649
Current year drawings	—	(13,154,909)	(13,154,909)
At 30 November 2021	2,035,000	3,817,269	5,852,269

The accounting policies and notes on page 11 to 18 form a part of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 November 2021

1 Entity information

King Street (Europe) LLP is a limited liability partnership domiciled in England and Wales. The address of its registered office is 50 Berkeley Street, London, W1J8HA.

King Street (Europe) LLP provides investment advisory and limited investment management services to King Street Capital Management, L.P. ("the Ultimate Parent"), a Limited Partnership organised in the United States of America.

2 Basis of preparation

The financial statements have been prepared in accordance with applicable United Kingdom accounting standards, including Financial Reporting Standard 102 – The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland ("FRS 102"), Companies Act 2006 as applied by LLPs and the Statement of Recommended Practice (SORP), Accounting by Limited Liability Partnerships, issued in December 2018. The financial statements have been prepared on the historical cost basis.

The financial statements are presented in Sterling (£).

Going concern

The members having considered the financial position of the LLP and the group, in which it is a member, and have a reasonable expectation that the LLP has adequate resources to continue in operational existence for the foreseeable future. The members also considered Covid-19 and determined there are unlikely to be any long-term effects as the LLP has not seen a significant impact on its activities over the past two years. In making that assessment the members have considered the available finance facilities, the expected income streams and cost base for the group. The LLP therefore continues to adopt the going concern basis in preparing its financial statements.

The LLP notes the recent developments in Ukraine and the sanctions being imposed on Russia by many countries as a result. Given the absence of exposure in the region, the LLP's view is that these developments and sanctions are unlikely to have a significant direct adverse impact on the partnership. Nonetheless, since the situation continues to evolve, it remains difficult at this stage to estimate a direct or indirect impact which may arise from these developments. The LLP will continue to monitor the developments closely and to take all necessary actions. There are no other material events between the reporting date and the date when the financial statements were authorised by the LLP.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 November 2021

3 Principal accounting policies

3.1 Depreciation of intangible and tangible fixed assets

Fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. The cost of fixed assets is written off using the straight-line method over their expected useful lives as follows:

- Computer software 3 years
- Computer equipment 5 years
- Telephone equipment 5 years
- Furniture and fittings 7 years

The carrying values of fixed assets are reviewed for impairment when events or changes in circumstances indicate that the carrying values may not be recoverable.

3.2 Debtors

Debtors on LLP's statement of financial position are comprised of prepayments, trade receivables, and amounts owed from parent entity. All debtors are short term or owe balances within one year or less. Short term debtors are measured at transaction price, less any impairment.

3.3 Creditors

Creditors on LLP's statement of financial position are comprised of trade payables, accruals, and tax liabilities. All are short term as payments are due within one year or less. Short term creditors are measured at transaction price.

3.4 Foreign currency transactions

In preparing the financial statements, transactions in currencies other than the functional currency (foreign currencies) are recognised at the spot rate at the dates of the transactions, or at an average rate where this rate approximates the actual rate at the date of the transaction.

At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Exchange differences are recognised in profit or loss in the period in which they arise.

3.5 Taxation

The taxation payable on profits is the personal liability of the members during the period.

3.6 Turnover

Turnover represents income derived from the LLP's principal activity, net of Value Added Tax (VAT). Turnover is recognised over the period services are provided in accordance with a sub-advisory agreement and derived from activities performed in the United Kingdom.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 November 2021

3.7 Employee benefits

Short-term employee benefits, such as salaries, paid absences and other benefits include any estimated tax payable in respect of employee services rendered during the period and are accounted for on an accrual basis over the period in which the employees provide the related services. Bonuses are recognised to the extent that the partnership has a present obligation to its employees that can be measured reliably.

3.8 Pensions

The LLP contributes to personal pension plans operated by an independent third party. These contributions are charged to the profit and loss as an expense in the year in which they are incurred.

3.9 Members' remuneration

Members' remuneration that is payable to a member is treated as a charge against profits and not an allocation of profits. 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 then it is charged as an expense.

Amounts becoming due to members in respect of equity participation rights, following a discretionary division of profits, are debited directly to equity in the year in which the division occurs.

3.10 Members' capital

Members' capital represents capital subscribed by the members of the group. No interest is paid on capital. Members' capital is considered to be equity as no member has the right directly or indirectly to withdraw or receive back any part of the amount standing to the credit of his or her capital contribution account except in the following circumstances:

- on ceasing to be a member in circumstances where an equal amount is contributed by the remaining members;
- upon termination and dissolution of the partnership and the partnership having ceased to be authorised to carry on regulated activities; and
- as determined by the Managing Member in its discretion where the partnership will, notwithstanding such payment, remain in compliance with applicable prudential requirements relating to partnership capital.

3.11 Judgments and estimates

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 November 2021

3.11 Judgments and estimates (continued)

Estimates and underlying assumptions are continually evaluated and are based on historical experience and other factors, including expectations of future events that are reasonable under the circumstances. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

There have been no such significant judgements, estimates or assumptions made in the period.

4 Turnover

	2021 £	2020 £ (Restated)
Sub-advisory fees	26,657,184	27,730,293

5 Operating profit

Operating profit is stated after charging:

	2021 £	2020 £ (Restated)
Depreciation	8,565	9,007
Professional services	26,006	44,544

Agreed upon fees charged by Grant Thornton UK LLP for audit, tax and assurance services were £17,650 (2020 Restated: £17,000), £6,500 (2020 Restated: £6,000) and £4,600 (2020 Restated: £4,500), respectively, for the financial year ending 30 November 2021.

6 Members and employees

Staff costs of employees during the year were as follows:

	2021 £	2020 £ (Restated)
Salaries and bonuses	11,796,735	15,078,643
Social security costs	1,351,033	2,087,437
Other	520,972	474,744
	13,668,740	17,640,824

The average number of staff (excluding members) during the year was 35 (2020: 39).

Profits are divided among the members during each accounting period and in accordance with established Profit-Sharing arrangements.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 November 2021

6 Members and employees (continued)

	2021 Number	2020 Number
Average number of members during the year	5	4
	2021 £	2020 £ (Restated)
Remuneration paid to the highest paid member	4,665,707	3,723,341

7 Intangible and tangible fixed assets

	Computer equipment £	Computer software £	Furniture & fittings £	Telephone equipment £	Total £
Cost					
At 1 December 2020 (Restated)	200,091	16,180	690	40,923	257,884
Additions	49,244	44,566	—	—	93,810
Disposals	—	—	—	—	—
At 30 November 2021	249,335	60,747	690	40,923	351,694
Depreciation					
At 1 December 2020 (Restated)	199,709	16,180	690	22,845	239,423
Charge for year	380	—	—	8,185	8,565
Disposals	—	—	—	—	—
At 30 November 2021	200,089	16,180	690	31,029	247,988
Net book value					
At 30 November 2021	49,246	44,566	—	9,894	103,706
At 30 November 2020 (Restated)	382	—	—	18,078	18,460

8 Debtors

	2021 £	2020 £ (Restated)
Amounts owed by group undertakings	5,572,370	6,525,301
Other debtors	299,309	65,609
Prepayments	138,328	121,896
	6,010,007	6,712,806

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 November 2021

9 Creditors: amounts falling due within one year

	2021 £	2020 £ (Restated)
Trade creditors	3,207	40,668
Social security and other taxes	433,461	562,411
Accruals	3,040,883	3,245,964
	3,477,552	3,849,043

10 Members' interests

	2021 Members' capital £	2021 Loans and other debts due to/from members £	2021 Total members' interests £	2020 Total members' interests £ (Restated)
Members' interests:				
At 1 December	2,030,000	5,997,529	8,027,529	6,051,815
Members' remuneration charged as an expense	—	10,974,649	10,974,649	7,676,880
Capital contributed/(distributed) during the year	5,000	—	—	—
Members' interest after profit for the year	2,035,000	16,972,178	19,007,178	13,728,695
Current year drawings	—	(13,154,909)	(13,154,909)	(5,701,166)
Members' interest at 30 November	2,035,000	3,817,269	5,852,269	8,027,529

Loans and other debts due to members comprises £3,817,269 (2020 Restated: £5,997,529).

In the event of a winding up, loans and other debts due to members rank after unsecured creditors.

11 Transactions with related parties

The LLP is a subsidiary of King Street European Advisors, Ltd. Group financial statements of King Street European Advisors, Ltd. are available from The Registrar, Companies House, Crown Way, Cardiff, CF14 3UZ.

The LLP's ultimate controlling party is King Street Capital Management L.P. The members do not believe that the Ultimate Parent has one single controlling party.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 November 2021

11 Transactions with related parties (continued)

During the year, turnover of £26,657,184 (2020 Restated: £27,730,293) was charged by the LLP under a sub-advisory agreement with King Street Capital Management L.P. At the balance sheet date, £5,572,370 was receivable from King Street Capital Management L.P. (2020 Restated: £6,525,301). King Street Capital Management L.P. is a related party by virtue of its 100% ownership of the LLP's parent, King Street European Advisors, Ltd.

During the year, costs of £1,483,057 (2020 Restated: £1,606,540) were charged by King Street European Advisors, Ltd to the LLP relating to occupancy expenses. At the balance sheet date, after profit allocations and cash movements, the LLP had a receivable balance of £2,904,341 from King Street European Advisors, Ltd (2020 Restated: £2,456,053), which is captured on the statement of financial position within loans and other debts due to members. King Street European Advisors, Ltd is a related party by virtue of its majority ownership of the LLP.

12 Prior period adjustment

	As previously stated at 31 December 2020 £	Prior period adjustment £	As restated at 31 December 2020 £
Statement of Comprehensive Income			
Turnover	29,771,779	(2,041,486)	27,730,293
Administrative expenses	(20,544,921)	491,508	(20,053,413)
Profit before members' remuneration	9,226,858	(1,549,978)	7,676,880
Statement of Financial Position			
Debtors	8,754,292	(2,041,486)	6,712,806
Creditors (due within one year)	(4,353,153)	504,110	(3,849,043)
Loans and other debts due to members	(7,534,905)	1,537,376	(5,997,529)
Statement of Changes in Equity			
Total equity at 1 December 2019	6,051,815	—	6,051,815
Members' remuneration charged	9,226,858	(1,549,978)	7,676,880
Current year drawings	(5,713,768)	12,602	(5,701,166)
Total equity at 30 November 2020	9,564,905	(1,537,376)	8,027,529

During the year the LLP restated certain non-vested bonuses with a corresponding liability in the prior year.

The financial statements for the year ended 30 November 2020 have been restated by the adjustment noted above. The effect of the restatement on those financial statements is summarized above.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 November 2021

13 Post balance sheet events

The LLP notes the recent developments in Ukraine and the sanctions being imposed on Russia by many countries as a result. Given the absence of exposure in the region, the LLP's view is that these developments and sanctions are unlikely to have a significant direct adverse impact on the partnership. Nonetheless, since the situation continues to evolve, it remains difficult at this stage to estimate a direct or indirect impact which may arise from these developments. The LLP will continue to monitor the developments closely and to take all necessary actions. There are no other material events between the reporting date and the date when the financial statements were authorized by the LLP.