

# ADM Capital Europe LLP

## ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS

Year ended 31 March 2016

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## **ADM Capital Europe LLP**

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## **ADM Capital Europe LLP**

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### **Information**

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#### **Designated Members**

J Alun-Jones  
N A Stalker

#### **Members**

M Baker  
R Appleby  
Asia Debt Management Hong Kong Limited

#### **LLP registered number**

OC320407

#### **Registered office**

4th Floor  
Reading Bridge House  
George Street  
Reading  
RG1 8LS

#### **Independent auditor**

KP Audit LLP  
26 Finsbury Square  
London  
EC2A 1DS

#### **Banker**

HSBC  
90 Baker Street  
London  
W1U 6AX

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## **ADM Capital Europe LLP**

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### **Members' Report For the Year Ended 31 March 2016**

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The Members present their annual report together with the audited financial statements of ADM Capital Europe LLP (the "LLP") for the year ended 31 March 2016.

#### **Principal activity**

During the year the principal activity of the LLP was the provision of investment advisory and consultancy services. The Members do not foresee any change in the nature of these activities going forward.

The LLP was authorised to conduct investment business by the Financial Conduct Authority (the "FCA") on 2 October 2006.

#### **Members**

The Members of the LLP during the year and up to the date of this report were as follows:

J Alun-Jones\*  
M Baker  
N A Stalker\*  
R Appleby (appointed 1 November 2015)  
Asia Debt Management Hong Kong Limited

\* Designated members

#### **Results and allocation to Members**

The profit for the year ended 31 March 2016 was £2,644,052 (2015: £1,708,002) as shown in the statement of comprehensive income on page 6. Any profits are shared among the Members as decided by the Management Board and in accordance with the Partnership Agreement dated 9 May 2008, and as subsequently amended.

#### **Financial position**

The LLP's statement of financial position as detailed on page 7 shows a satisfactory position with total Members' interests amounting to £1,348,562 (2015: £929,022).

#### **Policy for Members' drawings, subscriptions and repayments of Members' capital**

Policies for Members' drawings, subscriptions and repayment of Members' capital are governed by the Partnership Agreement dated 9 May 2008 and as subsequently amended.

#### **Going concern**

The LLP has sufficient liquid resources and ongoing arrangements for the provision of investment advisory and consultancy services, which are expected to continue for the foreseeable future. The Members believe that the LLP will be able to meet its liabilities as they fall due for at least twelve months from the date of approval of these financial statements.

The Members have assessed the going concern status of the LLP and concluded that there are no material uncertainties that may cast doubt about the LLP's ability to continue as a going concern. Accordingly, the going concern basis has been adopted in preparing these financial statements.

#### **Principal risks and uncertainties**

The principal risk affecting the LLP is the ability to attract and retain investors.

Other risks such as market (foreign exchange, price and interest rate risks), credit, liquidity, regulatory, legal and operational risks are considered to have minimal potential impact. Income is received in foreign currency and the associated risk is mitigated by prompt conversion to Sterling.

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## **ADM Capital Europe LLP**

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### **Members' Report For the Year Ended 31 March 2016**

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#### **Statement of disclosure of information to auditor**

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

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

#### **Independent auditor**

The auditor, KP Audit LLP, has indicated its willingness to continue in office. The Designated Members will propose a motion re-appointing the auditor at a meeting of the Members approving these financial statements.

#### **Statement of Members' responsibilities in respect of the financial statements**

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

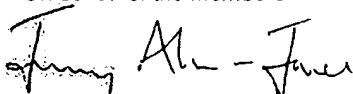
The Limited Liability Partnership (Account and Audit) (Application of Companies Act 2006) Regulations 2008 (the "2008 Regulations") made under the Limited Liability Partnerships Act 2000 require the Members to prepare financial statements for each financial year. Under these Regulations the Members have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under Regulation 8 of the 2008 Regulations, 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 for the period then ended. 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;
- follow applicable accounting standards subject to material departures being disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the LLP will continue in business.

The Members confirm that they have complied with the above requirements in preparing the financial statements

Under regulation 6 of the 2008 Regulations, 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 these regulations. The Members 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.

On behalf of the Members



**J Alun Jones**  
Designated member

22 July 2016



## **Independent auditor's report to the Members of ADM Capital Europe LLP**

We have audited the financial statements of ADM Capital Europe LLP ("the LLP") for the year ended 31 March 2016, which comprise the Statement of Comprehensive Income, Statement of Financial Position, Reconciliation of Members' Interests, Statement of Cash Flows and the related notes. 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 LLP's Members, as a body, in accordance with the Companies Act 2006, as applied by Part 12 of 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 LLP'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 LLP and the LLP'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 Statement of Members' Responsibilities set out on page 4, 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 require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the LLP's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Members; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Members' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies, we consider the implications for our report.

## **Independent auditor's report to the Members of ADM Capital Europe LLP (continued)**

### **Opinion**

In our opinion the financial statements:

- give a true and fair view of the state of the LLP's affairs as at 31 March 2016 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.

### **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.



Deborah Weston (senior statutory auditor)

For and on behalf of KP Audit LLP, Statutory Auditor

26 Finsbury Square

London

EC2A 1DS

25 July 2016



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## ADM Capital Europe LLP

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### Statement of Comprehensive Income For the Year Ended 31 March 2016

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|   |    | 2016<br>£        | 2015<br>£        |
|---|----|------------------|------------------|
| Turnover  | 4  | 2,878,562        | 2,087,341        |
| Administrative expenses   |    | <u>(234,520)</u> | <u>(378,884)</u> |
| <b>Operating profit</b>   | 6  | 2,644,042        | 1,708,457        |
| Interest receivable and similar income  | 9  | 10               | 41               |
| Interest payable and expenses   | 10 | <u>-</u>         | <u>(496)</u>     |
| Profit for the year before members' remuneration and profit shares                      |    | <u>2,644,052</u> | <u>1,708,002</u> |
| <b>Profit for the financial year available for discretionary division among Members</b> |    | <u>2,644,052</u> | <u>1,708,002</u> |

All amounts relate to continuing operations.

The notes on pages 10 to 19 form part of these financial statements.

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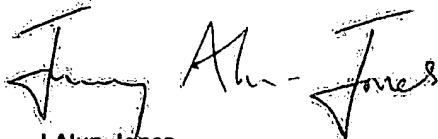


**ADM Capital Europe LLP**  
**Registered number: OC320407**

**Statement of Financial Position**  
**As at 31 March 2016**

|   | Note | 2016<br>£        | 2015<br>£        |
|---|------|------------------|------------------|
| <b>Fixed assets</b>   |      |                  |                  |
| Tangible assets   | 11   | 39,154           | 1,125            |
| <b>Current assets</b>                                       |      |                  |                  |
| Debtors: amounts falling due within one year                | 12   | 1,573,519        | 874,668          |
| Cash and cash equivalents                                   | 13   | 6,723            | 708,472          |
|   |      | <u>1,580,242</u> | <u>1,583,140</u> |
| Creditors: amounts falling due within one year              | 14   | <u>(270,834)</u> | <u>(655,243)</u> |
| <b>Net current assets</b>                                   |      | <u>1,309,408</u> | <u>927,897</u>   |
| <b>Net assets attributable to Members</b>                   |      | <u>1,348,562</u> | <u>929,022</u>   |
| <b>Represented by:</b>                                      |      |                  |                  |
| <b>Loans and other debts due to Members within one year</b> |      |                  |                  |
| Other amounts   | 15   | 1,223,562        | 804,022          |
| <b>Members' other interests</b>                             |      |                  |                  |
| Members' capital classified as equity                       |      | 125,000          | 125,000          |
|   |      | <u>125,000</u>   | <u>125,000</u>   |
|   |      | <u>1,348,562</u> | <u>929,022</u>   |
| <b>Total Members' interests</b>                             |      |                  |                  |
| Loans and other debtors due to Members                      | 15   | 1,223,562        | 804,022          |
| Members' other interests                                    |      | <u>125,000</u>   | <u>125,000</u>   |
|   |      | <u>1,348,562</u> | <u>929,022</u>   |

The financial statements were approved and authorised for issue by the Members on 22 July 2016 and were signed on their behalf by:



**J Alun-Jones**  
Designated member

The notes on pages 10 to 19 form part of these financial statements.



## ADM Capital Europe LLP

### Reconciliation of Members' Interests As at 31 March 2016

|   | EQUITY<br>Members' other interests               |                   |             | DEBT<br>Loans and other debts<br>due to Members less<br>any amounts due from<br>Members in debtors |             | Total<br>Members'<br>interests |
|---|--|-------------------|-------------|--|-------------|--------------------------------|
|   | Members'<br>capital<br>(classified as<br>equity) | Other<br>reserves | Total       | Members<br>capital<br>(classified<br>as debt)  | Total       | Total                          |
|   | £  | £                 | £           | £  | £           | £                              |
| Balance at 1 April 2014                         | 125,000  | 3,276,405         | 3,401,405   | (1,689,844)  | (1,689,844) | 1,711,561                      |
| Profit for the year                             | -  | 1,708,002         | 1,708,002   | -  | -           | 1,708,002                      |
| Members' interests after profit<br>for the year | 125,000  | 4,984,407         | 5,109,407   | (1,689,844)  | (1,689,844) | 3,419,563                      |
| Allocated profit for the year                   | -  | (4,984,407)       | (4,984,407) | 4,984,407  | 4,984,407   | -                              |
| Drawings  | -  | -                 | -           | (2,490,541)  | (2,490,541) | (2,490,541)                    |
| Amounts due to Members                          | -  | -                 | -           | 804,022  | 804,022     | -                              |
| Amounts due from Members                        | -  | -                 | -           | -  | -           | -                              |
| Balance at 31 March 2015                        | 125,000  | -                 | 125,000     | 804,022  | 804,022     | 929,022                        |
| Profit for the year                             | -  | 2,644,052         | 2,644,052   | -  | -           | 2,644,052                      |
| Members' interests after profit<br>for the year | 125,000  | 2,644,052         | 2,769,052   | 804,022  | 804,022     | 3,573,074                      |
| Allocated profit for the year                   | -  | (2,644,052)       | (2,644,052) | 2,644,052  | 2,644,052   | -                              |
| Drawings  | -  | -                 | -           | (2,177,053)  | (2,177,053) | (2,177,053)                    |
| Other movements                                 | -  | -                 | -           | (47,459)   | (47,459)    | (47,459)                       |
| Amounts due to Members                          | -  | -                 | -           | 1,229,566  | 1,229,566   | -                              |
| Amounts due from Members                        | -  | -                 | -           | (6,004)  | (6,004)     | -                              |
| Balance at 31 March 2016                        | 125,000  | -                 | 125,000     | 1,223,562  | 1,223,562   | 1,348,562                      |

In the event of a winding up, the creditors of the LLP will be paid before distributions to Members

The notes on pages 10 to 19 form part of these financial statements.

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**ADM Capital Europe LLP**

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**Statement of Cash Flows  
For the Year Ended 31 March 2016**

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|   | 2016<br>£          | 2015<br>£          |
|---|--------------------|--------------------|
| <b>Cash flows from operating activities</b>                   |                    |                    |
| Profit for the financial year                                 | 2,644,052          | 1,708,002          |
| <b>Adjustments for:</b>                                       |                    |                    |
| Depreciation of tangible assets                               | 2,286              | 3,326              |
| Loss on disposal of tangible assets                           | 1,125              | -                  |
| Interest paid   | -                  | 496                |
| Interest received   | (10)               | (41)               |
| Decrease in debtors   | (698,851)          | 821,322            |
| (Decrease)/increase in creditors                              | (384,409)          | 604,139            |
| <b>Net cash generated from operating activities</b>           | <u>1,564,193</u>   | <u>3,137,244</u>   |
| <b>Cash flows from investing activities</b>                   |                    |                    |
| Purchase of tangible fixed assets                             | (41,440)           | -                  |
| Interest received   | 10                 | 41                 |
| <b>Net cash from investing activities</b>                     | <u>(41,430)</u>    | <u>41</u>          |
| <b>Cash flows from financing activities</b>                   |                    |                    |
| Interest paid   | -                  | (496)              |
| Payments to Members   | (2,177,053)        | (2,490,541)        |
| Other movements   | (47,459)           | -                  |
| <b>Net cash used in financing activities</b>                  | <u>(2,224,512)</u> | <u>(2,491,037)</u> |
| <b>Net (decrease) / increase in cash and cash equivalents</b> | (701,749)          | 646,248            |
| Cash and cash equivalents at beginning of year                | 708,472            | 62,224             |
| <b>Cash and cash equivalents at the end of year</b>           | <u>6,723</u>       | <u>708,472</u>     |
| <b>Cash and cash equivalents at the end of year comprise:</b> |                    |                    |
| Cash at bank and in hand                                      | <u>6,723</u>       | <u>708,472</u>     |

The notes on pages 10 to 19 form part of these financial statements.

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## **ADM Capital Europe LLP**

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### **Notes to the Financial Statements For the Year Ended 31 March 2016**

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#### **1. General information**

ADM Capital Europe LLP is a limited liability partnership incorporated and domiciled in England and Wales. The address of the registered office is 4th Floor Reading Bridge House, George Street, Reading, Berkshire, RG1 8LS and its place of business is Kensington Library, 12 Phillimore Walk, London, W8 7RX.

#### **2. Accounting policies**

##### **2.1 Basis of preparation of financial statements**

The financial statements have been prepared on a going concern basis, in accordance with United Kingdom accounting standards, incorporating Financial Reporting Standard 102 ("FRS 102"), the Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006 and the requirements of the Statement of Recommended Practice "Accounting by Limited Liability Partnerships" (SORP) issued in July 2014.

The LLP has adopted FRS 102 for the first time in these financial statements with a transition date of 1 April 2014. In accordance with the transition provisions of FRS 102, all comparable information presented in these financial statements has also been prepared in accordance with FRS 102. FRS 102 requires the LLP to explain how the transition from previously extant UK GAAP to FRS 102 has impacted the financial position and financial performance reported in previous financial statements, which is set out in note 20.

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

The following principal accounting policies have been applied:

##### **2.2 Revenue**

Revenue is recognised on an accruals basis to the extent that it is probable that future economic benefits will flow to the LLP and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

##### **2.3 Expenses**

Expenses incurred are recognised in the statement of comprehensive income on an accruals basis.

##### **2.4 Taxation**

No provision has been made for current or deferred taxation in the financial statements of the LLP. Each Member is exclusively liable for any tax liabilities arising out of their interest in the LLP which will be assessed on the individual Members and not on the LLP.

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## ADM Capital Europe LLP

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### Notes to the Financial Statements For the Year Ended 31 March 2016

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#### 2. Accounting policies (continued)

##### 2.5 Foreign currency translation

*Functional and presentation currency*  
The LLP's functional currency is GBP.

*Transactions and balances*

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

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

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income except when deferred in other comprehensive income as qualifying cash flow hedges.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the statement of comprehensive income within administrative expenses.

##### 2.6 Members' capital

Members' capital is classified as equity in accordance with the LLP SORP. Repayment of Members' capital is governed by the Partnership Agreement dated 9 May 2008.

##### 2.7 Profit allocations

Amounts due to Members following a discretionary division of profits are credited to Members' current accounts in the period when the allocation occurs. Unallocated profits and losses are included within 'other reserves' and any drawings paid in respect of these unallocated profits are included within debtors.

##### 2.8 Tangible fixed assets

Tangible fixed assets are recorded at historical cost less accumulated depreciation.

Depreciation is provided on all fixed assets at rates calculated to write off the cost or valuation of each asset to estimated residual values evenly over its expected useful life, as follows:

|                               |   |                              |
|-------------------------------|---|------------------------------|
| Leasehold improvements        | - | over the period of the lease |
| Fixtures and fittings         | - | 4 years straight line        |
| Office and computer equipment | - | 3 years straight line        |

Residual values, useful lives and depreciation method are reviewed, and adjusted if appropriate, at each year end.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised within administrative expenses in the statement of comprehensive income.

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## ADM Capital Europe LLP

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### Notes to the Financial Statements For the Year Ended 31 March 2016

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#### 2. Accounting policies (continued)

##### 2.9 Financial instruments

###### *Financial assets*

The LLP's financial assets comprise basic financial assets, being trade and other receivables and cash at bank.

Cash is represented by cash on deposit with financial institutions repayable without penalty on notice of not more than 24 hours.

Trade and other receivables are measured at transaction price less any impairment. Any impairment loss is recognised in the statement of comprehensive income.

Financial assets are derecognised when contractual rights to the cash flows from the financial asset expire or are settled, or when substantially all the risks and rewards of ownership have been transferred.

###### *Impairment*

The impairment loss is measured as the difference between an asset's carrying amount and best estimate, which is an approximation of the amount that the LLP would receive for the asset if it were to be sold at the reporting date.

###### *Financial liabilities*

The LLP's financial liabilities comprise basic financial liabilities, being trade and other payables. These are initially recognised at transaction price.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities.

Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

###### *Offsetting*

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

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## ADM Capital Europe LLP

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### Notes to the Financial Statements For the Year Ended 31 March 2016

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

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the date of the statement of financial position and the amounts reported for revenues and expenses during the year.

##### (a) Critical accounting estimates and assumptions

The LLP makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amount of the assets and liabilities within the next financial year are addressed below.

##### (b) Useful economic lives of non-financial assets

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets. Note 11 contains details of the carrying amount of the non-financial assets, and note 2.8 has the details of the estimated useful economic lives for each class of asset.

##### (c) Impairment of debtors

The LLP makes an estimate of the recoverable value of trade and other debtors. When assessing impairment of trade and other debtors, management considers factors including the current credit rating of the debtor, the ageing profile of debtors and historical experience. Note 12 contains details of the net carrying amount of the debtors and any associated impairment provision.

#### 4. Analysis of turnover

An analysis of turnover by class of business is as follows:

|   | 2016<br>£        | 2015<br>£        |
|---|------------------|------------------|
| Investment advisory fees and consultancy service fees | <u>2,878,562</u> | <u>2,087,341</u> |

All turnover arose within the United Kingdom from the supply of investment advisory services and consultancy services provided various investment management entities outside of the UK.

#### 5. Administrative expenses

Administrative expenses include staff costs, premises expenses, professional fees and foreign exchange gains and losses.

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## ADM Capital Europe LLP

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### Notes to the Financial Statements For the Year Ended 31 March 2016

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#### 6. Operating profit

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

|   | 2016<br>£     | 2015<br>£     |
|---|---------------|---------------|
| Depreciation of tangible fixed assets   | 2,286         | 3,326         |
| Auditor's remuneration – audit services | 10,823        | 12,000        |
| Gain on foreign exchange                | (242)         | (3,619)       |
| Rent – operating leases                 | <u>20,124</u> | <u>14,969</u> |

#### 7. Information in relation to Members

|  | 2016<br>Number   | 2015<br>Number   |
|--|------------------|------------------|
| The average number of Members during the year was                                | <u>4</u>         | <u>4</u>         |
|  | 2016<br>£        | 2015<br>£        |
| Profit for the financial year available for discretionary division among Members | <u>2,644,052</u> | <u>1,708,002</u> |

The amount of profit attributable to the Member with the largest entitlement was £1,331,290 (2015: £916,495).

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## ADM Capital Europe LLP

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### Notes to the Financial Statements For the Year Ended 31 March 2016

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#### 8. Employees

|                       | 2016<br>£     | 2015<br>£     |
|-----------------------|---------------|---------------|
| Wages and salaries    | 66,348        | 45,800        |
| Social security costs | 3,260         | 2,481         |
|                       | <u>69,608</u> | <u>48,281</u> |

The average monthly number of persons employed during the year was as follows:

|                | 2016<br>No. | 2015<br>No. |
|----------------|-------------|-------------|
| Administration | <u>1</u>    | <u>1</u>    |

#### 9. Interest receivable

|                          | 2016<br>£ | 2015<br>£ |
|--------------------------|-----------|-----------|
| Bank interest receivable | <u>10</u> | <u>41</u> |

#### 10. Interest payable and similar charges

|                       | 2016<br>£ | 2015<br>£  |
|-----------------------|-----------|------------|
| Bank interest payable | <u>-</u>  | <u>496</u> |

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## ADM Capital Europe LLP

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### Notes to the Financial Statements For the Year Ended 31 March 2016

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#### 11. Tangible fixed assets

|                           | <i>Leasehold<br/>improvements</i><br>£ | <i>Fixtures and<br/>fittings</i><br>£ | <i>Office and<br/>computer<br/>equipment</i><br>£ | <i>Total</i><br>£ |
|---------------------------|--|---------------------------------------|---|-------------------|
| <b>Cost or valuation</b>  |  |                                       |   |                   |
| At 1 April 2015           | 7,690                                  | 2,300                                 | 25,832  | 35,822            |
| Additions                 | -                                      | 37,342                                | 4,098   | 41,440            |
| Disposals                 | -                                      | -                                     | (25,257)  | (25,257)          |
| At 31 March 2016          | <u>7,690</u>                           | <u>39,642</u>                         | <u>4,673</u>                                      | <u>52,005</u>     |
| <b>Depreciation</b>       |  |                                       |   |                   |
| At 1 April 2015           | 7,690                                  | 2,300                                 | 24,707  | 34,697            |
| Charge owned for the year | -                                      | 1,768                                 | 518   | 2,286             |
| Disposals                 | -                                      | -                                     | (24,132)  | (24,132)          |
| At 31 March 2016          | <u>7,690</u>                           | <u>4,068</u>                          | <u>1,093</u>                                      | <u>12,851</u>     |
| <b>Net book value</b>     |  |                                       |   |                   |
| At 31 March 2016          | <u>-</u>                               | <u>35,574</u>                         | <u>3,580</u>                                      | <u>39,154</u>     |
| At 31 March 2015          | <u>-</u>                               | <u>-</u>                              | <u>1,125</u>                                      | <u>1,125</u>      |

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## ADM Capital Europe LLP

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### Notes to the Financial Statements For the Year Ended 31 March 2016

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#### 12. Debtors

|                                | 2016<br>£        | 2015<br>£      |
|--------------------------------|------------------|----------------|
| Other debtors                  | 186,681          | 149,832        |
| Prepayments and accrued income | 1,386,838        | 724,836        |
|                                | <u>1,573,519</u> | <u>874,668</u> |

#### 13. Cash and cash equivalents

|                          | 2016<br>£    | 2015<br>£      |
|--------------------------|--------------|----------------|
| Cash at bank and in hand | <u>6,723</u> | <u>708,472</u> |

#### 14. Creditors: Amounts falling due within one year

|                                    | 2016<br>£      | 2015<br>£      |
|------------------------------------|----------------|----------------|
| Trade creditors                    | 9,964          | -              |
| Other taxation and social security | 1,398          | 1,074          |
| Other creditors                    | 237,946        | 608,029        |
| Accruals and deferred income       | 21,526         | 46,140         |
|                                    | <u>270,834</u> | <u>655,243</u> |

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## ADM Capital Europe LLP

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### Notes to the Financial Statements For the Year Ended 31 March 2016

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#### 15. Loans and other debts due to members

|                        | 2016<br>£          | 2015<br>£        |
|------------------------|--------------------|------------------|
| Amounts due to Members | <u>(1,223,562)</u> | <u>(804,022)</u> |

Debts due to ordinary creditors rank in preference to loans and other debts due to Members in the event of a winding up. All amounts due to Members are interest free and repayable on demand.

#### 16. Regulatory capital

The LLP is regulated by the FCA and subject to the capital requirements imposed by FCA rules. For these purposes the LLP measures regulatory capital as the total of Members' other interests less drawings in excess of profit allocation. At 31 March 2016, and in the year to 31 March 2016, this exceeded the externally imposed capital requirements (2015: exceeded).

#### 17. Financial instrument and associated risks

The LLP's activities expose it to credit, liquidity and market risk.

##### a) Credit risk

The LLP's exposure to credit risk arises from its cash balances and receivables.

Cash balances are held at a highly-rated banking institution based in the UK. Receivables at the date of the statement of financial position relate to prepayment and accrued income and other debtors. Management seek prompt payment of amounts owed to the LLP and have the ability to terminate the LLP's obligations should the receivable become impaired in order to minimise further loss.

##### b) Liquidity risk

The LLP's exposure to liquidity risk arises from its obligations to trade creditors. At the date of the statement of financial position all creditors were payable on demand and the LLP expects to have sufficient cash to pay its financial liabilities as they fall due.

##### c) Market risk

The LLP does not have any direct exposure to interest rate or price risk. The LLP does have exposure to foreign exchange risk however this risk is monitored by the Members and mitigated by prompt conversion to Sterling.

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## **ADM Capital Europe LLP**

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### **Notes to the Financial Statements For the Year Ended 31 March 2016**

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#### **18. Related party transactions**

*Key management are considered to be the Members of the LLP.*

#### **19. Immediate and ultimate controlling party**

In the opinion of the Members, N A Stalker and M Baker are the immediate and ultimate controlling parties.

#### **20. First time adoption of FRS 102**

The transition to FRS 102 has resulted in no differences between equity under the previously adopted generally accepted United Kingdom Accounting Principles ("UK GAAP") and FRS 102 at 1 April 2014, the date of transition, nor at the end of the comparative period. In addition, no differences in the profit for the year ended 31 March 2015 result from the adoption of FRS 102. Consequently, a reconciliation showing the effect of adopting FRS 102, as required by that standard is not presented.

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*JAT*