

**REPORT OF THE MEMBERS
AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2014
FOR
PARMENION CAPITAL PARTNERS LLP**

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FOR THE YEAR ENDED 31 MARCH 2014**

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**GENERAL INFORMATION
FOR THE YEAR ENDED 31 MARCH 2014**

DESIGNATED MEMBERS: A E Martin Smith
R B Mein
N F J Cooling
J Cook
M Cons

REGISTERED OFFICE: 2 College Square
Anchor Road
Bristol
BS1 5UE

AUDITORS: Nexia Smith & Williamson
Portwall Place
Portwall Lane
Bristol
BS1 6NA

REGISTERED NUMBER: OC322243 (England and Wales)

**REPORT OF THE MEMBERS
FOR THE YEAR ENDED 31 MARCH 2014**

The members present their report with the consolidated financial statements of the Limited Liability Partnership (the "LLP") and its subsidiary companies (the "Group") for the year ended 31 March 2014.

PRINCIPAL ACTIVITY

The principal activity of the LLP during the year was to offer collective investment fund based discretionary management and platform custody services to the retail clients of UK authorised Independent Financial Advisers. The LLP is authorised and regulated by the Financial Conduct Authority. During the year the LLP starting trading through two of its subsidiary companies. Sorbin Systems Limited is involved in developing the technology used by the business and Parmenion Investment Management Limited provides investment management services to the LLP.

REVIEW OF THE BUSINESS

The results show another strong year in which the business has continued to grow. Consolidated operating profits have increased to £1,646,755 before interest (2013: £852,736) and Members' remuneration and consolidated profits available to the Members (after working members' drawings) have increased to £1,161,293 (2013: £568,903). This result was achieved in a year that saw substantial growth in the funds under management of the business which exceeded £1 billion by the end of March 2014.

Parmenion remains focused on supporting UK financial adviser businesses that wish to offer their clients an effective investment management service. We enable our partner firms to supply professionally managed, commoditised, risk graded portfolio management, branded and built to the Adviser firms' specification. These solutions deliver consistent and appropriate client outcomes through multiple wrappers with a minimum of administrative burden. Increasing adviser demand for Centralised Investment Propositions, as such services have become known, has been the primary driver of our progress in the year.

The year saw the launch of our own pension product, the Pension Investment Account, which now gives Parmenion a comprehensive range of in-house tax wrappers to supplement the third party wrappers available.

Against a background of considerable recent changes in the advisory landscape, Parmenion retains a clear vision of the likely future development of the business of delivering financial advice. We see a much greater role for the delivery of online advice to enable adviser firms to profitably offer investment services to the mass and mass affluent market places. The regulator is supportive of these developments and recent proposed changes to the treatment of retirement contracts further expands the online market opportunity. We are advanced in the development of online advice software and have made a substantial investment in the development of technology in support of this vision.

Against a background of innovative developments and high business volumes, the quality of Parmenion's proposition and service quality has continued to be recognised through numerous awards. Most notably we were pleased to receive 5 stars from Defaqto, Best Emerging Platform from Core Data, and be overall winners of the Financial Adviser and Citywire annual awards. The Members would wish to take this opportunity to extend their thanks to our staff for all their efforts throughout another busy and exciting year.

DESIGNATED MEMBERS

The designated members during the year under review were:

A E Martin Smith
R B Mein
N F J Cooling
J Cook
M Cons (appointed 1 July 2013)

RESULTS FOR THE YEAR AND ALLOCATION TO MEMBERS

The consolidated profit for the year before members' remuneration and profit shares was £1,696,940 (2013 - £935,479).

**REPORT OF THE MEMBERS
FOR THE YEAR ENDED 31 MARCH 2014**

MEMBERS' INTERESTS

Working members are permitted to make monthly drawings at rates agreed by the Remuneration Committee of the firm. These arrangements are on a contractual basis.

New members are required to subscribe to an agreed level of capital and from time to time members may be invited to subscribe for further capital, the amount of which are determined by their proportion of existing capital contributions or as agreed by the partnership. On retirement, members are at present entitled to any undrawn amounts credited to them in the Drawings accounts of the LLP and to sell their Equity interests first to other Members before offering their interests to new Members.

REMUNERATION POLICY

As part of our remuneration review we have continued to evaluate our policy in the light of business needs, market changes and shareholders. The remuneration policy is designed to support key business strategies and create a strong, performance-orientated environment. At the same time it must attract, motivate and retain talent. In order to achieve this objective, the policy is framed around the following core principles:

- Total rewards are set at levels that are competitive and proportionate with other companies of our size.
- Enhanced potential rewards are only earned through achievement of performance targets based on measures consistent with business interests over the short, medium and longer term.
- Remuneration arrangements strike an appropriate balance between fixed and performance-related rewards.
- Remuneration arrangements are designed to support the Group's business strategy, to promote teamwork and to conform to best practice standards.

POLICY WITH RESPECT TO MEMBERS DRAWINGS AND SUBSCRIPTIONS AND REPAYMENTS OF MEMBERS' CAPITAL

Working members are permitted to make monthly drawings at rates agreed by the Remuneration Committee of the firm. These arrangements are on a contractual basis.

New members are required to subscribe to an agreed level of capital and from time to time members may be invited to subscribe for further capital, the amount of which is determined by their proportion of existing capital contributions or as agreed by the partnership. On retirement, members are at present entitled to any undrawn amounts credited to them in the Drawings accounts of the LLP and to sell their Equity interests first to other Members before offering their interests to new Members.

STATEMENT OF MEMBERS' RESPONSIBILITIES

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

Legislation applicable to limited liability partnerships requires the members to prepare financial statements for each financial year. Under that law the members have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under legislation applicable 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 the Group and of the profit or loss of the LLP and the Group 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 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 will continue in business.

**REPORT OF THE MEMBERS
FOR THE YEAR ENDED 31 MARCH 2014**

STATEMENT OF MEMBERS' RESPONSIBILITIES (CONTINUED)

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

These responsibilities are exercised by the designated members on behalf of the members.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the members are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the LLP and Group's auditor is unaware, and each member has taken all the steps that he ought to have taken as a member in order to make himself aware of any relevant audit information and to establish that the LLP and Group's auditor is aware of that information.

PILLAR 3 AND CRD IV DISCLOSURES

The information required in respect of the Pillar 3 disclosures as stipulated in BIPRU 11 of the FCA handbook can be found publicly at the company's registered office.

The Capital Requirements Directive IV (CRD IV) requires Country by Country Reporting (CBCR). However, as shown in note 2, all turnover is derived from the UK and the Company has no establishments overseas. The requirement is therefore met by the information disclosed within these financial statements.

AUDITOR

The auditors, Nexia Smith & Williamson Audit Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 as applied to LLPs by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 relating to small LLPs.

ON BEHALF OF THE MEMBERS:



A E Martin Smith – Designated Member
(Chairman)

24 July 2014

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF PARMENION CAPITAL PARTNERS LLP

We have audited the consolidated accounts of Parmenion Capital Partners LLP for the year ended 31 March 2014 which comprise the Consolidated Profit and Loss Account, the Consolidated Balance Sheet, the Consolidated Cash Flow Statement, the LLP Balance Sheet and the related notes 1 to 14. 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 by the Limited Liability Partnerships (Accounts and Audit) (Applications of Companies Act 2006) Regulations 2008. Our audit work has been undertaken so that we might state to the limited liability partnership's members those matters 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 3, the members are responsible for the preparation of the financial statements and for being satisfied that the financial statements 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 Financial Reporting Council's (FRC's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the FRC's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group and limited liability partnership's affairs as at 31 March 2014 and of the group's 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.

Jonathan Talbot

Senior Statutory Auditor, for and on behalf of

Nexia Smith & Williamson

Statutory Auditors, Chartered Accountants

Portwall Place

Portwall Lane

Bristol BS1 6NA

24/7/14

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2014**

	Notes	2014 £	2013 £
TURNOVER	2	5,276,725	3,353,211
Administrative expenses		<u>(3,629,970)</u>	<u>(2,500,475)</u>
OPERATING PROFIT	4	1,646,755	852,736
Interest receivable and similar income		120,775	88,950
Interest payable and similar charges		<u>(9,933)</u>	<u>(6,207)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		1,757,597	935,479
Tax on profit on ordinary activities	5	<u>(60,657)</u>	<u>-</u>
PROFIT FOR THE FINANCIAL YEAR BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES		<u>1,696,940</u>	<u>935,479</u>
Members' remuneration charged as an expense	6	<u>(535,647)</u>	<u>(366,576)</u>
PROFIT FOR THE FINANCIAL YEAR AVAILABLE FOR DISCRETIONARY DIVISION AMONG MEMBERS	12	<u><u>1,161,293</u></u>	<u><u>568,903</u></u>

CONTINUING OPERATIONS

None of the Group's activities were acquired or discontinued during the current year or previous year.

TOTAL RECOGNISED GAINS AND LOSSES

The Group has no recognised gains or losses other than the profits for the current year or previous year.

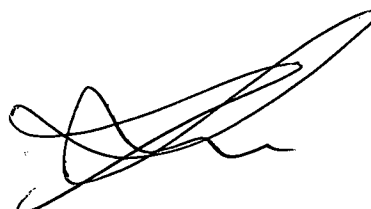
The notes form part of these financial statements

CONSOLIDATED BALANCE SHEET
31 MARCH 2014

	Notes	2014 £	2013 £
FIXED ASSETS			
Tangible assets	7	<u>1,083,995</u>	<u>575,114</u>
		1,083,995	575,114
CURRENT ASSETS			
Debtors : due in less than one year	9	514,746	685,808
Debtors : due after one year	9	112,000	112,000
Cash at bank and in hand		<u>1,662,395</u>	<u>677,944</u>
		2,289,141	1,475,752
CREDITORS			
Amounts falling due within one year	10	<u>(1,506,880)</u>	<u>(833,712)</u>
NET CURRENT ASSETS		<u>782,261</u>	<u>642,040</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,866,256	1,217,154
CREDITORS			
Amounts falling due after more than one year	10	<u>(127,301)</u>	<u>(141,173)</u>
NET ASSETS ATTRIBUTABLE TO MEMBERS		<u>1,738,955</u>	<u>1,075,981</u>
TOTAL MEMBERS' INTERESTS			
Members' equity interests	12	<u>1,738,955</u>	<u>1,075,981</u>
		<u>1,738,955</u>	<u>1,075,981</u>

The financial statements were approved by the Designated Members of the LLP on 24 July 2014 and were signed by:

R B Mein - Designated Member
(Managing Partner)



A E Martin Smith - Designated Member
(Chairman)



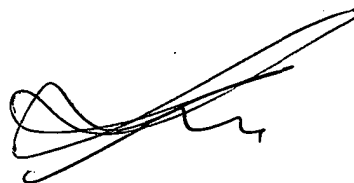
The notes form part of these financial statements

PARENT BALANCE SHEET
31 MARCH 2014

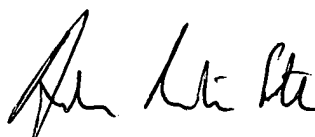
		2014	2013
	Notes	£	£
FIXED ASSETS			
Tangible assets	7	448,763	575,114
Investments	8	<u>73,101</u>	<u>32,001</u>
		521,864	607,115
CURRENT ASSETS			
Debtors : due in less than one year	9	1,143,627	685,808
Debtors : due after one year	9	112,000	112,000
Cash at bank and in hand		<u>1,589,450</u>	<u>677,944</u>
		2,845,077	1,475,752
CREDITORS			
Amounts falling due within one year	10	<u>(1,587,280)</u>	<u>(865,713)</u>
NET CURRENT ASSETS		<u>1,257,797</u>	<u>610,039</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,779,661	1,217,154
CREDITORS			
Amounts falling due after more than one year	10	<u>(127,301)</u>	<u>(141,173)</u>
NET ASSETS ATTRIBUTABLE TO MEMBERS		<u>1,652,360</u>	<u>1,075,981</u>
TOTAL MEMBERS' INTERESTS			
Members' equity interests	12	<u>1,652,360</u>	<u>1,075,981</u>
		<u>1,652,360</u>	<u>1,075,981</u>

The financial statements were approved by the Designated Members of the LLP on 24 July 2014 and were signed by:

R B Mein - Designated Member
(Managing Partner)



A E Martin Smith - Designated Member
(Chairman)



The notes form part of these financial statements

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2014**

	Notes	2014 £	2013 £
Net cash inflow from operating activities	1	2,552,520	828,308
Returns on investments and servicing of finance	2	110,842	82,743
Capital expenditure	2	(668,010)	(351,502)
Financing	2	(43,934)	(9,110)
Transactions with members	2	<u>(966,967)</u>	<u>(576,079)</u>
Increase\decrease in cash in the year		<u>984,451</u>	<u>(25,640)</u>

		2014 £	2013 £
Reconciliation of net cash flow to movement in net cash			
Increase\decrease in cash in the year	984,451	(25,640)	
Change in net cash on repayment of lease finance	<u>43,934</u>	<u>9,110</u>	
Change in net debt resulting from cash flows	1,028,385	(16,530)	
New finance leases	<u>(35,683)</u>	<u>(190,813)</u>	
Movement in net cash\debt in the year		992,702	(207,343)
Net cash at 1 April		<u>496,241</u>	<u>703,584</u>
Net cash at 31 March	3	<u>1,488,943</u>	<u>496,241</u>

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2014

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2014	2013
	£	£
Operating profit	1,646,755	852,736
Depreciation charges	194,812	128,480
Decrease/(Increase) in debtors	171,062	(286,956)
Increase in creditors	<u>539,891</u>	<u>134,048</u>
Net cash inflow from operating activities	<u>2,552,520</u>	<u>828,308</u>

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2014	2013
	£	£
Returns on investments and servicing of finance		
Interest received	120,775	88,950
Interest paid	<u>(9,933)</u>	<u>(6,207)</u>
Net cash inflow for returns on investments and servicing of finance	<u>110,842</u>	<u>82,743</u>
 Capital expenditure		
Purchase of tangible fixed assets	<u>(668,010)</u>	<u>(351,502)</u>
Net cash outflow for capital expenditure	<u>(668,010)</u>	<u>(351,502)</u>
 Financing		
Capital element of finance leases repaid	<u>(43,934)</u>	<u>(9,110)</u>
Net cash outflow for financing	<u>(43,934)</u>	<u>(9,110)</u>
 Transactions with members		
Drawings and distributions to members	(966,967)	(576,080)
Capital contributions by members	<u>-</u>	<u>1</u>
Net cash outflow from transactions with members	<u>(966,967)</u>	<u>(576,079)</u>

NOTES TO THE CASH FLOW STATEMENT - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2014

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.4.13 £	Cash flow £	Other non-cash changes £	At 31.3.14 £
Net cash:				
Cash at bank	677,944	984,451	-	1,662,395
Finance lease	<u>(181,703)</u>	<u>43,934</u>	<u>(35,683)</u>	<u>(173,452)</u>
Total	<u>496,241</u>	<u>1,028,385</u>	<u>(35,683)</u>	<u>1,488,943</u>

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2014**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the requirements of the Statement of Recommended Practice, (SORP) 'Accounting by Limited Liability Partnerships'.

Consolidation

These financial statements consolidate the results and the assets and liabilities of the LLP and its subsidiaries. All intra-group transactions, balances, income and expenses are eliminated on consolidation. The results of subsidiary undertakings are included in or excluded from the consolidated financial statements from the date control passes. The acquisition method of accounting is used.

As permitted by section 408(3) of the Companies Act 2006 as applied to LLPs, the Parent profit and loss account has not been included in these accounts. The LLP's profit for the financial year was £1,074,698 (2013: £568,903).

Revenue recognition

Turnover represents income due for the provision of services provided during the year and excludes VAT, and intra group sales.

Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Website Development	- 20% on cost
Fixtures and fittings	- 15% - 20% on cost
Computer equipment	- 33-50% on cost
Leasehold Improvements	- 20% on cost
Motor Vehicles	- 20% on cost

During the year the Group revised the estimated useful life of its web development from 3 years to 5 years. This reflects the increased period over which benefit is derived from web development. The effect of the change in the estimated useful life was a reduction in the depreciation charge of £94,467.

Development costs

Website development costs are only capitalised to the extent they give rise to an asset where the relationship between the expenditure and the future economic benefits is sufficiently certain. Development expenditure capitalised represents time spent by company employees, sub-contractor costs, and any other directly attributable costs incurred in creating the asset for the purpose intended by management, valued at net cost.

Taxation

The corporation tax charged to the accounts in the year is wholly in relation to the LLP's subsidiary companies, the LLP being outside the scope of corporation tax.

Investments

Investment in subsidiaries is stated at cost less impairment, if any.

Members' participation rights

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

Members' participation rights in the earnings or assets of the LLP are analysed between those that are, from the LLP's perspective, either a financial liability or equity, in accordance with FRS 25 (IAS 32) Financial Instruments: Disclosure and Presentation. A member's participation right results in a liability unless the right to any payment is discretionary on the part of the LLP.

Amounts subscribed or otherwise contributed by members, for example members' capital, are classed as equity if the LLP has an unconditional right to refuse payment to members. If the LLP does not have such an unconditional right, such amounts are classified as liabilities.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2014**

1. ACCOUNTING POLICIES (CONTINUED)

Members' participation rights (continued)

Where profits are automatically divided as they arise, so the LLP does not have an unconditional right to refuse payment, the amounts arising that are due to members are in the nature of liabilities. They are therefore shown as a residual amount available for discretionary division among members in the Profit and Loss Account and are equity appropriations in the Balance Sheet.

Conversely, where profits are divided only after a decision by the LLP or its representative, so that the LLP has an unconditional right to refuse payment, such profits are classed as an appropriation of equity rather than as an expense. They are therefore shown as a residual amount available for discretionary division among members in the Profit and Loss Account and are equity appropriations in the Balance Sheet.

All amounts due to members that are classified as liabilities are presented in the Balance Sheet within 'Loans and other debts due to members' and are charged to the Profit and Loss Account within 'Members' remuneration charged as an expense'. Amounts due to members that are classified as equity are shown in the Balance Sheet within 'Members' equity interests'.

Operating leases

Rental costs on operating leases are charged to the profit and loss account on a straight-line basis over the lease term.

Finance leases

Assets obtained under finance leases are capitalised as tangible fixed assets and depreciated over the shorter of the lease term and their useful economic lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Retirement Benefits

Contributions to defined contribution schemes are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

2. TURNOVER

The turnover and profit for the year are attributable to the one principal activity of the Group and arose wholly within the United Kingdom.

3. EMPLOYEE INFORMATION

	2014	2013
	£	£
Wages and salaries	2,366,899	1,605,555
Social security costs	211,651	138,084
Other pension costs	97,306	68,346
	<u>2,675,856</u>	<u>1,811,985</u>

The average number of employees, including members with contracts of employment, during the year was as follows:

	2014	2013
Selling and administration	<u>48</u>	<u>35</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2014

4. OPERATING PROFIT

The operating profit is stated after charging:

	2014	2013
	£	£
Operating leases – land and buildings	124,925	85,257
Depreciation - owned assets	153,962	121,771
Depreciation – leased assets	40,850	6,709
Fees payable to the LLP's auditors for the audit of the Group's annual accounts	16,100	12,000
Auditors fees payable for non-audit services	18,595	5,215
Auditors fees payable for taxation services	<u>12,250</u>	<u>11,015</u>

The group audit fee is in relation to the audit of the Group, £10,850 (2013: £12,000) of which is attributable to the audit of the parent company.

5. CORPORATION TAX

	2014	2013
	£	£
UK corporation tax charge on profit for the year in respect of subsidiary companies	<u>60,657</u>	<u>-</u>

Factors affecting tax charge for the year

The tax assessed for the year is lower than the standard rate of corporation tax in the UK of 20% (2013: 20%). The differences are explained below:

	2014	2013
	£	£
Profit on ordinary activities before tax	1,757,596	935,479
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20%	351,519	187,096
LLP profits not subject to corporation tax	<u>(290,862)</u>	<u>(187,096)</u>
Current tax charge for the year	<u>60,657</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2014

6. INFORMATION IN RELATION TO MEMBERS

	2014 £	2013 £
Members' remuneration charged as an expense		
Remuneration paid under an employment contract	535,647	366,576
	<u>535,647</u>	<u>366,576</u>
Total remuneration	<u>535,647</u>	<u>366,576</u>
	2014 £	2013 £
The amount of profit attributable to the member with the largest entitlement was:	<u>406,226</u>	<u>218,044</u>
	2014	2013
The average number of members during the year was:	<u>22</u>	<u>21</u>

7. TANGIBLE FIXED ASSETS

GROUP

	Motor Vehicles	Fixtures and Fittings £	Website Development £	Leasehold Improvements £	Computer Equipment £	Totals £
COST						
At 1 April 2013	-	1,274	506,810	218,547	98,278	824,909
Additions	35,683	17,773	426,371	92,219	131,647	703,693
	<u>35,683</u>	<u>19,047</u>	<u>933,181</u>	<u>310,766</u>	<u>229,925</u>	<u>1,528,602</u>
At 31 March 2014	<u>35,683</u>	<u>19,047</u>	<u>933,181</u>	<u>310,766</u>	<u>229,925</u>	<u>1,528,602</u>
DEPRECIATION						
At 1 April 2013	-	495	198,945	7,285	43,070	249,795
Charge for year	595	3,839	99,004	46,461	44,913	194,812
	<u>595</u>	<u>4,334</u>	<u>297,949</u>	<u>53,746</u>	<u>87,983</u>	<u>444,607</u>
At 31 March 2014	<u>595</u>	<u>4,334</u>	<u>297,949</u>	<u>53,746</u>	<u>87,983</u>	<u>444,607</u>
NET BOOK VALUE						
At 31 March 2014	<u>35,088</u>	<u>14,713</u>	<u>635,232</u>	<u>257,020</u>	<u>141,942</u>	<u>1,083,995</u>
At 31 March 2013	<u>-</u>	<u>779</u>	<u>307,865</u>	<u>211,262</u>	<u>55,208</u>	<u>575,114</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2014

7. TANGIBLE FIXED ASSETS (CONTINUED)

PARENT

	Motor Vehicle	Fixtures and Fittings £	Website Development £	Leasehold Improvements £	Computer Equipment £	Totals £
COST						
At 1 April 2013	-	1,274	506,810	218,547	98,278	824,909
Additions	35,683	17,773	-	92,219	131,647	277,322
Disposals	-	-	(506,810)	-	-	(506,810)
At 31 March 2014	<u>35,683</u>	<u>19,047</u>	<u>-</u>	<u>310,766</u>	<u>229,925</u>	<u>595,421</u>
DEPRECIATION						
At 1 April 2013	-	495	198,945	7,285	43,070	249,795
Charge for year	595	3,839	-	46,461	44,913	95,808
Depreciation on disposals	-	-	(198,945)	-	-	(198,945)
At 31 March 2014	<u>595</u>	<u>4,334</u>	<u>-</u>	<u>53,746</u>	<u>87,983</u>	<u>146,658</u>
NET BOOK VALUE						
At 31 March 2014	<u>35,088</u>	<u>14,713</u>	<u>-</u>	<u>257,020</u>	<u>141,942</u>	<u>448,763</u>
At 31 March 2013	<u>-</u>	<u>779</u>	<u>307,865</u>	<u>211,262</u>	<u>55,208</u>	<u>575,114</u>

Of the Fixed Assets above, the assets held under finance leases:

GROUP AND PARENT

	Motor Vehicles	Leasehold Improvements Totals £	Computer Equipment £	Totals £
COST				
At 1 April 2013	-	175,120	15,694	190,814
Additions	35,683	-	-	35,683
At 31 March 2014	<u>35,683</u>	<u>175,120</u>	<u>15,694</u>	<u>226,497</u>
DEPRECIATION				
At 1 April 2013	-	5,837	872	6,709
Charge for year	<u>595</u>	<u>35,024</u>	<u>5,231</u>	<u>40,850</u>
At 31 March 2014	<u>595</u>	<u>40,861</u>	<u>6,103</u>	<u>47,559</u>
NET BOOK VALUE				
At 31 March 2014	<u>35,088</u>	<u>134,259</u>	<u>9,591</u>	<u>178,938</u>
At 31 March 2013	<u>-</u>	<u>169,283</u>	<u>14,822</u>	<u>184,105</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2014

8. INVESTMENTS

PARENT

	2014 £	2013 £
Investment in subsidiary undertakings	73,201	32,001
	<u>73,201</u>	<u>32,001</u>

During the year, the LLP further subscribed for 41,000 ordinary share capital of Asander Investment Management Limited at par. It also subscribed for 100 ordinary shares in Wise Trustee Limited both at par. The following were subsidiaries undertakings of LLP:

Name	Class of share	Holding	Country of Origin	Principal activity
Asander Investment Management Limited	Ordinary	100%	United Kingdom	Dormant
Parmenion Nominees Limited	Ordinary	100%	United Kingdom	Dormant
Wise Trustee Limited	Ordinary	100%	United Kingdom	Dormant

	Investment in subsidiary companies £
COST OR VALUATION	
At 1 April 2013	32,001
Additions	<u>41,100</u>
At 31 March 2014	<u>73,101</u>
NET BOOK VALUE	
At 31 March 2014	<u>73,101</u>
At 31 March 2013	<u>32,001</u>

9. DEBTORS

	Consolidated 2014 £	Parent 2014 £	Parent and Consolidated 2013
Amounts falling due within one year:			
Trade debtors	352,149	352,149	455,884
Other debtors	39,311	39,311	120,534
Amounts due from subsidiary undertakings	-	628,881	-
Prepayments	<u>123,286</u>	<u>123,286</u>	<u>109,390</u>
	<u>514,746</u>	<u>1,143,627</u>	<u>685,808</u>
Amounts falling due after more than one year:			
Amount due from member	<u>112,000</u>	<u>112,000</u>	<u>112,000</u>
Aggregate amounts	<u>626,746</u>	<u>1,255,627</u>	<u>797,808</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2014

10. CREDITORS

AMOUNTS FALLING DUE WITHIN ONE YEAR:

	Consolidated 2014 £	Parent 2014 £	Consolidated 2013 £	Parent 2013 £
Trade creditors	231,477	231,477	94,119	94,119
Social security and other taxes	56,056	56,056	32,371	32,371
Amounts due under finance leases	46,151	46,151	40,530	40,530
VAT	33,411	33,411	30,918	30,918
Other creditors	628,968	628,968	429,519	429,519
Amounts due to subsidiary undertakings	-	176,057	-	32,001
Accrued expenses	450,160	415,160	206,255	206,255
Corporation Tax	60,657	-	-	-
	<u>1,506,880</u>	<u>1,587,280</u>	<u>833,712</u>	<u>865,713</u>

AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR:

	Consolidated 2014 £	Parent 2014 £	Parent and Consolidated 2013 £
Amounts due under finance leases	<u>127,301</u>	<u>127,301</u>	<u>141,173</u>

The amounts due under finance leases in amounts due after more than one year are all payable within 5 years, and are secured on the assets to which they relate.

11. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid:

	Consolidated and Parent Land and buildings	
	2014 £	2013 £
Expiring: Greater than five years	<u>268,346</u>	<u>130,282</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2014

12. MEMBERS' INTERESTS

CONSOLIDATED

	Members' Equity Interests					Total 2014 £	Total 2013 £
	Members' capital (classified as equity)	Other reserves (losses)	Other reserves (profits)	Total	Other amounts		
	£	£	£	£	£		
Balance at 1 April 2014	2,243,123	(1,672,603)	505,461	1,075,981	-	1,075,981	777,321
Remuneration charged as an expense	-	-	-	-	535,647	535,647	366,576
Profit for the year available for discretionary division among members	-	-	1,161,293	1,161,293	-	1,161,293	568,903
Appropriation of profit in the year	-	-	(498,319)	(498,319)	-	(498,319)	(270,244)
Members interests after profit for the period	2,243,123	(1,672,603)	1,168,435	1,738,955	535,647	2,274,602	1,442,556
Introduced by members	-	-	-	-	-	-	1
Drawings (remuneration charged as an expense)	-	-	-	-	(535,647)	(535,647)	(366,576)
Members' equity interests	<u>2,243,123</u>	<u>(1,672,603)</u>	<u>1,168,435</u>	<u>1,738,955</u>	<u>-</u>	<u>1,738,955</u>	<u>1,075,981</u>

PARENT

	Members' Equity Interests					Total 2014 £	Total 2013 £
	Members' capital (classified as equity)	Other reserves (losses)	Other reserves (profits)	Total	Other amounts		
	£	£	£	£	£		
Balance at 1 April 2014	2,243,123	(1,672,603)	505,461	1,075,981	-	1,075,981	777,321
Remuneration charged as an expense	-	-	-	-	535,647	535,647	366,576
Profit for the year available for discretionary division among members	-	-	1,074,698	1,074,698	-	1,074,698	568,903
Appropriation of profit in the year	-	-	(498,319)	(498,319)	-	(498,319)	(270,244)
Members interests after profit for the period	2,243,123	(1,672,603)	1,081,840	1,652,360	535,647	2,188,007	1,442,556
Introduced by members	-	-	-	-	-	-	1
Drawings (remuneration charged as an expense)	-	-	-	-	(535,647)	(535,647)	(366,576)
Members' equity interests	<u>2,243,123</u>	<u>(1,672,603)</u>	<u>1,081,840</u>	<u>1,652,360</u>	<u>-</u>	<u>1,652,360</u>	<u>1,075,981</u>

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2014**

13. TRANSACTIONS WITH RELATED PARTIES

The services of Nicholas Cooling as a Governing Body Member are provided by Marlborough Investment Management Limited, a member of the LLP. Payments in the year to Marlborough Investment Management Limited totalled £25,000 (2013: £25,000). There were no amounts outstanding as at 31 March 2014 or 31 March 2013.

During 2011 a loan was made to the Managing Partner and Member, Richard Mein, totalling £112,000. The balance of this loan as at 31 March 2014 was £112,000 and is included in debtors due in more than one year (2013: £112,000). The loan is considered to be repayable within 5 years. During the year interest of £3,808 was charged on the loan (2013: £3,808).

14. ULTIMATE CONTROLLING PARTY

The members consider there to be no ultimate controlling party.