

## **SilverStreet Capital LLP**

### **Members' report and financial statements**

For the year ended 31 March 2018

Registered number: OC325502

WEDNESDAY



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## Information

|                              |   |
|------------------------------|---|
| <b>Designated members</b>    | G Vaughan-Smith<br>N Vaughan-Smith                                    |
| <b>LLP registered number</b> | OC325502  |
| <b>Registered office</b>     | Coveham House<br>Downside Bridge Road<br>Cobham<br>Surrey<br>KT11 3EP |
| <b>Independent auditor</b>   | Buzzacott LLP<br>130 Wood Street<br>London<br>EC2V 6DL                |
| <b>Banker</b>                | Coutts and Co<br>440 Strand<br>London<br>WC2R 0QS                     |

## Contents

|                                      | Page   |
|--------------------------------------|--------|
| Members' report                      | 1 - 2  |
| Independent auditor's report         | 3 - 4  |
| Statement of comprehensive income    | 5      |
| Statement of financial position      | 6      |
| Reconciliation of members' interests | 7      |
| Statement of cash flows              | 8      |
| Notes to the financial statements    | 9 - 17 |

## **Members' report**

For the year ended 31 March 2018

The members present their report together with the audited financial statements of SilverStreet Capital LLP ('the LLP') for the year ended 31 March 2018.

### **Principal activity**

The principal activity of the LLP is the provision of investment advisory and management services.

### **Designated members**

Designated members during the year and up to the date of this report were:

G Vaughan-Smith ('the Managing Member')  
N Vaughan-Smith

### **Policy for members' profits, bonuses drawings, subscriptions and repayment of members' capital**

Policies for members' profits, drawings, bonuses and transfers from equity to debt, subscriptions and repayment of members' capital are governed by the Limited Liability Partnership Agreement originally dated 27 March 2007, which was updated and amended on 16 March 2015 and 24 July 2015. In summary, the Managing Member determines the capital contribution to be made by each member which shall be repayable only on winding up. The Managing Member has discretion to determine the level of each member's drawings, except that the Managing Member is entitled to withdraw such amounts as required to discharge expenses which have not otherwise been reimbursed.

During the year ended 31 March 2018, no member introduced or withdrew capital.

### **Members' responsibilities statement**

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

Company law, as applied to LLPs, 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law, as applied to LLPs, the members must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the LLP and of the profit or loss of the LLP for that period.

In preparing these financial statements, the members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the LLP will continue in business.

**Members' report (continued)**

For the year ended 31 March 2018

**Members' responsibilities statement (continued)**

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 to enable them to ensure that the financial statements comply with the Companies Act 2006 (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of the Companies Act 2006) Regulations 2008). 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.

This report was approved by the members on 25 July 2018 and signed on their behalf by:



**G Vaughan-Smith**  
Designated member

## **Independent auditor's report to the members of SilverStreet Capital LLP**

For the year ended 31 March 2018

### **Opinion**

We have audited the financial statements of SilverStreet Capital LLP (the 'LLP') for the year ended 31 March 2018, which comprise the Statement of comprehensive income, the Statement of financial position, the Statement of cash flows, the Reconciliation of members' interests and the related notes, 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 LLP's affairs as at 31 March 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, as applied to limited liability partnerships by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the LLP in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the members' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the members have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the LLP's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

### **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.

## Independent auditor's report to the members of SilverStreet Capital LLP (continued)

For the year ended 31 March 2018

### 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

As explained more fully in the Members' responsibilities statement on page 1, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, 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 LLP'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 LLP or to cease operations, or have no realistic alternative but to do so.

### Auditors' 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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Auditor's report.

### Use of our report

This report is made solely to the LLP's members in accordance with Chapter 3 of Part 16 of the Companies Act 2006, as applied by Part 12 of 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 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 for our audit work, for this report, or for the opinions we have formed.



Katherine White (Senior statutory auditor)  
for and on behalf of

**Buzzacott LLP**  
Statutory Auditor  
130 Wood Street  
London  
EC2V 6DL

25 July 2018

**Statement of comprehensive income**

For the year ended 31 March 2018

|   | Note | 2018<br>£        | 2017<br>£        |
|---|------|------------------|------------------|
| Revenue   | 4    | 2,600,597        | 1,956,715        |
| <b>Gross profit</b>   |      | <b>2,600,597</b> | <b>1,956,715</b> |
| Administrative expenses   |      | (1,503,160)      | (1,363,448)      |
| <b>Operating profit</b>   | 5    | <b>1,097,437</b> | <b>593,267</b>   |
| Interest receivable and similar income  | 9    | 2,443            | 45               |
| <b>Profit before tax</b>  |      | <b>1,099,880</b> | <b>593,312</b>   |
| <b>Profit for the year before members' remuneration and profit shares</b>               |      | <b>1,099,880</b> | <b>593,312</b>   |
| Profit for the year before members' remuneration and profit shares                      |      | 1,099,880        | 593,312          |
| Members' remuneration charged as an expense   |      | (681,054)        | (461,212)        |
| <b>Profit for the financial year available for discretionary division among members</b> |      | <b>418,826</b>   | <b>132,100</b>   |

There was no other comprehensive income for 2018 or 2017.

The notes on pages 9 to 17 form part of these financial statements.



**Statement of financial position**

As at 31 March 2018

|  | Note | 2018<br>£        | 2017<br>£        |
|--|------|------------------|------------------|
| <b>Fixed assets</b>                                  |      |                  |                  |
| Tangible assets                                      | 10   | 29,114           | 27,542           |
|  |      | <u>29,114</u>    | <u>27,542</u>    |
| <b>Current assets</b>                                |      |                  |                  |
| Debtors: amounts falling due within one year         | 11   | 1,111,853        | 780,894          |
| Cash at bank and in hand                             | 12   | 303,374          | 62,999           |
|  |      | <u>1,415,227</u> | <u>843,893</u>   |
| Creditors: amounts falling due within one year       | 13   | (615,284)        | (414,004)        |
| <b>Net current assets</b>                            |      | <u>799,943</u>   | <u>429,889</u>   |
| <b>Total assets less current liabilities</b>         |      | <u>829,057</u>   | <u>457,431</u>   |
| <b>Net assets</b>                                    |      | <u>829,057</u>   | <u>457,431</u>   |
| <b>Represented by:</b>                               |      |                  |                  |
| Loans and other debts due to members within one year | 14   | 84,900           | -                |
| <b>Members' other interests</b>                      |      |                  |                  |
| Members' capital classified as equity                |      | 325,331          | 325,331          |
| Other reserves classified as equity                  |      | 418,826          | 132,100          |
|  |      | <u>744,157</u>   | <u>457,431</u>   |
|  |      | <u>829,057</u>   | <u>457,431</u>   |
| <b>Total members' interests</b>                      |      |                  |                  |
| Amounts due from members (included in debtors)       | 11   | (830,457)        | (577,829)        |
| Loans and other debts due to members                 | 14   | 84,900           | -                |
| Members' other interests                             |      | 744,157          | 457,431          |
|  |      | <u>(1,400)</u>   | <u>(120,398)</u> |

The financial statements were approved and authorised for issue by the members and were signed on their behalf on 25 July 2018.



**G Vaughan-Smith**  
Designated member

The notes on pages 9 to 17 form part of these financial statements.

**Reconciliation of members' interests**

For the year ended 31 March 2018

|  | Equity<br>Members' other interests                    |                        |                | Debt<br>Loans and other debts<br>due to members less any<br>amounts due from<br>members in debtors |                  | Total members'<br>interests |
|--|---|------------------------|----------------|--|------------------|-----------------------------|
|  | Members'<br>capital<br>(classified as<br>equity)<br>£ | Other<br>reserves<br>£ | Total<br>£     | Other<br>amounts<br>£  | Total<br>£       | Total<br>£                  |
| Amounts due from members   |   |                        |                | (639,684)  | (639,684)        |                             |
| <b>Balance at 1 April 2016</b>   | <b>325,331</b>  | <b>483,931</b>         | <b>809,262</b> | <b>(639,684)</b>   | <b>(639,684)</b> | <b>169,578</b>              |
| Members' remuneration charged<br>as an expense                               | -   | -                      | -              | 461,212  | 461,212          | 461,212                     |
| Profit for the year available for<br>discretionary division among<br>members | -   | 132,100                | 132,100        | -  | -                | 132,100                     |
| <b>Members' interests after profit<br/>for the year</b>                      | <b>325,331</b>  | <b>616,031</b>         | <b>941,362</b> | <b>(178,472)</b>   | <b>(178,472)</b> | <b>762,890</b>              |
| Other division of profits  | -   | (483,931)              | (483,931)      | 483,931  | 483,931          | -                           |
| Drawings   | -   | -                      | -              | (883,288)  | (883,288)        | (883,288)                   |
| Amounts due from members   |   |                        |                | (577,829)  | (577,829)        |                             |
| <b>Balance at 31 March 2017</b>  | <b>325,331</b>  | <b>132,100</b>         | <b>457,431</b> | <b>(577,829)</b>   | <b>(577,829)</b> | <b>(120,398)</b>            |
| Members' remuneration charged<br>as an expense                               | -   | -                      | -              | 681,054  | 681,054          | 681,054                     |
| Profit for the year available for<br>discretionary division among<br>members | -   | 418,826                | 418,826        | -  | -                | 418,826                     |
| <b>Members' interests after profit<br/>for the year</b>                      | <b>325,331</b>  | <b>550,926</b>         | <b>876,257</b> | <b>103,225</b>   | <b>103,225</b>   | <b>979,482</b>              |
| Other division of profits  | -   | (132,100)              | (132,100)      | 132,100  | 132,100          | -                           |
| Drawings   | -   | -                      | -              | (980,882)  | (980,882)        | (980,882)                   |
| Amounts due to members   |   |                        |                | 84,900   | 84,900           |                             |
| Amounts due from members   |   |                        |                | (830,457)  | (830,457)        |                             |
| <b>Balance at 31 March 2018</b>  | <b>325,331</b>  | <b>418,826</b>         | <b>744,157</b> | <b>(745,557)</b>   | <b>(745,557)</b> | <b>(1,400)</b>              |

The notes on pages 9 to 17 form part of these financial statements.

The members are only permitted to reduce the amount of "Members' other interests" at the LLP's sole discretion.

**Statement of cash flows**

For the year ended 31 March 2018

|  | 2018<br>£        | 2017<br>£        |
|--|------------------|------------------|
| <b>Cash flows from operating activities</b>  |                  |                  |
| Profit for the financial year  | 418,826          | 132,100          |
| <b>Adjustments for:</b>  |                  |                  |
| Members' remuneration charged as an expense  | 681,054          | 461,212          |
| Depreciation of tangible assets  | 13,641           | 8,054            |
| Interest received  | (2,443)          | (45)             |
| (Increase) in debtors  | (78,331)         | (101,291)        |
| Increase in creditors  | 201,280          | 314,391          |
| <b>Net cash generated from operating activities before transactions with members</b> | <b>1,234,027</b> | <b>814,421</b>   |
| Members' remuneration charged as an expense paid                                     | (596,154)        | (461,212)        |
| <b>Net cash generated from operating activities</b>                                  | <b>637,873</b>   | <b>353,209</b>   |
| <b>Cash flows from investing activities</b>  |                  |                  |
| Purchase of tangible fixed assets  | (15,213)         | (25,624)         |
| Interest received  | 2,443            | 45               |
| <b>Net cash used in investing activities</b>   | <b>(12,770)</b>  | <b>(25,579)</b>  |
| <b>Cash flows from financing activities</b>  |                  |                  |
| Distribution paid to members   | (384,728)        | (422,076)        |
| <b>Net cash used in financing activities</b>   | <b>(384,728)</b> | <b>(422,076)</b> |
| <b>Net increase/(decrease) in cash and cash equivalents</b>                          | <b>240,375</b>   | <b>(94,446)</b>  |
| Cash and cash equivalents at beginning of year                                       | 62,999           | 157,445          |
| <b>Cash and cash equivalents at the end of year</b>                                  | <b>303,374</b>   | <b>62,999</b>    |
| <b>Cash and cash equivalents at the end of year comprise:</b>                        |                  |                  |
| Cash at bank and in hand   | 303,374          | 62,999           |
|  | <b>303,374</b>   | <b>62,999</b>    |

The notes on pages 9 to 17 form part of these financial statements.

## Notes to the financial statements

For the year ended 31 March 2018

### 1. General information

SilverStreet Capital LLP is a limited liability partnership incorporated in England & Wales. The registered office is Coveham House, Downside Bridge Road, Cobham, Surrey, KT11 3EP. The registered number is OC325502.

### 2. Accounting policies

#### 2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 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".

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

The following principal accounting policies have been applied:

#### 2.2 Revenue

Revenue comprises investment advisory, management and service fees.

Revenue is recognised to the extent that it is probable that the 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. The following criteria must also be met before revenue is recognised:

##### Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the LLP will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably, and;
- the costs incurred and the costs to complete the contract can be measured reliably.

#### 2.3 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The LLP adds to the carrying amount of an item of fixed assets the cost of replacing part of such an item when that cost is incurred, if the replacement part is expected to provide incremental future benefits to the LLP. The carrying amount of the replaced part is derecognised. Repairs and maintenance are charged to profit or loss during the period in which they are incurred.

## Notes to the financial statements

For the year ended 31 March 2018

### 2. Accounting policies (continued)

#### 2.3 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following bases:

|                       |           |
|-----------------------|-----------|
| Fixtures and fittings | - 4 years |
| Computer equipment    | - 3 years |

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

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

#### 2.4 Operating leases

Rentals paid under operating leases are charged to the profit or loss on a straight line basis over the lease term.

#### 2.5 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

#### 2.6 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

In the Statement of cash flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the LLP's cash management.

#### 2.7 Financial instruments

The LLP only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans other third parties and loans to related parties.

Debt instruments that are payable or receivable within one year, typically trade creditors or debtors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration, expected to be paid or received. However if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets that are measured at cost or amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the statement of comprehensive income. The impairment loss is measured as the excess of an asset's carrying amount over its recoverable amount, 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.

## Notes to the financial statements

For the year ended 31 March 2018

### 2. Accounting policies (continued)

#### 2.8 Creditors

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

#### 2.9 Foreign currency translation

##### Functional and presentation currency

The LLP's functional and presentational currency is GBP.

##### Transactions and balances

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

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 period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss 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 'finance income or costs'. All other foreign exchange gains and losses are presented in the Statement of comprehensive income within 'other operating income'.

#### 2.10 Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount.

#### 2.11 Pensions

##### Defined contribution pension plan

The LLP operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the LLP pays fixed contributions into a separate entity. Once the contributions have been paid the LLP has no further payment obligations.

The contributions are recognised as an expense in the Statement of comprehensive income when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of financial position. The assets of the plan are held separately from the LLP in independently administered funds.

#### 2.12 Interest income

Interest income is recognised in profit or loss using the effective interest method.

## Notes to the financial statements

For the year ended 31 March 2018

### 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 reporting date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. There are no judgements or estimates which are considered to have a significant effect on amounts recognised in the financial statements.

### 4. Analysis of revenue

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

|                          | 2018<br>£        | 2017<br>£        |
|--------------------------|------------------|------------------|
| Investment advisory fees | 2,600,597        | 1,956,715        |
|                          | <u>2,600,597</u> | <u>1,956,715</u> |

All revenue arose within the United Kingdom.

### 5. Operating profit

The operating profit is stated after charging:

|                                       | 2018<br>£     | 2017<br>£       |
|---------------------------------------|---------------|-----------------|
| Depreciation of tangible fixed assets | 13,641        | 8,054           |
| Exchange differences                  | 37,613        | (12,252)        |
|                                       | <u>37,613</u> | <u>(12,252)</u> |

### 6. Auditor's remuneration

|   | 2018<br>£     | 2017<br>£     |
|---|---------------|---------------|
| Fees payable to the LLP's auditor and its associates for the audit of the LLP's annual accounts | 9,000         | 9,000         |
| <b>Fees payable to the LLP's auditor and its associates in respect of:</b>                      |               |               |
| Audit related assurance services  | 1,000         | 1,000         |
| Taxation compliance services  | 2,000         | 2,000         |
| All other non audit services not included above   | 35,258        | 30,230        |
|   | <u>35,258</u> | <u>30,230</u> |

**Notes to the financial statements**

For the year ended 31 March 2018

**7. Staff costs and average numbers of employees**

Staff costs were as follows:

|                                     | 2018<br>£      | 2017<br>£      |
|-------------------------------------|----------------|----------------|
| Wages and salaries                  | 587,615        | 360,024        |
| Social security costs               | 69,203         | 44,063         |
| Cost of defined contribution scheme | 4,491          | 4,057          |
|                                     | <u>661,309</u> | <u>408,144</u> |

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

|                       | 2018<br>No. | 2017<br>No. |
|-----------------------|-------------|-------------|
| Office and management | <u>7</u>    | <u>5</u>    |

**8. Information in relation to members**

|   | 2018<br>No. | 2017<br>No. |
|---|-------------|-------------|
| The average number of members during the year was | <u>5</u>    | <u>5</u>    |

|  | 2018<br>£      | 2017<br>£      |
|--|----------------|----------------|
| The amount of profit attributable to the member with the largest entitlement was | <u>319,826</u> | <u>188,750</u> |

**9. Interest receivable**

|                           | 2018<br>£    | 2017<br>£ |
|---------------------------|--------------|-----------|
| Other interest receivable | <u>2,443</u> | <u>45</u> |



**Notes to the financial statements**

For the year ended 31 March 2018

**10. Tangible fixed assets**

|                          | Fixtures and fittings<br>£ | Computer equipment<br>£ | Total<br>£ |
|--------------------------|----------------------------|-------------------------|------------|
| <b>Cost or valuation</b> |                            |                         |            |
| At 1 April 2017          | 2,221                      | 46,075                  | 48,296     |
| Additions                | 11,347                     | 3,866                   | 15,213     |
| Disposals                | -                          | (1,325)                 | (1,325)    |
| At 31 March 2018         | 13,568                     | 48,616                  | 62,184     |
| <b>Depreciation</b>      |                            |                         |            |
| At 1 April 2017          | 1,430                      | 19,324                  | 20,754     |
| Charge for the year      | 1,243                      | 12,398                  | 13,641     |
| Disposals                | -                          | (1,325)                 | (1,325)    |
| At 31 March 2018         | 2,673                      | 30,397                  | 33,070     |
| <b>Net book value</b>    |                            |                         |            |
| At 31 March 2018         | 10,895                     | 18,219                  | 29,114     |
| At 31 March 2017         | 791                        | 26,751                  | 27,542     |

**Notes to the financial statements**

For the year ended 31 March 2018

**11. Debtors**

|                                | 2018<br>£        | 2017<br>£      |
|--------------------------------|------------------|----------------|
| Trade debtors                  | 9,466            | 17,611         |
| Other debtors                  | 219,274          | 129,998        |
| Prepayments and accrued income | 52,656           | 55,456         |
| Amounts due from members       | 830,457          | 577,829        |
|                                | <u>1,111,853</u> | <u>780,894</u> |

**12. Cash and cash equivalents**

|                          | 2018<br>£      | 2017<br>£     |
|--------------------------|----------------|---------------|
| Cash at bank and in hand | <u>303,374</u> | <u>62,999</u> |

**13. Creditors: amounts falling due within one year**

|                                    | 2018<br>£      | 2017<br>£      |
|------------------------------------|----------------|----------------|
| Trade creditors                    | 14,431         | 111,977        |
| Other taxation and social security | 36,164         | 74,850         |
| Other creditors                    | 285,480        | -              |
| Accruals and deferred income       | 279,209        | 227,177        |
|                                    | <u>615,284</u> | <u>414,004</u> |

**14. Loans and other debts due to members**

|                              | 2018<br>£       | 2017<br>£ |
|------------------------------|-----------------|-----------|
| Other amounts due to members | (84,900)        | -         |
|                              | <u>(84,900)</u> | <u>-</u>  |

Loans and other debts due to members rank equally with debts due to ordinary creditors in the event of a winding up.

**Notes to the financial statements**

For the year ended 31 March 2018

**15. Financial instruments**

|   | 2018<br>£        | 2017<br>£        |
|---|------------------|------------------|
| <b>Financial assets</b>   |                  |                  |
| Financial assets measured at fair value through profit or loss        | 303,374          | 62,999           |
| Financial assets that are debt instruments measured at amortised cost | 1,059,197        | 725,438          |
|   | <u>1,362,571</u> | <u>788,437</u>   |
| <b>Financial liabilities</b>  |                  |                  |
| Financial liabilities measured at amortised cost                      | <u>(497,448)</u> | <u>(152,228)</u> |

Financial assets measured at fair value through profit or loss comprise cash at bank and in hand.

Financial assets measured at amortised cost comprise trade debtors, other debtors and amounts due from members.

Financial liabilities measured at amortised cost comprise trade creditors, other creditors and accruals.

**16. Contingent liabilities**

There were no contingent liabilities at 31 March 2018 or 31 March 2017.

**17. Capital commitments**

The LLP had no capital commitments at 31 March 2018 or 31 March 2017.

**18. Commitments under operating leases**

At 31 March 2018 the LLP had future minimum lease payments under non-cancellable operating leases as follows:

|  | 2018<br>£     | 2017<br>£ |
|--|---------------|-----------|
| Not later than 1 year                        | 79,181        | -         |
| Later than 1 year and not later than 5 years | 18,656        | -         |
|  | <u>97,837</u> | <u>-</u>  |

## Notes to the financial statements

For the year ended 31 March 2018

### 19. Related party transactions

During the year, the LLP earned advisory fees from SilverStreet Management S.à.r.l of £1,194,981 (2017: £1,530,156). At 31 March 2018, £285,408 (2017: £nil) was owed by the LLP to SilverStreet Management S.à.r.l.

SilverStreet Management S.à.r.l is a related party by virtue of Mr G Vaughan-Smith being a member of key management of the company.

During the year, the LLP earned advisory fees from SilverStreet Management II S.à.r.l of £996,847 (2017: £199,053). At 31 March 2018, £nil (2017: £nil) was owed to the LLP by SilverStreet Management II S.à.r.l.

SilverStreet Management II S.à.r.l is a related party by virtue of Mr G Vaughan-Smith being a member of key management of the company.

During the year, the LLP earned advisory fees from SilverStreet Private Equity Strategies Soparfi S.à.r.l of £408,769 (2017: £227,506). At 31 March 2018, £nil (2017: £nil) was owed to the LLP by SilverStreet Private Equity Strategies Soparfi S.à.r.l.

SilverStreet Private Equity Strategies Soparfi S.à.r.l is a related party by virtue of Mr G Vaughan-Smith being a member of key management of the company.

#### *Key management personnel compensation*

Certain members of the LLP who have authority and responsibility for planning, directing and controlling the activities of the LLP are considered to be key management personnel. Total compensation in respect of these individuals collectively for the year ended 31 March 2018 was £972,292 (2017: £519,346).

### 20. Controlling party

The ultimate controlling party of SilverStreet Capital LLP is Mr G Vaughan-Smith by virtue of his majority share of the LLP's capital and voting rights.