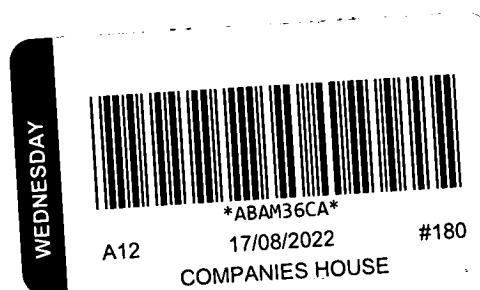


REGISTERED NUMBER: OC328508 (England and Wales)

**Members' Report and
Financial Statements
for the Year Ended 31 March 2022
for
XCONNECT MARKET MAKER LLP**



**Contents of the Financial Statements
for the year ended 31 March 2022**

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XCONNECT MARKET MAKER LLP

**General Information
for the year ended 31 March 2022**

Designated members:	Adrian Chorley Paul White
Registered office:	6th Floor, Basildon House 7-11 Moorgate London EC2R 6AF
Registered number:	OC328508 (England and Wales)
Auditors:	Haines Watts (City) LLP Statutory Auditor New Derwent House 69-73 Theobalds Road London WC1X 8TA

**Members' Report
for the year ended 31 March 2022**

The members present their report with the financial statements of the LLP for the year ended 31 March 2022.

Principal activity

The principal activity of the LLP in the year under review was that of derivative trading. The firm is authorised and regulated by the Financial Conduct Authority since 20 December 2017.

Future developments

The results for the year and the financial position at the year end were considered satisfactory by the members who expect the business to remain stable for the foreseeable future..

Designated members

The designated members during the year under review were:

Adrian Chorley
Paul White

Results for the year and allocation to members

The profit for the year before members' remuneration and profit shares was £1,447 (2021 - £3,696 profit).

Members' interests

The members' drawing policy allows each member to draw a proportion of their profit share, subject to the cash requirements of the business as set out in the partnership agreement dated 2 August 2007 and as amended on 3 November 2017 and 20 November 2017.

Key Performance Indicators (KPI'S)

The members' are of the opinion that analysis using KPI's and non financial KPI's is not necessary for the understanding of the development, performance or position of the business.

Principal risks and uncertainties facing the business

Management continually monitor the key risks facing the business together with assessing the controls used for managing these risks and have determined that the key risks that impact on the LLP are as summarised below, but this is not intended to be an exhaustive analysis of all the risks facing the business. Some risks may be unknown to us and other risks, currently regarded as immaterial, may turn out to be material. All of them have potential to impact on the business.

Operational risk

Operational risk is defined as the risk of direct or indirect loss, or damaged reputation resulting from inadequate or failed internal processes, people and systems, or from external events including legal and compliance risks. Operational risks are inherent in all activities within the organisation, and in all interaction with external parties. The firm monitors operational risk through internal controls.

Financial Instruments

Financial instruments comprise of cash and working capital, i.e. the debtors and the creditors that arise during the course of the day to day running of the business. This can result in a liquidity risk. The liquidity risk is controlled by maintaining a healthy balance between debtors and creditors. The debtor risk is controlled through a stringent credit control policy and regular monitoring of any outstanding amounts for both time and credit limits. Trade creditor liquidity risks are managed by ensuring that sufficient funds are available to meet amounts as and when they fall due and in accordance with agreed payment terms.

**Members' Report
for the year ended 31 March 2022**

Section 172(1) statement

The members of the LLP consider, both individually and together, that they have acted in the way they consider, in good faith, would be most likely to promote the success of the LLP for the benefit of its members as a whole (having regard to the stakeholders and matters set out in s172 (1)(a-f) of the Act) in the decisions taken during the year ended 31 March 2022. In particular, by performance of the following:

- Our business aims are designed to have a long-term beneficial impact on the LLP and to contribute to its success.
- Our business requires strong relationships with suppliers, customers and others and we continually strive to maintain and improve these relationships.
- The impact of the LLP's operations on the community and environment are considered by the members and reviewed regularly.
- As the members, our intention is to behave responsibly and ensure that management operate the business in a responsible manner, operating within the high standards of business conduct and good governance.
- As the members, our intention is to behave responsibly toward our stakeholders and treat them fairly and equally, so they too may benefit from the success of our LLP.

Members' responsibilities statement

The members are responsible for preparing the Members' Report 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 of the profit or loss of the LLP for that period. In preparing these financial statements, the members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable 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.

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

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's auditors are 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's auditors are aware of that information.

Members' Report
for the year ended 31 March 2022

Auditors

The auditors, Haines Watts (City) LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

On behalf of the members:

Adrian Chorley

Adrian Chorley (Jul 28, 2022 16:43 GMT+1)

Adrian Chorley - Designated member

Date: Jul 28, 2022

Independent Auditors' Report to the Members of Xconnect Market Maker LLP

Opinion

We have audited the financial statements of Xconnect Market Maker LLP (the 'LLP') for the year ended 31 March 2022 which comprise the Income Statement, Other Comprehensive Income, Balance Sheet, Reconciliation of Members' Interests, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the LLP's affairs as at 31 March 2022 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 LLPs 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 Auditors' 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 UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the members' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the LLP's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the members with respect to going concern are described in the relevant sections of this report.

Other information

The members are responsible for the other information. The other information comprises the information in the Members' Report, but does not include the financial statements and our Auditors' Report thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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 this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 as applied to LLPs 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.

**Independent Auditors' Report to the Members of
Xconnect Market Maker LLP**

Responsibilities of members

As explained more fully in the Members' Responsibilities Statement set out on page three, 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 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 Auditors' 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations; and
- we identified the laws and regulations applicable to the LLP through discussions with members and other management, and from our commercial knowledge; and
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the LLP, including the Companies Act 2006, employment, data protection and capital requirements; and
- we assessed the extent of compliance with the laws and regulations identified above through making enquires of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the LLP to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships; and
- tested journal entries to identify unusual transactions; and
- assessed whether judgement and assumptions made in determining the accounting estimates set out in note 2 were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

**Independent Auditors' Report to the Members of
Xconnect Market Maker LLP**

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosure to underlying supporting documentation; and
- reading the minutes of meetings of those charged with governance; and
- enquiring of management as to actual potential litigation and claims; and
- reviewing correspondence.

We reviewed the Financial Conduct Authority's (FCA) register for any disciplinary proceedings or instances of non-compliance with rules and regulations and none were identified.

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

Use of our report

This report is made solely to the LLP's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 as applied to LLPs by 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 Auditors' 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.

Robert Blundell

Robert Blundell (Jul 28, 2022 17:45 GMT+1)

Robert Blundell BSc FCA (Senior Statutory Auditor)
for and on behalf of Haines Watts (City) LLP
Statutory Auditor
New Derwent House
69-73 Theobalds Road
London
WC1X 8TA

Date: Jul 28, 2022

XCONNECT MARKET MAKER LLP (REGISTERED NUMBER: OC328508)

**Income Statement
for the year ended 31 March 2022**

	Notes	2022 £	2021 £
Turnover		-	-
Administrative expenses		(11,492)	(8,464)
Operating loss	4	(11,492)	(8,464)
Interest receivable and similar income		12,939	12,160
Profit for the financial year before members' remuneration and profit shares		<u>1,447</u>	<u>3,696</u>
Profit for the financial year before members' remuneration and profit shares		1,447	3,696
Members' remuneration charged as an expense	5	(1,447)	(3,696)
Profit for the financial year available for discretionary division among members		<u>-</u>	<u>-</u>

The notes form part of these financial statements

**Other Comprehensive Income
for the year ended 31 March 2022**

	2022	2021
Notes	£	£
Profit for the financial year available for discretionary division among members	-	-
Other comprehensive income	-	-
Total comprehensive income for the year	-	-

The notes form part of these financial statements

Balance Sheet
31 March 2022

	Notes	2022 £	2021 £
Current assets			
Debtors	6	306,804	506,964
Cash at bank		2,641,714	1,122,710
		<u>2,948,518</u>	<u>1,629,674</u>
Creditors			
Amounts falling due within one year	7	300,945	151,699
		<u>2,647,573</u>	<u>1,477,975</u>
Net current assets			
		<u>2,647,573</u>	<u>1,477,975</u>
Total assets less current liabilities and			
Net assets attributable to members		<u>2,647,573</u>	<u>1,477,975</u>
 Loans and other debts due to members	9	 2,104,606	 935,494
 Members' other interests			
Capital accounts		542,967	542,481
		<u>2,647,573</u>	<u>1,477,975</u>
 Total members' interests			
Loans and other debts due to members	9	2,104,606	935,494
Members' other interests		542,967	542,481
Amounts due from members	6	(264,300)	(475,947)
		<u>2,383,273</u>	<u>1,002,028</u>

The financial statements were approved by the members of the LLP and authorised for issue onJul 28, 2022..... and were signed by:

Paul White

Paul White (Jul 28, 2022 17:43 GMT+1)

.....
Paul White - Designated member

**Reconciliation of Members' Interests
for the year ended 31 March 2022**

	EQUITY		
	Members' capital (classified as equity)	Members' other interests	
	£	Other reserves £	Total £
Balance at 1 April 2021	542,481	-	542,481
Members' remuneration charged as an expense, including employment and retirement benefit costs	-	-	-
Profit for the financial year available for discretionary division among members	-	-	-
Members' interests after profit for the year	542,481	-	542,481
Introduced by members	-	-	-
Reclassifications	486	-	486
Balance at 31 March 2022	542,967	-	542,967

	DEBT	TOTAL
	Loans and other debts due to members less any amounts due from members in debtors	MEMBERS' INTERESTS
	Other amounts £	Total £
Amount due to members	935,474	
Amount due from members	(475,947)	
Balance at 1 April 2021	459,527	1,002,008
Members' remuneration charged as an expense, including employment and retirement benefit costs	1,447	1,447
Profit for the financial year available for discretionary division among members	-	-
Members' interests after profit for the year	460,974	1,003,455
Introduced by members	1,379,332	1,379,332
Reclassifications	-	486
Amount due to members	2,104,606	
Amount due from members	(264,300)	
Balance at 31 March 2022	1,840,306	2,383,273

The notes form part of these financial statements

**Reconciliation of Members' Interests
for the year ended 31 March 2022**

	Members' capital (classified as equity) £	EQUITY Members' other interests	
		Other reserves £	Total £
Balance at 1 April 2020	544,332	-	544,332
Members' remuneration charged as an expense, including employment and retirement benefit costs	-	-	-
Profit for the financial year available for discretionary division among members	-	-	-
Members' interests after profit for the year	544,332	-	544,332
Repayments of debt (including members' capital classified as a liability)	-	-	-
Drawings	-	-	-
Reclassifications	(1,851)	-	(1,851)
Balance at 31 March 2021	542,481	-	542,481

	DEBT	TOTAL
	Loans and other debts due to members less any amounts due from members in debtors	MEMBERS' INTERESTS
	Other amounts	Total
	£	£
Amount due to members	1,720,905	
Amount due from members	(477,643)	
Balance at 1 April 2020	1,243,262	1,787,594
Members' remuneration charged as an expense, including employment and retirement benefit costs	3,696	3,696
Profit for the financial year available for discretionary division among members	-	-
Members' interests after profit for the year	1,246,958	1,791,290
Repayments of debt (including members' capital classified as a liability)	(785,411)	(785,411)
Drawings	(2,000)	(2,000)
Reclassifications	-	(1,851)
Amount due to members	935,494	
Amount due from members	(475,947)	
Balance at 31 March 2021	459,547	1,002,028

The notes form part of these financial statements

Cash Flow Statement
for the year ended 31 March 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	126,753	8,009
Net cash from operating activities		<u>126,753</u>	<u>8,009</u>
Cash flows from investing activities			
Interest received		<u>12,939</u>	<u>12,160</u>
Net cash from investing activities		<u>12,939</u>	<u>12,160</u>
Cash flows from financing activities			
Transactions with members and former members			
Payments to members		-	(787,411)
Contributions by members		<u>1,379,312</u>	<u>-</u>
Net cash from financing activities		<u>1,379,312</u>	<u>(787,411)</u>
Increase/(decrease) in cash and cash equivalents		<u>1,519,004</u>	<u>(767,242)</u>
Cash and cash equivalents at beginning of year	2	<u>1,122,710</u>	<u>1,889,952</u>
Cash and cash equivalents at end of year	2	<u><u>2,641,714</u></u>	<u><u>1,122,710</u></u>

The notes form part of these financial statements

**Notes to the Cash Flow Statement
for the year ended 31 March 2022**

1. Reconciliation of profit for the financial year available for discretionary division among members to cash generated from operations

	2022	2021
	£	£
Profit for the financial year available for discretionary division among members	-	-
Members' remuneration charged as an expense	1,447	3,696
Exchange movement on members capital	486	(1,851)
Finance income	(12,939)	(12,160)
	<u>(11,006)</u>	<u>(10,315)</u>
(Increase)/decrease in trade and other debtors	(11,487)	15,620
Increase in trade and other creditors	149,246	2,704
	<u>126,753</u>	<u>8,009</u>
Cash generated from operations	<u><u>126,753</u></u>	<u><u>8,009</u></u>

2. Cash and cash equivalents

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 March 2022

	31/3/22	1/4/21
	£	£
Cash and cash equivalents	<u>2,641,714</u>	<u>1,122,710</u>

Year ended 31 March 2021

	31/3/21	1/4/20
	£	£
Cash and cash equivalents	<u>1,122,710</u>	<u>1,889,952</u>

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the year ended 31 March 2022

3. Analysis of changes in net funds

	At 1/4/21 £	Cash flow £	Other non-cash changes £	At 31/3/22 £
Net cash				
Cash at bank	1,122,710	1,519,004		2,641,714
	<u>1,122,710</u>	<u>1,519,004</u>		<u>2,641,714</u>
Net funds (before members' debt)	1,122,710	1,519,004	-	2,641,714
Loans and other debts due to members				
Other amounts due to members	(935,474)	(1,379,332)	210,200	(2,104,606)
	<u>(935,474)</u>	<u>(1,379,332)</u>	<u>210,200</u>	<u>(2,104,606)</u>
Net funds	<u>187,236</u>	<u>139,672</u>	<u>210,200</u>	<u>537,108</u>

Notes to the Financial Statements - continued
for the year ended 31 March 2022

1. **Statutory information**

Xconnect Market Maker LLP is registered in England and Wales. The LLP's registered number and registered office address can be found on the General Information page.

2. **Accounting policies**

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the requirements of the Statement of Recommended Practice, Accounting by Limited Liability Partnerships. The financial statements have been prepared under the historical cost convention.

Set out below is a summary of the principal accounting policies, all of which have been applied consistently (except as otherwise stated). The financial statements are presented in sterling (£). Monetary amounts in these financial statements are rounded to the nearest £.

Significant judgements and estimates

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

(i) Critical judgements in applying the firm's accounting policies

The LLP makes a number of assessments which require judgement in preparing the accounts and can have a significant effect upon the financial statements. However due to the straight forward nature of the LLP's business, management does not believe that there are any judgements that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

(ii) Key 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. However due to the straight forward nature of the LLP's business, management does not believe that there are any estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Interest receivable

Relates to interest income which is recognised as interest accrues using the effective interest rate method.

Financial instruments

Financial assets and liabilities are recognised when the LLP becomes party to the contractual provisions of the financial instrument. The LLP holds basic financial instruments which comprise cash at bank, trade and other receivables, and trade and other payables. The LLP has chosen to apply the provisions of Section 11 Basic Financial Instruments in full.

Financial assets - classified as basic financial instruments

(i) Cash at bank and in hand

Cash at bank and in hand include cash in hand, deposits held with banks, and other short-term highly liquid investments with original maturities of three months or less.

(ii) Trade and other receivables

Trade and other receivables are initially recognised at the transaction price, including any transaction costs. Amounts that are receivable within one year are measured at the undiscounted amount of the cash expected to be received, net of any impairment.

Notes to the Financial Statements - continued
for the year ended 31 March 2022

2. Accounting policies - continued

At the end of each reporting period, the LLP assesses whether there is objective evidence that a receivable amount may be impaired. A provision for impairment is established when there is objective evidence that the LLP will not be able to collect all amounts due according to the original terms of the receivables. The amount of the provision is the difference between the asset's carrying amount and the present value of the estimated future cash flows, discounted at the effective interest rate. The amount of the provision is recognised immediately in the Income Statement.

Financial Liabilities - classified as basic financial instruments

(iii) Trade and other payables and loans and borrowings

Trade and other payables and loans and borrowings are initially measured at the transaction price, including any transaction costs, and subsequently measured at amortised cost using the effective interest method. Amounts that are payable within one year are measured at the discounted amount of the cash expected to be paid.

Foreign currencies

Foreign currency transactions are translated into the functional currency using the exchange rate prevailing at that date the transaction took place. Where this is not possible to determine, income and expense items are translated using an average exchange rate for the period.

Monetary assets and liabilities denominated in foreign currencies at the reporting date are reported at the rates of exchange prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at the reporting date of monetary assets and liabilities are reported in the income statement.

Members' remuneration and profit allocation

The members' drawing policy allows each member to draw a proportion of their profit share, subject to the cash requirements of the business as set out in the partnership agreement dated 2 August 2007.

Taxation

As a limited liability partnership, Xconnect Market Maker LLP is not liable to United Kingdom Taxation, its profits being liable to income tax in the hands of the members. Therefore no provision for taxation is made in the financial statements.

Provisions

Provisions are recognised when there is a present obligation (legal or constructive) as a result of a past event, it is probable that the obligation will be required to be settled, and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period taking into account the risks and uncertainties surrounding the obligation. Provisions are discounted when the time value of money is material.

Equity

Equity instruments are classified in accordance with the substance of contractual agreement. An equity instrument is any contract that evidences a residual interest in the assets of the LLP after deducting all of its liabilities.

Equity instruments issued by the LLP are recorded at the fair value of the cash or other resources received or receivable, net of direct costs of issuing the equity instruments.

Notes to the Financial Statements - continued
for the year ended 31 March 2022

2. Accounting policies - continued

Going concern

These financial statements have been prepared on a going concern basis.

The current economic conditions, together with the COVID-19 pandemic, present increased risks for all businesses. In response to such conditions, the members have carefully considered these risks including an assessment on uncertainty on future trading projection for a period of at least 12 months from the date of signing the financial statements, and the extent to which they might affect the preparation of the financial statements on a going concern basis.

Based on assessment, the members consider that the LLP maintains an appropriate level of liquidity, sufficient to meet the demands of the business including any capital and servicing obligations and external debt liabilities.

In addition, the LLP's assets are assessed for recoverability on a regular basis, and the members consider that the LLP is not exposed to losses on these assets which would affect their decision to adopt the going concern basis.

The members have a reasonable expectation that the LLP has adequate resources to continue in operational existence for the foreseeable future and that there are no material uncertainties that lead to significant doubts upon the partnership's ability to continue as a going concern. Thus the members have continued to adopt the going concern basis of accounting in preparing these financial statements.

3. Employee information

There were no staff costs for the year ended 31 March 2022 nor for the year ended 31 March 2021.

4. Operating loss

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

	2022	2021
	£	£
Foreign exchange differences	(535)	(1,019)
Auditors' remuneration	8,100	7,000
	<u> </u>	<u> </u>

5. Information in relation to members

	2022	2021
	£	£
Members' remuneration charged as an expense		
Partners' salaries	1,447	3,696
	<u> </u>	<u> </u>

	2022	2021
The average number of members during the year was	3	3
	<u> </u>	<u> </u>

Notes to the Financial Statements - continued
for the year ended 31 March 2022

6. Debtors: amounts falling due within one year

	2022	2021
	£	£
Amounts due from members	264,300	475,947
Other debtors	42,504	31,017
	<u>306,804</u>	<u>506,964</u>

7. Creditors: amounts falling due within one year

	2022	2021
	£	£
Other creditors	292,845	144,699
Accrued expenses	8,100	7,000
	<u>300,945</u>	<u>151,699</u>

8. Financial instruments

The LLP's financial instruments may be analysed as follows:

	2022	2021
	£	£
Financial assets		
Financial assets that are measured at amortised cost	<u>2,948,518</u>	<u>1,629,674</u>
Financial liabilities		
Financial liabilities that are measured at amortised cost	<u>2,405,551</u>	<u>1,087,193</u>

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

Financial liabilities that are measured at amortised cost comprise other creditors, accrued expenses and loans and other debts due to members.

Information regarding the LLP's exposure to risks is included in the member's report.

9. Loans and other debts due to members

	2022	2021
	£	£
Loans from members	<u>2,104,606</u>	<u>935,494</u>
Falling due within one year	<u>2,104,606</u>	<u>935,494</u>

In the event of winding up the amounts included in loans and other debts due to members will rank equally with unsecured creditors.

Notes to the Financial Statements - continued
for the year ended 31 March 2022

10. Related party disclosures

Paul White and Adrian Chorley, designated members of the LLP, have beneficial interests in and are designated members of several Limited Liability Partnerships ("The LLPs").

At the balance sheet date the LLP owed £2,104,606 (2021: £935,515) and was due £9,564 (2021: £30,857) by a related LLP.

At the balance sheet date the LLP was due £32,940 (2021: £Nil) by a related LLP.

At the balance sheet date the LLP owed £9,301 (2021: £Nil) to a company in which Paul White and Adrian Chorley have a beneficial interest.