

# Passion Capital Investments LLP

Report And Financial Statements

*31 March 2020*

Rees Pollock  
Chartered Accountants

WEDNESDAY



\*A9FMYRJM\*

A19

14/10/2020

#15

COMPANIES HOUSE

**INFORMATION**

<b>Designated Members</b>	S Glaenzer E Burbidge R Dighero
<b>LLP registered number</b>	OC361157
<b>Registered office</b>	Third Floor 65 Clerkenwell Road London EC1R 5BL
<b>Independent auditors</b>	Rees Pollock 35 New Bridge Street London EC4V 6BW

**MEMBERS' REPORT**

**For the Year Ended 31 March 2020**

The members present their annual report together with the audited financial statements of Passion Capital Investments LLP (the "LLP") for the year ended 31 March 2020.

**Principal activities**

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

**Designated Members**

The following were designated members of the LLP during the year:

S Glaenzer  
R Dighero  
E Burbidge

**Outlook**

At the very end of the quarter, all of the active portfolio companies in funds managed by the partnership began to consider and take preliminary actions to deal with the potential impact of the emerging COVID-19 pandemic. However, this did not materially impact the manager which continues to operate normally and manage the respective funds. Additionally, due to the nature of the underlying funds, management fees are still being received as normal and the business has been able to operate remotely with no significant impact to day-to-day operations.

**Members' capital and interests**

Each member's subscription to the capital of the LLP is determined by their share of the profit and is repayable following retirement from the LLP.

Details of changes in members' capital in the year ended 31 March 2020 are set out in the financial statements.

Members are remunerated from the profits of the LLP and are required to make their own provision for pensions and other benefits. Profits are allocated and divided between members after finalisation of the financial statements. Members draw a proportion of their profit shares monthly during the year in which it is made, with the balance of profits being distributed after the year, subject to the cash requirements of the business.

**Members' responsibilities statement**

The members are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

Company law, (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008), 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 company law, (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008) 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.

The members are responsible for keeping adequate accounting records that are sufficient to show and explain

**MEMBERS' REPORT (continued)**  
**For the Year Ended 31 March 2020**

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.

**Disclosure of information to auditors**

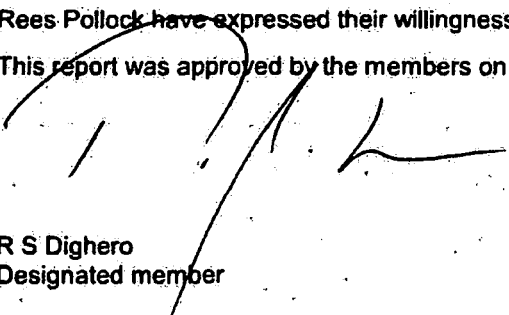
Each of the persons who are members at the time when this Members' report is approved has confirmed that:

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

**Auditors**

Rees Pollock have expressed their willingness to continue as auditors.

This report was approved by the members on 15/7/20 and signed on their behalf by:



R S Dighero  
Designated member

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF  
PASSION CAPITAL INVESTMENTS LLP**

**Opinion**

We have audited the financial statements of Passion Capital Investments LLP (the 'LLP') for the year ended 31 March 2020, which comprise the Statement of comprehensive income, the Balance sheet, the Reconciliation of members's interest, the Statement of cash flows and the 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 2020 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 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 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 Auditors' 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 AUDITORS' REPORT TO THE MEMBERS OF  
PASSION CAPITAL INVESTMENTS LLP (CONTINUED)**

**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 2, 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 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.

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 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 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 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.

Neal Desai (Senior statutory auditor)

for and on behalf of

**Rees Pollock**

Chartered Accountants

Statutory Auditors

35 New Bridge Street

London

EC4V 6BW

16 July 2020

**STATEMENT OF COMPREHENSIVE INCOME**  
**For the Year Ended 31 March 2020**

	Note	2020 £	2019 £
Turnover	2	1,375,957	1,756,971
Administrative expenses		(810,076)	(853,973)
Other operating income		197,024	-
		<hr/>	<hr/>
<b>Operating profit</b>	3	<b>762,905</b>	<b>902,998</b>
Income from fixed assets investments		5,349	-
Fair value movements on fixed asset investments		140,669	-
Interest receivable and similar income		-	6
		<hr/>	<hr/>
<b>Profit for the year before members' remuneration and profit shares available for discretionary division among members</b>		<b>908,923</b>	<b>903,004</b>
		<hr/> <hr/>	<hr/> <hr/>

There were no recognised gains and losses for 2020 or 2019 other than those included in the statement of comprehensive income.

The notes on pages 10 to 18 form part of these financial statements.

**BALANCE SHEET**  
As at 31 March 2020

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	6	7,356	2,879
Investments	7	162,988	22,312
		<u>170,344</u>	<u>25,191</u>
<b>Current assets</b>			
Debtors: amounts falling due within one year	8	495,578	525,822
Cash at bank and in hand		138,096	96,727
		<u>633,674</u>	<u>622,549</u>
Creditors: amounts falling due within one year	9	(97,105)	(46,621)
<b>Net current assets</b>		<u>536,569</u>	<u>575,928</u>
<b>Net assets attributable to members</b>		<u><u>706,913</u></u>	<u><u>601,119</u></u>
<b>Represented by:</b>			
<b>Loans and other debts due to members within one year</b>			
Other amounts	10	516,244	551,119
<b>Members' other interests</b>			
Members' capital classified as equity		50,000	50,000
Other reserves classified as equity		140,669	50,000
		<u>190,669</u>	<u>50,000</u>
		<u><u>706,913</u></u>	<u><u>601,119</u></u>
<b>Total members' interests</b>			
Amounts due from members (included in debtors)	8	(143,115)	(108,750)
Loans and other debts due to members	10	516,244	551,119
Members' other interests		190,669	50,000
		<u>563,798</u>	<u>492,369</u>

The financial statements were approved and authorised for issue by the members and were signed on their behalf on 15 JULY 2020

R S Dighero  
Designated member

The notes on pages 10 to 18 form part of these financial statements.



**RECONCILIATION OF MEMBERS' INTERESTS**  
For the Year Ended 31 March 2020

	<b>EQUITY</b> <b>Members' other interests</b>			<b>DEBT</b> <b>Loans and other debts due to members less any amounts due from members in debtors</b>		<b>Total members' interests</b>
	<b>Members' capital (classified as equity) £</b>	<b>Other reserves £</b>	<b>Total £</b>	<b>Other amounts £</b>	<b>Total £</b>	<b>Total £</b>
Amounts due to members				629,800	629,800	
Amounts due from members				(93,125)	(93,125)	
<b>Balance at 1 April 2018</b>	20,000	-	20,000	536,675	536,675	556,675
Profit for the year available for discretionary division among members	-	903,004	903,004	-	-	903,004
<b>Members' interests after profit for the year</b>	20,000	903,004	923,004	536,675	536,675	1,459,679
Allocated profit for the year	-	(903,004)	(903,004)	903,004	903,004	-
Amounts introduced by members	30,000	-	30,000	272,000	272,000	302,000
Drawings	-	-	-	(1,253,685)	(1,253,685)	(1,253,685)
Other movements	-	-	-	(15,625)	(15,625)	(15,625)
Amounts due to members				551,119	551,119	
Amounts due from members				(108,750)	(108,750)	
<b>Balance at 31 March 2019</b>	50,000	-	50,000	442,369	442,369	492,369
Profit for the year available for discretionary division among members	-	908,923	908,923	-	-	908,923
<b>Members' interests after profit for the year</b>	50,000	908,923	958,923	442,369	442,369	1,401,292
Allocated profit for the year	-	(768,254)	(768,254)	768,254	768,254	-
Drawings	-	-	-	(803,129)	(803,129)	(803,129)
Other movements	-	-	-	(34,365)	(34,365)	(34,365)
Amounts due to members				516,244	516,244	
Amounts due from members				(143,115)	(143,115)	
<b>Balance at 31 March 2020</b>	50,000	140,669	190,669	373,129	373,129	563,798

The notes on pages 10 to 18 form part of these financial statements.

The ability of the members of the LLP to reduce the amount of Members' other interests is restricted by the regulatory capital requirements of the FCA.

**STATEMENT OF CASH FLOWS**  
For the Year Ended 31 March 2020

	2020 £	2019 £
<b>Cash flows from operating activities</b>		
Profit for the financial year	908,923	903,004
<b>Adjustments for:</b>		
Depreciation of tangible assets	2,206	4,963
Interest received	-	(6)
Decrease/(increase) in debtors	64,609	(263,975)
Increase in creditors	50,484	9,459
Income from investments	(5,349)	-
Fair value movements on investments	(140,669)	-
<b>Net cash generated from operating activities before transactions with members</b>	<b>880,204</b>	<b>653,445</b>
<b>Cash flows from investing activities</b>		
Purchase of tangible fixed assets	(6,683)	(79)
Purchase of unlisted and other investments	(7)	(22,311)
Interest received	-	6
Income from investments	5,349	-
<b>Net cash from investing activities</b>	<b>(1,341)</b>	<b>(22,384)</b>
<b>Cash flows from financing activities</b>		
Members' capital contributed	-	30,000
Amounts introduced by members	-	272,000
Payments to members	(837,494)	(1,269,311)
<b>Net cash used in financing activities</b>	<b>(837,494)</b>	<b>(967,311)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>41,369</b>	<b>(336,250)</b>
Cash and cash equivalents at beginning of year	96,727	432,977
<b>Cash and cash equivalents at the end of year</b>	<b>138,096</b>	<b>96,727</b>
<b>Cash and cash equivalents at the end of year comprise:</b>		
Cash at bank and in hand	138,096	96,727
	<b>138,096</b>	<b>96,727</b>

The notes on pages 10 to 18 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended 31 March 2020**

**1. Accounting policies**

**1.1 Basis of preparation of financial statements**

Passion Capital Investments LLP is a limited liability partnership incorporated in the UK and registered in England and Wales.

The LLP's registered address is Third Floor, 65 Clerkenwell Road, London, EC1R 5BL.

The principal activities are documented in the Members' Report.

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 the 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. Management do not consider there are any key accounting estimates or assumptions made that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year.

Management are also required to exercise judgment in applying the LLP's accounting policies. Due to the straight forward nature of the business management consider that no critical judgments have been made in applying the LLP's accounting policies.

The LLP is the parent undertaking of a small group and as such is not required by the Companies Act 2006 to prepare group accounts. These financial statements therefore present information about the LLP as an individual undertaking and not about its group.

**1.2 Going concern**

These financial statements have been prepared on the going concern basis as the members have prepared forecasts which show that the LLP will be able to meet its liabilities as and when they fall due for a period of at least twelve months from the date of signing the financial statements.

**1.3 Turnover**

Turnover comprises revenue recognised by the LLP in respect of management services supplied during the year, exclusive of value added tax. Fees are recognised over the period in which services are provided.

**1.4 Tangible fixed assets**

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses.

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended 31 March 2020**

**1. Accounting policies (continued)**

**1.4 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.

The estimated useful lives are as follows:

Office 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.

**1.5 Investments**

Investments in subsidiaries are measured at cost less accumulated impairment.

Investments in unlisted companies or partnerships, whose market value can be reliably determined, are remeasured to market value at each balance sheet date. Gains and losses on remeasurement are recognised in the Statement of comprehensive income for the period. Where market value cannot be reliably determined, such investments are stated at historic cost less impairment.

**1.6 Financial instruments**

The LLP does not trade in financial instruments and all such instruments arise directly from operations.

All trade and other debtors are initially recognised at transaction value, as none contain in substance a financing transaction. Thereafter trade and other debtors are reviewed for impairment where there is objective evidence based on observable data that the balance may be impaired. The LLP does not hold collateral against its trade and other receivables so its exposure to credit risk is the net balance of trade and other debtors after allowance for impairment.

The LLP's cash holdings comprise on demand balances. All cash is held with banks with strong external credit ratings.

Trade and other creditors and accruals are initially recognised at transaction value as none represent a financing transaction. They are only derecognised when they are extinguished. As the LLP only has short term receivables and payables, its net current asset position is a reasonable measure of its liquidity at any given time.

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended 31 March 2020**

**1. Accounting policies (continued)**

**1.7 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.

**1.8 Related party policy**

The company is exempt under section 33 of FRS102 from disclosing transactions or balances between wholly owned group companies.

**2. Turnover**

All turnover arose within the United Kingdom.

**3. Operating profit**

The operating profit is stated after charging:

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Depreciation of tangible fixed assets	<b>2,206</b>	4,963
Auditors' remuneration - audit of the LLP's annual financial statements	<b>4,700</b>	4,600
Auditors' remuneration - fees payable to the LLP's auditor for audit and non-audit services for other group entities	<b>13,635</b>	11,995
Auditors' remuneration - non-audit services for the LLP	<b>1,200</b>	1,175
Operating lease rentals	<b>116,630</b>	-

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended 31 March 2020**

**4. Employees**

Staff costs were as follows:

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Wages and salaries	<b>293,541</b>	<b>311,592</b>
Social security costs	<b>34,038</b>	<b>33,788</b>
Pension costs	<b>7,444</b>	<b>3,627</b>
	<b>335,023</b>	<b>349,007</b>

The average monthly number of persons (including members with contracts of employment) employed during the year was as follows:

<b>2020</b>	<b>2019</b>
<b>No.</b>	<b>No.</b>
<b>7</b>	<b>8</b>

**5. Information in relation to members**

	<b>2020</b>	<b>2019</b>
	<b>Number</b>	<b>Number</b>
The average number of members during the year was	<b>3</b>	<b>3</b>
	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
The amount of profit attributable to the member with the largest entitlement was	<b>256,085</b>	<b>301,001</b>

---

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended 31 March 2020**

**6. Tangible fixed assets**

	Office equipment £
<b>Cost</b>	
At 1 April 2019	27,107
Additions	6,683
Disposals	(9,467)
	<hr/>
At 31 March 2020	24,323
<b>Depreciation</b>	
At 1 April 2019	24,228
Charge for the year on owned assets	2,206
Disposals	(9,467)
	<hr/>
At 31 March 2020	16,967
<b>Net book value</b>	
At 31 March 2020	7,356
	<hr/> <hr/>
At 31 March 2019	2,879
	<hr/> <hr/>

**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended 31 March 2020

**7. Fixed asset investments**

	Investments in subsidiary companies £	Unlisted investments £	Total £
<b>Cost or valuation</b>			
At 1 April 2019	1	22,311	22,312
Additions	-	7	7
Revaluations	-	140,669	140,669
At 31 March 2020	<u>1</u>	<u>162,987</u>	<u>162,988</u>

**Subsidiary undertaking**

The following was a subsidiary undertaking of the LLP:

Name	Class of shares	Holding
Passion Capital (GP) Limited	Ordinary	100%



**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended 31 March 2020

**8. Debtors**

	2020 £	2019 £
Other debtors	289,402	414,519
Prepayments and accrued income	63,061	2,553
Amounts due from members	143,115	108,750
	<u>495,578</u>	<u>525,822</u>

**9. Creditors: Amounts falling due within one year**

	2020 £	2019 £
Trade creditors	50,364	2,640
Other taxation and social security	458	8,925
Other creditors	7,806	6,685
Accruals and deferred income	38,477	28,371
	<u>97,105</u>	<u>46,621</u>

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

	2020 £	2019 £
Other amounts due to members	516,244	551,119
	<u>516,244</u>	<u>551,119</u>

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

Loans and other debts due to members may be further analysed as follows:

	2020 £	2019 £
Falling due within one year	516,244	551,119
	<u>516,244</u>	<u>551,119</u>

---

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended 31 March 2020**

**11. Related party transactions**

The entities disclosed below are related parties of Passion Capital Investments LLP ('PCI LLP') by virtue of being under common control.

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Amounts due from/(to)</b>		
Passion Capital II (GP) LLP	<b>360</b>	<b>360</b>
Passion Capital (FP) LLP	<b>(2,295)</b>	<b>(2,295)</b>
Passion Capital II (FP) LLP	<b>360</b>	<b>360</b>
White Bear Yard Management Limited ('WBYM')	<b>201,167</b>	<b>272,146</b>
Passion Capital Investments II LLP ('PCI II LLP')	<b>74,621</b>	<b>70,259</b>

**Transactions during the period**

During the period WBYM charged PCI LLP rent of	<b>111,540</b>	<b>117,360</b>
During the period WBYM charged PCI LLP a marketing fee of	<b>116,630</b>	<b>72,000</b>
During the period PCI LLP recharged WBYM expenses of	<b>9,155</b>	<b>20,690</b>
During the period PCI LLP paid for expenses on behalf of WBYM of	<b>3,872</b>	<b>11,750</b>
During the period WBYM paid for expenses on behalf of PCI LLP of	<b>49</b>	<b>500</b>
During the period PCI LLP advanced loans to WBYM of	<b>-</b>	<b>150,000</b>
During the period PCI LLP recharged PCI II LLP payroll costs of	<b>114,023</b>	<b>-</b>
During the period PCI LLP recharged PCI II LLP marketing costs of	<b>55,305</b>	<b>-</b>
During the period PCI LLP paid for other expenses on behalf of PCI II LLP of	<b>27,696</b>	<b>70,259</b>

The loan due from White Bear Yard Management Limited is interest-free and repayable on demand.

**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended 31 March 2020

**12. Analysis of Net Debt**

	At 1 April 2019 £	Arising from cash flows £	At 31 March 2020 £
Cash at bank and in hand	96,727	41,369	138,096
Net debt (before members' debt)	96,727	41,369	138,096
<i>Loans and other debts due to members</i>			
Other amounts due to members	(551,119)	34,875	(516,244)
	<u>(454,392)</u>	<u>76,244</u>	<u>(378,148)</u>

**13. Subsequent events**

At the very end of the quarter, all of the active portfolio companies in funds managed by the partnership began to consider and take preliminary actions to deal with the potential impact of the emerging COVID-19 pandemic. However, this did not materially impact the manager which continues to operate normally and manage the respective funds. Additionally, due to the nature of the underlying funds, management fees are still being received as normal and the business has been able to operate remotely with no significant impact to day-to-day operations.