

Alcova Asset Management LLP

Registered Number. OC371035

Members' report and unaudited financial statements

For the period from 22 December 2011 (date of incorporation) to 31 December 2012



Alcova Asset Management LLP

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Alcova Asset Management LLP

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Administrative information

Members

G Assaly
R B Hart
W Kephlinger
B Silli
Alcova Services Limited

Registered office

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RG1 8LS

Bankers

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Solicitors

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Members' report

For the period from 22 December 2011 (date of incorporation) to 31 December 2012

The members present their report and the unaudited financial statements of Alcova Asset Management LLP (the "LLP") for the period ended 31 December 2012

Incorporation and commencement of operations

The LLP was incorporated on 22 December 2011. The LLP is regulated by the Financial Conduct Authority ("FCA") under registration number 575197 with effect from 4 January 2013.

Principal activity and review of business

The LLP did not trade during the period. The principal activity of the LLP will be the provision of investment management services once authorised by the FCA.

The results for the period and the financial position at the period end were considered satisfactory by the members. The members do not anticipate any change in the nature of these activities going forward.

Results and allocation to members

Loss for the period before members remuneration and share was £136,990 as shown on page 4.

Any profits or losses are shared amongst the members as decided by the executive committee and governed by the partnership agreement dated 11 October 2012.

Financial position

The LLP's balance sheet as detailed on page 5 shows a satisfactory position, with members' total interests amounting to £450,794.

Policy for members' drawings, subscriptions and repayments of members' capital

Policies for members' drawings, subscriptions and repayment of members' capital are governed by the partnership agreement dated 11 October 2012.

Members

The members of the LLP during the period and up to the date of this report were as follows:

G Assaly*	(appointed 22 December 2011)
R B Hart*	(appointed 11 October 2012)
W Keplinger	(appointed 11 October 2012)
B Silli	(appointed 11 October 2012)
Alcova Services Limited*	(appointed 22 December 2011)

*Denotes designated members

Going concern

The LLP has adequate financial resources and as a consequence, the members believe that the LLP is well placed to manage its business risks successfully.

The members have a reasonable expectation that the LLP has adequate resources to continue in operational existence and meet its liabilities as they fall due for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the members' report and financial statements.

Members' report (continued)

For the period from 22 December 2011 (date of incorporation) to 31 December 2012

Statement of members' responsibilities

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

Company law as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 (the "Regulations") requires the members to prepare financial statements for each financial period. Under that law the members have prepared the LLP financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law as applied 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 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, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the LLP will continue in business.

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

On behalf of the members



R B Hart
Designated member

19th September 2013

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Profit and loss account

For the period from 22 December 2011 (date of incorporation) to 31 December 2012

	<i>Notes</i>	<i>Period ended 31 December 2012 £</i>
Turnover	1	-
Administrative expenses		(136,990)
Operating loss	2	(136,990)
Loss for the financial period available for discretionary division among members		(136,990)

All amounts are derived from continuing operations

Statement of total recognised gains and losses

There were no recognised gains or losses in the period other than the loss for the period

The notes on pages 7 - 10 form an integral part of these financial statements

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Balance sheet

As at 31 December 2012

	Notes	2012 £
Fixed assets		
Tangible fixed assets	4	<u>46,503</u>
Current assets		
Debtors	5	161,726
Cash at bank and in hand		<u>370,350</u>
		532,076
Creditors amounts falling due within one year	6	<u>(53,052)</u>
Net current assets		479,024
Net assets attributable to members		<u>525,527</u>
Represented by:		
Loans and other debts due to members		
Other amounts	7	<u>291,817</u>
		291,817
Members' other interests		
Members' capital classified as equity under FRS 25	7	370,700
Other reserves	7	<u>(136,990)</u>
	7	233,710
		<u>525,527</u>
Total members' interests		
Amounts due from members (included in debtors)	7	(74,733)
Amounts due to members	7	291,817
Members' other interests	7	<u>233,710</u>
	7	<u>450,794</u>

The LLP is entitled to exemption from audit under Section 477 of the Companies Act 2006 as applied to LLPs by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 for the period ended 31 December 2012

The notes on pages 7 - 10 form an integral part of these financial statements

Alcova Asset Management LLP

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Balance sheet (continued)

As at 31 December 2012

The members acknowledge their responsibilities for

- (a) ensuring that the LLP keeps accounting records which comply with Sections 386 & 387 of the Companies Act 2006 as applied to LLPs by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008, and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the LLP as at the end of each financial period in accordance with the requirements of Sections 394 and 395 and which otherwise comply 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 relating to financial statements, so far as applicable to the LLP

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 as applied to LLPs by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 relating to small LLPs and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved by the members of the LLP on 19th September 2013 and were signed on their behalf by



R B Hart
Designated member

The notes on pages 7 - 10 form an integral part of these financial statements

Notes to the financial statements

For the period from 22 December 2011 (date of incorporation) to 31 December 2012

1. Accounting policies

Basis of accounting

The financial statements have been prepared on a going concern basis, under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008) and the requirements of the Statement of Recommended Practice, Accounting by Limited Liability Partnerships

Going concern

The members have informed the LLP that they will provide such commercial and financial support as is necessary for the LLP to continue in operation without any significant curtailment of its operations for the foreseeable future and at least for the next twelve months following the date of approval of these financial statements

Accordingly, the members consider it appropriate for these financial statements to be prepared on the going concern basis

Turnover and revenue recognition

Turnover, which is stated net of value added tax, represents fees receivable for investment management services provided during the period and arises from continuing activities in the UK

Expenses

Expenses incurred have been recognised on an accruals basis

Tangible fixed assets

Tangible fixed assets are recorded at historical cost less accumulated depreciation

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

Office equipment	3 years straight line
Furniture & fixture	3 years straight line
Leasehold improvements	over the term of the lease

Residual values, useful lives and depreciation method are reviewed, and adjusted if appropriate, at each balance sheet date

Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rates of exchange ruling at the date of the transaction. All exchange differences are taken to the profit and loss account

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Notes to the financial statements (continued)

For the period from 22 December 2011 (date of incorporation) to 31 December 2012

1. Accounting policies (continued)

Taxation

Each member is exclusively liable for any tax liabilities arising out of their interest in the LLP. Tax is assessed on the individual members and not on the LLP.

Members' remuneration and members' capital

Policies for members' drawings, profit allocations, subscriptions and repayment of members' capital are governed by the partnership agreement dated 11 October 2012.

Operating leases

Rentals paid under operating leases are charged to the profit and loss account as incurred.

2. Operating loss

Operating loss is stated after charging

	<i>Period ended 31 December 2012</i>
	<i>£</i>
Depreciation	15,048
Foreign exchange losses	<u>100</u>

3. Members' remuneration

	<i>Period ended 31 December 2012</i>
	<i>£</i>
Loss for the financial period before members' remuneration and profit share	<u>(136,990)</u>
Loss for the financial period available for discretionary division among members	<u>(136,990)</u>
Average number of members	<u>3</u>

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Notes to the financial statements (continued)

For the period from 22 December 2011 (date of incorporation) to 31 December 2012

4. Tangible fixed assets

	<i>Office equipment</i>	<i>Fixtures and fittings</i>	<i>Leasehold improvements</i>	<i>Total</i>
	£	£		£
Cost				
At 22 December 2011	-	-		-
Additions	22,106	11,023	28,422	61,551
At 31 December 2012	22,106	11,023	28,422	61,551
Accumulated depreciation				
At 22 December 2011	-	-		-
Charge for the period	1,842	1,837	11,369	15,048
At 31 December 2012	1,842	1,837	11,369	15,048
Net book value at 31 December 2012	20,264	9,186	17,053	46,503

5 Debtors

	2012
	£
Amounts due from Alcova Asset Management (Cayman) Ltd	3,941
Amounts due from Alcova Services Ltd	74,733
Other debtors	67,631
Prepayments	15,421
	<u>161,726</u>

6. Creditors: amounts falling due within one year

	2012
	£
Trade creditors	49,052
Accruals	4,000
	<u>53,052</u>

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Notes to the financial statements (continued)

For the period from 22 December 2012 (date of incorporation) to 31 December 2013

7. Reconciliation of movements in members' interests

	Members' other interests			Loans and other debts due to/(from) members	Total members' interests
	Members' capital (classified as equity)	Other reserves	Total		
	£	£	£	£	£
Members' interest at 22 December 2011	-	-	-	-	-
Loss for the financial period	-	(136,990)	(136,990)	-	(136,990)
Members' interests after loss for the period	-	(136,990)	(136,990)	-	(136,990)
Capital introduced during the period	370,700	-	370,700	-	370,700
Other movements	-	-	-	217,084	217,084
Members' interests at 31 December 2012	370,700	(136,990)	233,710	217,084	450,794
Amounts due to members				291,817	
Amounts due from members				(74,733)	
				<u>217,084</u>	

8. Related party transactions

During the period, G Assaly, a member of the LLP, provided funding to the LLP amounting to £440,580. As at 31 December 2012 the outstanding balance on this account amounted to £291,817.

During the period, the LLP incurred expense of £80,367 on behalf of Alcova Services Limited, a member of the LLP. As at 31 December 2012 a balance of £74,733 was receivable from the Company.

During the period, the LLP incurred expenses of £4,041 on behalf of Alcova Asset Management (Cayman) Limited, an entity under the control of G Assaly. As at 31 December 2012 a balance of £3,941 was still outstanding.

9. Ultimate controlling party

The executive committee of the LLP is the ultimate controlling party.