

Registered number: OC371035

## **Alcova Asset Management LLP**

**Members' report and financial statements**

**For the year ended 31 December 2017**



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**Alcova Asset Management LLP**

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**Alcova Asset Management LLP**

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**Information**

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**Designated Members**

G Assaly

R B Hart

Alcova Services Limited

**Members**

W Keplinger

B Silli

**LLP registered number**

OC371035

**Registered office**

4th Floor

Reading Bridge House

George Street

Reading RG1 8LS

**Auditors**

Rees Pollock

35 New Bridge Street

London

EC4V 6BW

**Bankers**

HSBC Bank PLC

70 Pall Mall

London

SW1Y 5EY

**Solicitors**

Schulte Roth & Zabel International LLP

1 Eagle Place

London

SW1Y 6AF

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## **Alcova Asset Management LLP**

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### **Members' report For the year ended 31 December 2017**

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The members present their annual report together with the audited financial statements of Alcova Asset Management LLP ("the LLP") for the year ended 31 December 2017.

#### **Principal activities and review of business**

The principal activity of the LLP during the year was to provide investment management services. The LLP is authorised and regulated by the Financial Conduct Authority ("FCA").

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

#### **Financial position**

The LLP's statement of financial position as detailed on page 9 shows a satisfactory position, with members' total interests amounting to £184,665 (2016: £745,673).

#### **Designated Members**

G Assaly and Alcova Services Limited were designated members of the LLP throughout the year. R Hart resigned as a Designated member on 30 November 2017 and was re-appointed on 6 March 2018.

#### **Members' capital and interests**

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

#### **Pillar 3**

Details of the LLP's unaudited Pillar 3 disclosures, required under Chapter 11 of the Financial Conduct Authority's Prudential Sourcebook for Banks, Building Societies and Investment Firms ("BIPRU"), will be available on written request from the registered office.

#### **Remuneration code disclosures**

The remuneration code disclosures of the Partnership as required by the FCA Prudential Sourcebook for Banks, Building Societies and Investment Firms ("BIPRU") 11.5.18 and SYSC 19A – Disclosure obligations in relation to the remuneration of code staff, will be available on written request from the registered office. These disclosures are unaudited.

#### **Principal risks and uncertainties**

The principal risks or uncertainties facing the LLP are those relating to market and competition risks. Should the funds managed by the LLP perform poorly relative to its competitors the assets under management may decline and revenues fall.

The LLP is not exposed to any significant price, credit, liquidity or cash flow risks.

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**Alcova Asset Management LLP**

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**Members' report (continued)**  
**For the year ended 31 December 2017**

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**Going concern**

The LLP's ability to continue as a going concern is dependant on its ability to retain existing investment, and to secure additional investment, in the funds that it manages.

The Firm has since taken on additional client business (by adding additional Investment Management Agreements, and/or increasing assets in current Fund vehicles), although that presently does not cover all expenses in the absence of Incentive Fees. Should such fees not be earned, the Managing Partner has the resources to; and is committed to support the business. As a result, the members believe that the Firm is a going concern. As a result the members continue to adopt the going concern basis in preparing this report and the financial statements.

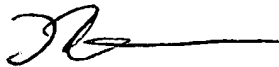
**Statement of disclosure of information to auditors**

So far as the members are aware, there is no relevant audit information, being information needed by the auditors in connection with preparing their report, of which the LLP's auditors are unaware. The members have taken all steps that they ought to have taken as members in order to make themselves aware of any relevant audit information and to establish that the auditors are aware of this information.

**Independent Auditors**

The auditors, Rees Pollock, have indicated their willingness to continue in office. The Designated members will propose a motion re-appointing the auditors at a meeting of the members.

This report was approved by the members on 28 March 2019 and signed on their behalf by:



**R B Hart**  
**Designated member**

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**Alcova Asset Management LLP**

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**Members' responsibilities statement  
For the year ended 31 December 2017**

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

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 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'. 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 entity 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 to enable them to ensure that the financial statements comply with 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.

**INDEPENDENT AUDITORS' REPORT  
TO THE MEMBERS OF ALCOVA ASSET MANAGEMENT LLP**

**Opinion**

We have audited the financial statements of Alcova Asset Management LLP (the 'LLP') for the year ended 31 December 2017, which comprise the statement of comprehensive income, the statement of financial position, 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 December 2017 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.

## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF ALCOVA ASSET MANAGEMENT LLP (continued)**

### **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.

### **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 4, 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.



**INDEPENDENT AUDITORS' REPORT  
TO THE MEMBERS OF ALCOVA ASSET MANAGEMENT LLP (continued)**

**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 for our audit work, for this report, or for the opinions we have formed.

Philip Vipond (Senior Statutory Auditor)  
for and on behalf of  
**Rees Pollock, Statutory Auditor**  
29 March 2019

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**Alcova Asset Management LLP**

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**Statement of comprehensive income  
For the year ended 31 December 2017**

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	Note	2017 £	2016 £
Turnover	4	500,491	1,449,814
Administrative expenses		(774,074)	(973,573)
Fair value movements		(29,948)	96,819
<b>Operating (loss)/profit</b>	5	<u>(303,531)</u>	<u>573,060</u>
<b>(Loss)/profit for the year before members' remuneration and profit shares available for discretionary division among members</b>		<u>(303,531)</u>	<u>573,060</u>

There were no recognised gains and losses for 2017 or 2016 other than those included in the statement of comprehensive income.

The notes on pages 12 to 19 form part of these financial statements.

**Alcova Asset Management LLP**  
**Registered number: OC371035**

**Statement of financial position**  
**As at 31 December 2017**

	Note	2017 £	2016 £
<b>Fixed assets</b>			
Tangible assets	8	1,011	3,178
Investments	9	154,597	376,506
		<u>155,608</u>	<u>379,684</u>
<b>Current assets</b>			
Debtors: amounts falling due within one year	10	460,604	449,412
Cash at bank and in hand	11	15,424	15,189
		<u>476,028</u>	<u>464,601</u>
Creditors: amounts Falling Due Within One-Year	12	(182,636)	(98,612)
<b>Net current assets</b>		<u>293,392</u>	<u>365,989</u>
<b>Net assets</b>		<u>449,000</u>	<u>745,673</u>
<b>Represented by:</b>			
Loans and other debts due to members		17,971	11,113
<b>Members' other interests</b>			
Members' capital classified as equity		580,700	580,700
Other reserves classified as equity		(149,671)	153,860
		<u>431,029</u>	<u>734,560</u>
		<u>449,000</u>	<u>745,673</u>
<b>Total members' interests</b>			
Amounts due from members (included in debtors)	10	(264,335)	-
Loans and other debts due to members		17,971	11,113
Members' other interests		431,029	734,560
		<u>184,665</u>	<u>745,673</u>

The financial statements were approved and authorised for issue by the members and were signed on their behalf on 28 March 2019.



**R B Hart**

Designated member

The notes on pages 11 to 18 form part of these financial statements.

Alcova Asset Management LLP

**Reconciliation of members' interests**  
For the year ended 31 December 2017

	Equity Members' other interests			Debt Loans and other debts due to members less any amounts due from members in debtors		Total members' interests
	Members' capital (classified as equity) £	Other reserves £	Total £	Other amounts £	Total £	Total £
Amounts due from members				(327,042)	(327,042)	
<b>Balance at 1 January 2016</b>	580,700	306,315	887,015	(327,042)	(327,042)	559,973
Profit for the year available for discretionary division among members	-	573,060	573,060	-	-	573,060
<b>Members' interests after profit for the year</b>	580,700	879,375	1,460,075	(327,042)	(327,042)	1,133,033
Allocated profit for the year	-	(725,515)	(725,515)	725,515	725,515	-
Amounts withdrawn by members	-	-	-	(395,515)	(395,515)	(395,515)
Other transactions	-	-	-	8,155	8,155	8,155
Amounts due to members				11,113	11,113	
<b>Balance at 31 December 2016</b>	580,700	153,860	734,560	11,113	11,113	745,673
Profit for the year available for discretionary division among members	-	(303,531)	(303,531)	-	-	(303,531)
<b>Members' interests after profit for the year</b>	580,700	(149,671)	431,029	11,113	11,113	442,142
Amounts withdrawn by members	-	-	-	(264,335)	(264,335)	(264,335)
Other transactions	-	-	-	6,858	6,858	6,858
Amounts due to members				17,971	17,971	
Amounts due from members				(264,335)	(264,335)	
<b>Balance at 31 December 2017</b>	580,700	(149,671)	431,029	(246,364)	(246,364)	184,665

The notes on pages 12 to 19 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 FCA regulations pertaining to the maintenance of sufficient regulatory capital consistent with the LLP's level of activity and permissions.

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**Alcova Asset Management LLP**

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**Statement of cash flows  
For the year ended 31 December 2017**

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	2017 £	2016 £
<b>Cash flows from operating activities</b>		
(Loss)/profit for the financial year	(303,531)	573,060
<b>Adjustments for:</b>		
Depreciation of tangible assets	2,169	7,080
Net fair value losses/(gains) recognised in statement of comprehensive income	29,948	(96,819)
Increase in debtors	253,143	(164,542)
Increase in creditors	84,022	39,827
<b>Net cash generated from operating activities before transactions with members</b>	<u>65,751</u>	<u>358,606</u>
<b>Cash flows from investing activities</b>		
Purchase of tangible fixed assets	-	(2,301)
Purchase of unlisted and other investments	(17,308)	(15,769)
Sale of unlisted and other investments	209,269	46,270
<b>Net cash generated from investing activities</b>	<u>191,961</u>	<u>28,200</u>
<b>Cash flows from financing activities</b>		
Distribution paid to members	(264,335)	(395,515)
Other transactions with members	6,858	8,155
<b>Net cash used in financing activities</b>	<u>(257,477)</u>	<u>(387,360)</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<u>235</u>	<u>(554)</u>
Cash and cash equivalents at beginning of year	15,189	15,743
<b>Cash and cash equivalents at the end of year</b>	<u><u>15,424</u></u>	<u><u>15,189</u></u>
<b>Cash and cash equivalents at the end of year comprise:</b>		
Cash at bank and in hand	<u><u>15,424</u></u>	<u><u>15,189</u></u>

The notes on pages 12 to 19 form part of these financial statements.

**Notes to the financial statements  
For the year ended 31 December 2017**

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**1. General information**

Alcova Asset Management LLP is a limited liability company incorporated and domiciled in England and Wales. The address of the registered office is 4th Floor, Reading Bridge House, George Street, Reading, Berkshire, RG1 8LS and its principal place of business is 21 Knightsbridge, London, SW1X 7LY.

**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 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. It also requires management to exercise judgment in applying the LLP's accounting policies (see note 3).

The following principal accounting policies have been applied:

**2.2 Foreign currency translation**

**Functional and presentation currency**

The LLP's functional and presentational currency is British Pound Sterling.

**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 the Income statement.

**2.3 Going concern**

The LLP's ability to continue as a going concern is dependant on its ability to retain existing investment, and to secure additional investment, in the funds that it manages.

The Firm has since taken on additional client business (by adding additional Investment Management Agreements, and/or increasing assets in current Fund vehicles), although that presently does not cover all expenses in the absence of Incentive Fees. Should such fees not be earned, the Managing Partner has the resources to, and is committed to support the business. As a result, the members believe that the Firm is a going concern. As a result the members continue to adopt the going concern basis in preparing this report and the financial statements.

**2. Accounting policies (continued)**

**2.4 Turnover**

Turnover, which is stated net of value added tax, represents fees receivable for investment management services provided during the year, recognised when the LLP obtains the right for consideration in exchange for its performance.

**2.5 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.

**2.6 Operating leases**

Rentals paid under operating leases are charged to the Statement of comprehensive income on a straight line basis over the period of the lease.

**2.7 Tangible assets**

Tangible 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.

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 range as follows:

Furniture and fixtures	- 3 years straight line
Office equipment	- 3 years straight line

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.

**2.8 Investments**

Investments in unlisted shares, whose market value can be reliably determined, are remeasured to market value at each statement of financial position date. Gains and losses on remeasurement are recognised in the statement of comprehensive income for the period.

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**Alcova Asset Management LLP**

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**Notes to the financial statements  
For the year ended 31 December 2017**

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**2. Accounting policies (continued)****2.9 Debtors**

Short term debtors are measured at transaction price, less any impairment.

**2.10 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.

**2.11 Financial instruments**

The LLP has chosen to adopt Sections 11 and 12 of FRS 102 in respect of financial instruments.

The basis for recognition and measurement of financial instruments is as set out in these accounting policies.

Financial assets are derecognised when (a) the contractual rights to the cash flows from the asset expire or are settled, or (b) substantially all the risks and rewards of the ownership of the asset are transferred to another party or (c) control of the asset has been transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

Financial assets and liabilities are offset and the net amounts presented in the financial statements when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

**2.12 Creditors**

Short term creditors are measured at the transaction price.

**2.13 Taxation**

No provision has been made for taxation in the financial statements. Each member is exclusively liable for any taxation liabilities arising out of their interest in the LLP. Taxation is assessed on the individual members and not on the LLP.

**2.14 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.

Capital contributed by members is recognised as equity in the financial statements of the partnership on the basis that, in accordance with the partnership agreement, capital is only repayable at the discretion of the Executive Committee.

The partnership has no fixed obligation to allocate profits to members, all profits are allocated on a discretionary basis. Any cash drawings withdrawn from the LLP by members in advance of a discretionary profit allocation is recognised as a loan due from members. Where profit allocations exceed drawings made by members, this is represented as a loan amount due to members.



**Notes to the financial statements  
For the year ended 31 December 2017**

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**3. Judgments in applying accounting policies and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the amounts reported for assets and liabilities as at the Statement of financial position date and the amounts reported for revenues and expenses during the year.

**(a) Critical judgments in applying the entity's accounting policies**

The members have not been required to use a significant degree of judgment in determining the timing and value of amounts recognised in the financial statements.

**(b) Critical accounting estimates and assumptions**

The members have not been required to make significant estimates and assumptions concerning the future.

**4. Turnover**

Turnover is attributable to the principal activity of the LLP and is earned in the United Kingdom.

**5. Operating (loss)/profit**

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

	2017 £	2016 £
Depreciation of tangible fixed assets	2,167	7,080
Fees payable to the LLP's auditor for the audit of the LLP's annual financial statements	9,000	10,000
Exchange differences	(47,236)	(25,845)
Other operating lease rentals	47,106	51,636

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**Alcova Asset Management LLP**

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**Notes to the financial statements  
For the year ended 31 December 2017**

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**6. Employees**

Staff costs were as follows:

	2017 £	2016 £
Wages and salaries	181,298	164,167
Social security costs	17,045	16,925
Cost of defined contribution scheme	4,379	-
	<u>202,722</u>	<u>181,092</u>

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

	2017 No.	2016 No.
Administration	<u>3</u>	<u>3</u>

**7. Information in relation to members**

	2017 Number	2016 Number
The average number of members during the year was	<u>5</u>	<u>5</u>
	2017 £	2016 £
Amount of profit attributable to the member with the largest entitlement	<u>-</u>	<u>200,000</u>

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**Alcova Asset Management LLP**

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**Notes to the financial statements  
For the year ended 31 December 2017**

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**8. Tangible fixed assets**

	Short-term leasehold property £	Fixtures and fittings £	Computer equipment £	Total £
<b>Cost or valuation</b>				
At 1 January 2017	28,422	14,546	46,944	89,912
At 31 December 2017	28,422	14,546	46,944	89,912
<b>Depreciation</b>				
At 1 January 2017	28,422	14,377	43,935	86,734
Charge for the year	-	166	2,001	2,167
At 31 December 2017	28,422	14,543	45,936	88,901
<b>Net book value</b>				
At 31 December 2017	-	3	1,008	1,011
At 31 December 2016	-	169	3,009	3,178

**9. Fixed asset investments**

	Unlisted investments £
<b>Cost or valuation</b>	
At 1 January 2017	376,506
Additions	17,308
Disposals	(209,269)
Revaluations	(29,948)
At 31 December 2017	154,597

The above represents the LLP's 1.13% (2016: 3.4%) holding in the fund. The fair value of the unlisted investments is based on the trading price provided by fund administrators. Included in the disposals is a realised gain of £108,409 (2016: £12,475)

**Notes to the financial statements  
For the year ended 31 December 2017**

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**10. Debtors**

	2017 £	2016 £
Trade debtors	-	3,396
Amounts owed by group undertakings	-	25,694
Other debtors	92,968	82,572
Prepayments and accrued income	103,301	337,750
Amounts due from members	264,335	-
	<u>460,604</u>	<u>449,412</u>

Debtors above, excluding prepayments and taxes recoverable totaling £55,031 (2016: £64,748) are financial assets measured at amortised cost.

**11. Cash and cash equivalents**

	2017 £	2016 £
Cash at bank and in hand	<u>15,424</u>	<u>15,189</u>

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

	2017 £	2016 £
Trade creditors	83,841	23,516
Other taxation and social security	4,627	5,985
Other creditors	867	-
Accruals and deferred income	93,301	69,111
	<u>182,636</u>	<u>98,612</u>

Creditors above, excluding tax liabilities of £5,493 (2016: £5,985), are financial liabilities measured at amortised cost.

**13. Pension commitments**

Pension contributions amounting to £867 (2016: £nil) were payable at year end and are included in other creditors.

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**Alcova Asset Management LLP**

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**Notes to the financial statements  
For the year ended 31 December 2017**

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**14. Commitments under operating leases**

At 31 December 2017 the LLP had future minimum lease payments under non-cancellable operating leases as follows:

	2017 £	2016 £
Not later than 1 year	-	24,752

**15. Related party transactions**

During the year, Alcova Services Limited recharged expenses of £100,371 to the LLP (2016: £185,128). As at 31 December 2017 a balance of £6,858 (2016: £11,113) was due by the LLP.

During the year, The LLP received revenue of £500,491 (2016: £1,449,814) from Alcova Asset Management (Cayman) Limited, an entity under the control of G Assaly. In addition, the LLP paid expenses on behalf of Alcova Asset Management (Cayman) Limited. At 31 December 2017, a balance of £73,807 was due to the LLP (2016: £322,579 due to the LLP).

The members are the only key management personnel of the partnership and the aggregate of transactions with members is disclosed in the reconciliation of members' interests on page 10.

**16. Controlling party**

The ultimate controlling party is G Assaly.