



Social and Sustainable Capital LLP

Members' Report and Audited Financial Statements

For the year ended 31 December 2019

Registered No.: OC378659



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General Information

Members

ADK Social Investment Limited
BR Social Investment Limited
Social Investment Business Foundation

Independent Auditor

BDO LLP
55 Baker Street
London, W1U 7EU

Administrator

IQ EQ Administration Services (UK) Ltd
Formerly known as Augentius (UK) Ltd
Two London Bridge
London, SE1 9RA

Bankers

Santander UK plc
2 Triton Square
Regent's Place
London, NW1 3AN

Registered office

4th Floor, Reading Bridge House
George Street
Reading, RG1 8LS

Members' Report

The Members, as defined in the Amended and Restated Limited Liability Partnership Agreement dated 20 December 2016 (previously amended and restated on 23 December 2015, 11 August 2014, and originally dated 16 October 2013) (the "Partnership Agreement"), present their annual report and audited financial statements for the year ended 31 December 2019.

Capitalised terms used but not defined herein shall have the meaning assigned to them in the Partnership Agreement.

Principal activity and review of the business

Social and Sustainable Capital LLP (the "Partnership", the "Manager", the "General Partner" or the "LLP Managing Member"), is an Investment Management Partnership, authorised and regulated by the Financial Conduct Authority ("FCA"). It was formed on 20 September 2012, commenced its operations on 16 October 2013, and was authorised by the FCA on 6 December 2012 with the registered number 588445. The Partnership is engaged to act as an advisor, general partner, investment manager, or investment advisor to:

- a) Collective Investment vehicles which have the Investment objective of achieving social or environmental impact or delivering public good together with a financial return;
- b) Ventures with the mission to achieve social or environmental impact or deliver public good together with a financial return; and
- c) Social enterprises and/or community organisations (whether charitable or non-charitable but undertaking charitable activities) in each case with the aim of achieving social or environment impact or delivering public good together with a financial return.

The Partnership is responsible for managing The Third Sector Investment Fund LLP (the "TSIF") and Social and Sustainable Housing L.P. (the "SASH") on whose behalf it acts as the Managing Member: and The Community Investment Fund LP (the "CIF") on whose behalf it acts as the General Partner. CIF, SASH and TSIF are each referred to as the "Fund" and collectively as the "Funds".

Results and Members allocation

The Partnership's results for the year are set out in the Statement of Comprehensive Income on page 10. The Partnership shows a loss for the year ended 31 December 2019 of £140,570 (year ended 31 December 2018 – £163,900), to be shared between the Members of the Partnership in accordance with the Partnership Agreement.

Policy for Members' drawings and subscriptions, and repayments of Members' Capital

The above is governed by the Partnership Agreement.

The Partnership will maintain sufficient capital to ensure compliance with FCA regulatory capital requirements and will reserve amounts of profits before Profit Distribution to allow sufficient funds to provide for the working capital requirements of the Partnership.

Members and their interests

The Members for the year ended 31 December 2019 are those listed on page 3.

ADK Social Investment Limited ("ADKSI"), and BR Social Investment Limited ("BRSI") have been appointed as "Designated Members"; Social Investment Business Foundation has been appointed as the "Strategic Operations Member". Each of them is individually referred to as the "Member" and collectively referred to as "Members".

The Designated Members each individually hold a minority share and the Strategic Operations Member holds a majority share of the Partnership in relation to distribution of Distributable Profits and bonuses. The Designated Members collectively hold a majority of voting rights and a percentage sharing on the dissolution or sale of the Partnership subject to clauses 8, 9, 17 and 24 of the Partnership Agreement.

Members' Report

(Continued)

Members and their interests (continued)

There are matters which require a Super Majority Approval by the Members of the Partnership as defined in schedule 3 of the Partnership Agreement.

Each Member shall be entitled to withdraw from the Partnership at any time any amounts then standing to the credit of the Member Distribution Account.

Events After the Reporting Period

The members have not been able to fully assess the financial impact of the Covid-19 pandemic that is being played out in early 2020. The managed funds' borrowers may experience operational or other issues that may prevent the payment of interest and/or principal when due.

The Members have taken steps to ensure that they will be able to manage the fund during the period of this crisis. Staff are all working remotely and are able to operate effectively using SASC's IT infrastructure.

Going concern

With the increase in the firm's capital following the admission to the Partnership of BR Social Investment 2 Limited in February 2020 there is a reasonable expectation that the Partnership has adequate resources and liquidity to continue in operational existence for the foreseeable future and the Members will continue to adopt the going concern basis in preparing these audited financial statements.

Financial risk management

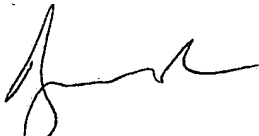
It is the opinion of the Members that there are no key business risks and uncertainties faced by the Partnership other than the systemic risk that exists in the financial sector. The Partnership is not exposed to any significant price, credit, liquidity, or cash flow risk.

Auditor, and disclosure of information to the auditor

The auditors, BDO LLP, 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.

So far as the Members are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act), of which the auditors are unaware, and each Member has taken all the steps it ought to have taken as a Member in order to make itself aware of any relevant audit information and to establish that the Partnership's auditor is aware of that information.

On behalf of the Members:



Benjamin Rick

23 April 2020

Statement of Members' Responsibilities

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

The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 require the Members to prepare financial statements for each financial year. Under that regulation, 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 these regulations, 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 Partnership and of the Profit or Loss of the Partnership for that period. In preparing these financial statements, the Members are required to:

- select suitable and appropriate accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable United Kingdom 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 Partnership will continue in business.

The Members are responsible for keeping adequate accounting records that are sufficient to show and explain the Partnership's transactions and disclose with reasonable accuracy at any time the financial position of the Partnership and enable them to ensure that the financial statements comply with The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008. The Members are also responsible for safeguarding the assets of the Partnership and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Auditors' Report

To the Members of Social and Sustainable Capital LLP

Opinion

We have audited the financial statements of Social and Sustainable Capital LLP (the "Limited Liability Partnership") for the year ended 31 December 2019 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Members' Interests, the Statement of Cash Flows and notes to the audited 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 Limited Liability Partnership's affairs as at 31 December 2019 and of its loss 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 applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of the Companies Act 2006) Regulations 2008.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Limited Liability Partnership 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

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 Limited Liability Partnership'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 Social and Sustainable Capital 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 auditor's 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 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 Statement of Members' Responsibilities, 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 Limited Liability Partnership'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 Limited Liability Partnership or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located at the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Independent Auditors' Report

To the Members of Social and Sustainable Capital LLP (continued)

Use of our report

This report is made solely to the Limited Liability Partnership's members, as a body, in accordance with the Limited Liability Partnerships (Accounts and Audit) (Application of the Companies Act 2006) Regulations 2008. Our audit work has been undertaken so that we might state to the Limited Liability Partnership's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Partnership and the Limited Liability Partnership's members as a body, for our audit work, for this report, or for the opinions we have formed.

BDO LLP

Vanessa-Jayne Bradley (Senior Statutory Auditor)
For and on behalf of BDO LLP, statutory auditor
London, UK
23 April 2020

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

Statement of Comprehensive Income

For the year ended 31 December 2019

	Notes	2019 £	2018 £
Turnover	4	832,155	850,000
Administration expenses	5	(973,265)	(1,014,247)
Operating loss		(141,110)	(164,247)
Interest income	10	540	347
Loss before tax		(140,570)	(163,900)
Loss for the year before Members' remuneration and profit shares		(140,570)	(163,900)
Loss for the year before Members' remuneration and profit shares		(140,570)	(163,900)
Members' remuneration charged as an expense		-	-
Loss for the financial year available for discretionary division among Members		(140,570)	(163,900)
Other comprehensive income for the year		-	-
Loss for the financial year available for discretionary division among Members and total comprehensive income for the year		(140,570)	(163,900)

All operations are continuing.

The notes on pages 14 to 20 form an integral part of these audited financial statements.

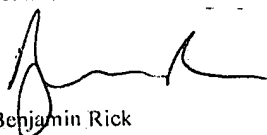
Statement of Financial Position

As at 31 December 2019

	Notes	2019 £	2018 £
Fixed assets			
Tangible assets	9	9,571	4,787
Current assets			
Cash at bank and in hand	11	185,182	418,529
Debtors	13	40,808	39,616
Total current assets		225,990	458,145
Creditors: amounts falling due within one year	14	(131,500)	(218,301)
Net current assets		94,490	239,844
Net assets attributable to Members		104,061	244,631
Represented by:			
Loans and other debts due to Members within one year			
Other amounts		99,061	239,631
Members' other interests			
Members' capital classified as equity		600,439	459,869
Other reserves classified as equity		(595,439)	(454,869)
Total Members' other interests		5,000	5,000
Total Members' interests		104,061	244,631
Total Members' interests			
Loans and other debts due to Members		99,061	239,631
Members' other interests		5,000	5,000
Total Members' interests		104,061	244,631

The notes on pages 14 to 20 form an integral part of these audited financial statements.

The financial statements were approved and authorised for issue by the Members and were signed on their behalf:



Benjamin Rick
23 April 2020

Statement of Changes in Members' Interests

As at 31 December 2019

	Members' capital classified as equity £	Other reserves classified as equity £	Total Members' other interests £	Loans and other debts due to Members £	Total Members' interests £
As at 1 January 2019	459,869	(454,869)	5,000	239,631	244,631
Loss for the year available for discretionary division between Members	-	(140,570)	(140,570)	-	(140,570)
Members' interests after Loss for the year	459,869	(595,439)	(135,570)	239,631	104,061
Other movement	140,570	-	140,570	(140,570)	-
As at 31 December 2019	600,439	(595,439)	5,000	99,061	104,061
 As at 1 January 2018	 295,969	 (290,969)	 5,000	 403,531	 408,531
Loss for the year available for discretionary division between Members	-	(163,900)	(163,900)	-	(163,900)
Members' interests after Loss for the year	295,969	(454,869)	(158,900)	403,531	244,631
Other movement	163,900	-	163,900	(163,900)	-
As at 31 December 2018	459,869	(454,869)	5,000	239,631	244,631

The notes on pages 14 to 20 form an integral part of these audited financial statements.

Statement of Cash Flows

For the year ended 31 December 2019

		2019 £	2018 £
Cash flows from operating activities			
Loss for the financial year		(140,570)	(163,900)
Adjustments for:			
Depreciation of tangible assets	9	4,637	3,486
Interest income	10	(540)	(347)
(Increase)/decrease in debtors		(1,192)	18,413
Decrease in creditors		(86,801)	(66,909)
Net cash used in operating activities		<u>(224,466)</u>	<u>(209,257)</u>
Cash flows from investing activities			
Purchase of tangible assets	9	(9,421)	(883)
Interest received	10	540	347
Net cash used in investing activities		<u>(8,881)</u>	<u>(536)</u>
Net decrease in cash and cash equivalents		<u>(233,347)</u>	<u>(209,793)</u>
Cash and cash equivalents at the beginning of year		<u>418,529</u>	<u>628,322</u>
Cash and cash equivalents at the end of year		<u>185,182</u>	<u>418,529</u>
Cash and cash equivalents at the end of year comprise:			
Cash at bank and in hand		<u>185,182</u>	<u>418,529</u>
		<u>185,182</u>	<u>418,529</u>

The notes on pages 14 to 20 form an integral part of these audited financial statements.

Notes to the Audited Financial Statements

For the year ended 31 December 2019 (continued)

1. General Information

Social and Sustainable Capital LLP (the "Partnership", the "Manager", the "General Partner" or the "LLP Managing Member"), is an Investment Management Partnership, authorised and regulated by the Financial Conduct Authority ("FCA"). It was formed on 20 September 2012, commenced its operations on 16 October 2013, and was authorised by the FCA on 6 December 2012 with the registered number 588445.

The Partnership is responsible for managing The Third Sector Investment Fund LLP (the "TSIF") and Social and Sustainable Housing L.P (the "SASH") on whose behalf it acts as the Managing Member; and The Community Investment Fund LP (the "CIF") on whose behalf it acts as the General Partner. CIF and TSIF are each referred to as the "Fund" and collectively as the "Funds".

The Partnership's registered office address is 4th Floor Reading Bridge House, George Street, Reading, Berkshire, United Kingdom, RG1 8LS.

2. Accounting policies

(a) Basis of preparation

The financial statements have been prepared in accordance with Financial Reporting Standard ("FRS") 102, the FRS applicable in the United Kingdom and the Republic of Ireland and the Companies Act 2006 and the requirements of the Statement of Recommended Practice "Accounting by Limited Liability Partnerships" 2018.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the entity's accounting policies.

(b) Turnover and revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Partnership and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Revenue comprises priority profit shares from the funds and fees for the services of Partnership staff.

(c) Financial instruments

The Partnership only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties, loan to related parties and investments in non-puttable ordinary shares.

Debt instruments that are payable or receivable within one year, typically trade payables or receivables, are measured, initially and subsequently, at the undiscounted amount of cash or other consideration, expected to be paid or received.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Comprehensive Income.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate, which is an approximation of the amount that the Partnership would receive for the asset if it were to be sold at the balance sheet date.

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position 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.

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

Notes to the Audited Financial Statements

For the year ended 31 December 2019 (continued)

2. Accounting policies (continued)

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

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

(d) Functional and presentation currency

The Partnership's functional and presentational currency is GBP.

(e) Pensions

Certain employees of the Partnership participate in a defined contribution scheme. Contributions to the scheme are charged to the Statement of Comprehensive Income as they become payable in accordance with the rules of the scheme. The assets of the scheme are held separately in an independently administered fund.

(f) Tax

Any tax payable on the Partnership's Profit for the period is a liability of the Members. Therefore, no provision has been made for current or deferred tax in the financial statements.

(g) Members' capital

Members' capital classified as equity in accordance with FRS102 represents Members' interest in the Partnership where there is no obligation to repay these members. This balance represents the Restricted Capital Account which is an amount which can be adjusted from time to time to reflect minimum capital requirements of the FCA and ensure adequate regulatory capital is maintained.

Where Members' capital is contributed to the Partnership but there is a contractual obligation in place that requires repayment if the Members' retire, this is classified as a liability in accordance with FRS102.

Distributable profits for each accounting period are determined by super majority approval of the Board of the Partnership having regard to the views of the Board on the cash requirements of the business and based on the statutory financial statements. The profits are distributed amongst the members in accordance with the Partnership agreement.

(h) Tangible assets

Tangible assets are stated at cost (or deemed cost) less accumulated depreciation. Cost includes the original purchase price, costs directly attributable to bringing the asset to its working condition for its intended use, dismantling and restoration costs. Repairs, maintenance and minor inspection costs are expensed as incurred.

i. Depreciation and residual values

Depreciation on assets is calculated, using the straight-line method, to allocate the depreciable amount to their residual values over their estimated useful lives, as follows:

- Office equipment – 3 years
- Fixtures and fittings – 3 years

ii. Derecognition

Tangible assets are derecognised on disposal or when no future economic benefits are expected. On disposal, the difference between the net disposal proceeds and the carrying amount is recognised in Statement of Comprehensive Income and included in 'Other operating gains/(losses)'.

(i) Operating leased assets

Leases that do not transfer all the risks and rewards of ownership are classified as operating leases. Payments under operating leases are charged to the Statement of Comprehensive Income on a straight-line basis over the period of the lease.

Notes to the Audited Financial Statements

For the year ended 31 December 2019 (continued)

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

The Partnership's financial statements are influenced by accounting policies, assumptions, estimates and management's judgement, which necessarily have to be made in the course of the preparation of the financial statements.

The Partnership determines estimates and assumptions that affect the reported amounts of assets and liabilities for the next financial period. All estimates and assumptions required in conformity with FRS 102 are best estimates undertaken in accordance with the standard.

Estimates and judgements are evaluated on a continuous basis, and are based on past experience and other factors, including expectations with regards to future events.

No significant judgements have had to be made by the Members in preparing these financial statements as there are no uncertain events known at the date of reporting.

4. Analysis of turnover

	2019 £	2018 £
Priority profit draw from funds	824,294	850,000
Other income	7,861	-
	<u>832,155</u>	<u>850,000</u>

All turnover arose within the United Kingdom.

5. Administration expenses

Operating loss is stated after charging:

	2019 £	2018 £
Staff and consultancy	661,747	747,531
Rent	97,588	86,949
IT and marketing	88,723	76,099
Legal and professional	53,466	35,523
Travel and entertainment	15,896	17,464
Office expenses	15,539	17,323
Compliance and regulatory	16,461	13,443
Insurance	11,562	11,856
Audit	11,123	6,642
Bank charges	1,160	1,417
	<u>973,265</u>	<u>1,014,247</u>

Notes to the Audited Financial Statements

For the year ended 31 December 2019 (continued)

6. Operating lease commitment

	2019 £	2018 £
Amount payable on commitment expiring:		
within one year	88,402	85,824
Total commitment payable	88,402	85,824

7. Staff costs

	2019 £	2018 £
Salaries and bonuses	517,756	522,652
Social security costs	56,171	53,606
Pension contributions	14,246	19,089
Total	588,173	595,347
	2019 No.	2018 No.
Average number of employees	11	10

8. Information in relation to members

	2019 No.	2018 No.
Average number of members during the year	3	3
Loss for the financial year available for discretionary division among members	(140,570)	(163,900)

9. Tangible assets

Stated in £	Cost or valuation at 1 January 2019	Additions during the year	Depreciation charge for the year	Cost or valuation at 31 December 2019
Tangible assets	4,787	9,421	4,637	9,571
Total	4,787	9,421	4,637	9,571
Stated in £	Cost or valuation at 1 January 2018	Additions during the year	Depreciation charge for the year	Cost or valuation at 31 December 2018
Tangible assets	7,390	883	3,486	4,787
Total	7,390	883	3,486	4,787

Notes to the Audited Financial Statements

For the year ended 31 December 2019 (continued)

10. Interest Income

	2019 £	2018 £
Bank interest	540	347
Total	<u>540</u>	<u>347</u>

11. Cash and cash equivalents

	2019 £	2018 £
Cash at bank and in hand	185,182	418,529
Total	<u>185,182</u>	<u>418,529</u>

Cash at bank and in hand includes a grant of £63,728 (2018 - £156,683) received from Power to Change for future deployment of grant payments. The grant will be repaid to Power to Change if it is not utilised within certain time limits.

12. Debt analysis

	As at 31 December 2018 £	Cash flow £	Other non-cash changes £	As at 31 December 2019 £
Cash at bank	418,529	(233,347)	-	185,182
Other creditors	(163,463)	92,955	-	(70,508)
Accruals and deferred income	(25,288)	(7,872)	-	(33,160)
Taxation and social security	(15,429)	14,499	-	(930)
Trade creditors	(14,121)	(12,781)	-	(26,902)
Total net cash	<u>200,228</u>	<u>(146,546)</u>	<u>-</u>	<u>53,682</u>

13. Debtors

	2019 £	2018 £
Other debtors	12,837	22,139
Prepayments	27,856	17,227
Amounts due from Members	115	250
Total	<u>40,808</u>	<u>39,616</u>

Notes to the Audited Financial Statements

For the year ended 31 December 2019 (continued)

14. Creditors: amounts falling due within one year

	2019 £	2018 £
Other creditors	70,508	163,463
Accruals and deferred income	33,160	25,288
Taxation and social security	930	15,429
Trade creditors	26,902	14,121
Total	<u>131,500</u>	<u>218,301</u>

Other creditors includes a balance at the year end in respect of the Power to Change Grant received by the Partnership from the Power to Change Trust in accordance with the Grant Agreement dated 13 October 2015, and the Business Development Grant received by the Partnership from the Big Society Capital Limited in accordance with the Side Letter Agreement dated 22 May 2015, both in its capacity as a General Partner of the Community Investment Fund. At the year end, the balance due in respect of the Power to Change Grant was £63,728 (2018 – £156,683) and the balance in respect of the Business Development Grant was £6,780 (2018 – £6,780).

15. Financial instruments

	2019 £	2018 £
Financial assets		
Financial assets that are debt instruments measured at amortised cost	12,837	22,139
Financial assets that are measured at fair value	185,182	418,529
Total	<u>198,019</u>	<u>440,668</u>
Financial liabilities		
Financial liabilities measured at amortised cost	(130,569)	(202,872)
Total	<u>(130,569)</u>	<u>(202,872)</u>

Financial assets measured at amortised cost comprise debtors due within one year excluding prepayments. Financial assets that are measured at fair value include cash and cash equivalents and the carrying amounts reported in the balance sheets approximate the fair value of cash at bank and in hand.

Financial liabilities measured at amortised cost comprise creditors due within one year.

16. Related party transactions

During the year ended 31 December 2019, the Partnership received:

- Management income of £350,000 (2018 - £350,000) from TSIF of which it is a Managing Member.
- Management income of £283,461 (2018 - £500,000) from CIF of which it is a General Partner.
- Management income of £187,500 (2018 - £nil) from SASH of which it is a Managing Member.

During the year ended 31 December 2019, the Partnership incurred the following related party expenses:

- £1,476 (2018 - £1,847) on behalf of BR Social Investments Limited
- £1,476 (2018 - £1,847) on behalf of ADK Social Investments Limited
- £2,093 (2018 - £3,330) on behalf of Social and Sustainable Capital Investments Limited
- £1,440 (2018 - £nil) on behalf of SHFF 1 Limited
- £1,440 (2018 - £nil) on behalf of SHFF 2 Limited

Notes to the Audited Financial Statements

For the year ended 31 December 2019 (continued)

17. Immediate and ultimate controlling parties

There is no ultimate controlling party of the Partnership.

18. Subsequent events

In February 2020, pursuant to clause 14 of the LLPA the BR Social Investment 2 Limited has completed a deed of adherence to become as a new member of the Partnership with current agreed capital commitment of £1,500,000.

The members have not been able to fully assess the financial impact of the Covid-19 pandemic that is being played out in early 2020. The managed funds' borrowers may experience operational or other issues that may prevent the payment of interest and/or principal when due.

The Members have taken steps to ensure that they will be able to manage the fund during the period of this crisis. Staff are all working remotely and are able to operate effectively using SASC's IT infrastructure.