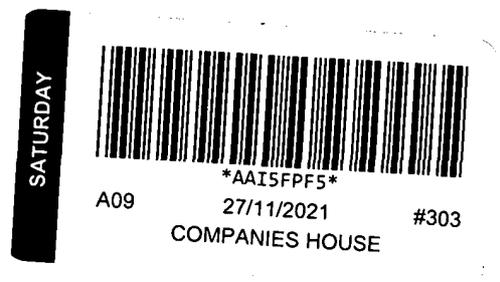


EMK Capital LLP

Members' Report and Financial Statements
for the year ended

31 March 2021

Company Number OC403928



EMK Capital LLP

Partnership Information

Designated Members

E A Lazarus
M W Joseph
G I Lunn

Members

A Frahm
S Dexter
P Johnson
N Armstrong
EMK Capital Holdings Limited
EMK Capital Midco Limited

LLP registered number

OC403928

Registered office

Lex House, 2nd Floor, 17 Connaught Place, London, United Kingdom, W2 2ES

Independent auditors

PricewaterhouseCoopers CI LLP, 37 Esplanade, St Helier, Jersey, Channel Islands, JE1 4XA

EMK Capital LLP

Contents

	Page(s)
Members' Report	1 - 3
Independent Auditors' Report	4 - 6
Statement of Comprehensive Income	7
Balance Sheet	8
Reconciliation of Members' Interests	9
Statement of Cash Flows	10
Notes to the Financial Statements	11 - 19

EMK Capital LLP

Members' Report For the Year Ended 31 March 2021

The members present their annual report together with the audited financial statements of EMK Capital LLP (the "LLP") for the year ended 31 March 2021.

Principal activity

The principal activity of the LLP is to provide investment management advisory services. The LLP is authorised and regulated by the Financial Conduct Authority ("FCA"), pursuant to the Financial Services and Markets Act 2000 as amended by the Financial Services Act 2012 and was in compliance with all capital requirements throughout the year. The LLP has no branches in existence outside the UK.

Designated Members

The designated members of the LLP during the year and to the date of signing the financial statements were:

E A Lazarus
M W Joseph
G I Lunn

Allocation of profits

Any profits are shared among the members as governed by the Limited Liability Partnership Agreement.

These allocations are treated as an expense in the Statement of Comprehensive Income, as the profits are automatically divided in accordance with the Limited Liability Partnership Agreement.

To the extent that any allocation is unpaid, it is recognised as a liability in the Balance Sheet as amounts due to members.

Capital

The members may only contribute to the LLP's capital in accordance with the Limited Liability Partnership Agreement.

No member is entitled to interest on their capital.

Members' drawings and the subscription and repayment of members' capital

The Limited Liability Partnership Agreement governs policies for members' drawings, subscriptions and repayment of members' capital.

No drawings or other payments can be made to or on behalf of any members, other than by distribution of profits, without the consent of the members. The LLP will reserve, out of profits before distribution, sufficient funds to provide for the working capital requirements of the business.

Going concern

The members have assessed going concern which this year includes consideration of the impact of Covid-19 on the business of the LLP. The revenues the LLP currently derives are contractually set out in the Limited Partnership Agreements of the funds it advises and are guaranteed for EMK Capital Partners LP and EMK Capital Partners GP Co-Investment LP (Fund I) until 31/03/2027 and EMK Capital Partners II LP, EMK Capital Partners II 'B' LP and EMK Capital Partners II GP Co-Investment LP (Fund II) until 17/03/2031 and the income derived from the Funds is sufficient to meet all short term liabilities and expenses for the next 12 months.

On this basis the members consider that the going concern basis of preparation remains appropriate.

EMK Capital LLP

Members' Report (continued) For the Year Ended 31 March 2021

Statement of members' responsibilities in respect of the financial statements

The members are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulation.

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, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; 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 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.

The members are responsible for keeping adequate accounting records that are sufficient to show and explain the LLP's transactions and disclose with reasonable accuracy at any time the financial position of the LLP and enable them to ensure that the financial statements comply with the Companies Act 2006 as applied to LLPs by the Regulations.

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.

EMK Capital LLP

Members' Report (continued) For the Year Ended 31 March 2021

Independent Auditors

The auditors, PricewaterhouseCoopers CI LLP, indicated their willingness to continue in office and will be proposed for reappointment at the next members' meeting.

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



G I Lunn
Designated Member

Date: 22 July 2021

Independent auditors' report to the members of EMK Capital LLP

Report on the audit of the financial statements

Opinion

In our opinion, EMK Capital LLP's financial statements:

- give a true and fair view of the state of the LLP's affairs as at 31 March 2021 and of its profit and cash flows for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law); 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.

We have audited the financial statements, included within the Members' Report and Financial Statements (the "Annual Report"), which comprise: the balance sheet as at 31 March 2021; the statement of comprehensive income, the reconciliation of members' interests and the statement of cash flows for the year then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the LLP in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

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

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

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the LLP's ability to continue as a going concern.

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

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The members are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or any form of assurance 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 an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of 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 based on these responsibilities.

Responsibilities for the financial statements and the audit

Responsibilities of the members for the financial statements

As explained more fully in the statement of members' responsibilities in respect of the financial statements, the members are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The members are also responsible for such internal control as they 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.

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

Based on our understanding of the LLP and industry, we identified that the principal risks of non-compliance with laws and regulations related to 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, and we considered the extent to which non-compliance might have a material effect on the financial statements. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to the posting of inappropriate journal entries. Audit procedures performed by the engagement team included:

- enquiring with management and those charged with governance of the LLP as to any actual or suspected instances of fraud or non-compliance with laws and regulations;
- reviewing the minutes of meetings of the members for matters relevant to the audit;
- testing the disclosures made in the financial statements for compliance 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;
- identifying and testing journal entries considered to be of higher fraud risk, and the evaluation of the business rationale for any significant or unusual transactions identified as being outside the normal course of business; and
- performing audit procedures to incorporate unpredictability around the nature, timing and extent of our testing.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the members of the partnership as a body in accordance with 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 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Other required reporting

Companies Act 2006 exception reporting

Under the Companies Act 2006 as applicable to limited liability partnerships we are required to report to you if, in our opinion:

- we have not obtained all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the LLP, 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.

We have no exceptions to report arising from this responsibility.



Michael Byrne (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers CI LLP
Chartered Accountants and Statutory Auditors
Jersey, Channel Islands
23 July 2021

EMK Capital LLP

Statement of Comprehensive Income For the Year Ended 31 March 2021

	Note	2021 £'000	2020 £'000
Turnover	3	12,153	10,579
Administrative expenses		(4,351)	(3,511)
Bank interest received		4	10
Bank interest paid		(3)	(2)
Profit for the year before members' remuneration	4	7,803	7,076
Members' remuneration charged as an expense	5	(7,803)	(7,076)
Result for the financial year available for discretionary division among members		-	-
Total comprehensive income for the financial year available for discretionary division among members		-	-

All amounts relate to continuing activities.

The notes on pages 11 to 19 form part of these financial statements.

EMK Capital LLP
Registered number: OC403928

Balance Sheet
As at 31 March 2021

	Note	2021 £'000	2020 £'000
Non-current assets			
Tangible assets	7	40	37
Debtors: amounts falling due after more than one year	8	233	239
		<u>273</u>	<u>276</u>
Current assets			
Debtors: amounts falling due within one year	8	1,526	1,899
Cash at bank and in hand		2,342	1,819
		<u>3,868</u>	<u>3,718</u>
Creditors: amounts falling due within one year	9	(715)	(1,170)
		<u>3,153</u>	<u>2,548</u>
Net current assets		3,153	2,548
Total assets less current liabilities and net assets attributable to members		<u>3,426</u>	<u>2,824</u>
REPRESENTED BY:			
Loans and other debts due to members			
Members' capital classified as a liability		-	-
Other amounts		2,198	1,596
		<u>2,198</u>	<u>1,596</u>
Members' other interests			
Members' capital classified as equity		1,300	1,300
Members' other interests - other reserves		(72)	(72)
		<u>3,426</u>	<u>2,824</u>
Total members' interests			
Loans and other debts due to members		2,198	1,596
Members' other interests		1,228	1,228
		<u>3,426</u>	<u>2,824</u>

The financial statements were approved and authorised for issue by the members and were signed on their behalf on 22 July 2021

G I Lunn
Designated member



The notes on pages 11 to 19 form part of these financial statements.

EMK Capital LLP

Reconciliation of Members' Interests For the Year Ended 31 March 2021

	EQUITY			DEBT Loans and other debts due to members less any amounts due from members in debtors Loans and other debts due to members	Total members' interests
	Members' other interests				
	Members' capital (classified as equity) £000	Other reserves (classified as equity) £000	Total £000	members £000	Total £000
Amounts due to members				1,250	
Amounts due from members				-	
Balance at 1 April 2019	1,300	(72)	1,228	1,250	2,478
Members' remuneration charged as an expense	-	-	-	7,076	7,076
Members' interests after profit for the year	1,300	(72)	1,228	8,326	9,554
Distributions paid	-	-	-	(6,730)	(6,730)
Amounts due to members				1,596	
Amounts due from members				-	
Balance at 31 March 2020	1,300	(72)	1,228	1,596	2,824
Members' remuneration charged as an expense	-	-	-	7,803	7,803
Members' interests after profit for the year	1,300	(72)	1,228	9,399	10,627
Distributions paid	-	-	-	(7,201)	(7,201)
Amounts due to members				2,198	
Amounts due from members				-	
Balance at 31 March 2021	1,300	(72)	1,228	2,198	3,426

The profit attributable to the member with the largest entitlement was £2,084,000 (2020 - £1,816,000).

The notes on pages 11 to 19 form part of these financial statements.

EMK Capital LLP

Statement of Cash Flows For the Year Ended 31 March 2021

	2021 £'000	2020 £'000
Cash flows from operating activities		
Profit for the financial year before members' remuneration	7,803	7,076
Adjustments for:		
Depreciation of tangible assets	16	5
Decrease/(increase) in debtors	379	(1,215)
(Decrease)/increase in creditors	(455)	991
Net cash generated from operating activities before transactions with members	<u>7,743</u>	<u>6,857</u>
Cash flows from investing activities		
Purchase of tangible fixed assets	(19)	(42)
Net cash used in investing activities	<u>(19)</u>	<u>(42)</u>
Cash flows from financing activities		
Distribution paid to members	(7,201)	(6,730)
Net cash used in financing activities	<u>(7,201)</u>	<u>(6,730)</u>
Net increase in cash and cash equivalents	523	85
Cash and cash equivalents at beginning of year	1,819	1,734
Cash and cash equivalents at the end of year	<u><u>2,342</u></u>	<u><u>1,819</u></u>
Cash and cash equivalents at the end of year comprise:		
Cash at bank and in hand	2,342	1,819
	<u><u>2,342</u></u>	<u><u>1,819</u></u>

The notes on pages 11 to 19 form part of these financial statements.

EMK Capital LLP

Notes to the Financial Statements For the Year Ended 31 March 2021

1. Accounting policies

Basis of preparation of financial statements

EMK Capital LLP is a Limited Liability Partnership ("LLP") incorporated and domiciled in England and Wales. The address of the registered office is given on the Partnership Information page. The principal activity of the LLP is set out on page 1 in the Members' Report.

The LLP is registered as authorised and regulated by the FCA, pursuant to the Financial Services and Markets Act 2000 as amended by the Financial Services Act 2012.

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 ("FRS 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 judgement in applying the LLP's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 2.

Going concern

The members have assessed going concern which this year includes consideration of the impact of Covid-19 on the business of the LLP. The revenues the LLP currently derives are contractually set out in the Limited Partnership Agreements of the funds it advises and are guaranteed for EMK Capital Partners LP and EMK Capital Partners GP Co-Investment LP (Fund I) until 31/03/2027 and EMK Capital Partners II LP, EMK Capital Partners II 'B' LP and EMK Capital Partners II GP Co-Investment LP (Fund II) until 17/03/2031.

On this basis the members consider that the going concern basis of preparation remains appropriate.

Turnover

Turnover consists of fees earned for investment management and advisory services which are recognised on an accruals basis, exclusive of value added tax.

Expenses

Administrative expenditure and all staff costs are accounted for on an accruals basis.

EMK Capital LLP

Notes to the Financial Statements For the Year Ended 31 March 2021

1. Accounting policies (continued)

Interest income

Interest income is recognised in the Statement of Comprehensive Income using the effective interest rate method.

Finance costs

Finance costs are charged to the Statement of Comprehensive Income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

Foreign currencies

The LLP's functional and presentational currency is pounds sterling, the currency underlying its main transactions. Values are rounded to the nearest £'000.

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange at the Balance Sheet date.

Transactions in foreign currencies are translated into sterling at the rate on the date of the transaction.

Exchange gains and losses are recognised in the Statement of Comprehensive Income.

Tax

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

Members' profit share

Any profits are shared among the members as governed by the Limited Liability Partnership Agreement.

These allocations are treated as an expense in the Statement of Comprehensive Income in accordance with the SORP as the profits are automatically divided in accordance with the Limited Liability Partnership Agreement.

To the extent that any allocation is unpaid, it is recognised as a liability in the Balance Sheet as amounts due to members.

EMK Capital LLP

Notes to the Financial Statements For the Year Ended 31 March 2021

1. Accounting policies (continued)

Members' capital

The capital requirements of the partnership are determined by the members and are reviewed regularly. Each member is required to subscribe a proportion of this capital. The amount of capital subscribed by each member is usually linked to the earnings allocated to that member. No interest is paid on the capital. On leaving the partnership a member's capital is repaid within a timescale set by the other members.

Operating lease agreements

The LLP has no assets which are financed by leasing agreements that give rights approximating to ownership ('finance leases').

As such, all leases are treated as operating leases. Their annual rentals are charged to the Statement of Comprehensive Income on a straight-line basis over the term of the lease.

The benefits of lease incentives received on entering into new leases are spread over the lease term.

Investments in subsidiary undertakings

Investments in subsidiary undertakings are accounted for at cost less impairment.

Tangible fixed assets

Tangible fixed assets 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.

Leasehold improvements	Over the life of the lease
Office equipment	3 years
Computer equipment	5 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.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Comprehensive Income.

EMK Capital LLP

Notes to the Financial Statements For the Year Ended 31 March 2021

1. Accounting policies (continued)

Financial instruments

Financial assets, other than investments and derivatives, are initially measured at transaction price (including transaction costs) and subsequently held at cost, less any impairment.

Financial liabilities and equity are classified according to the substance of the financial instrument's contractual obligations, rather than the financial instruments' legal form. Depending on the terms of the members' agreement, members' participation rights may give rise to equity or liabilities or both. Non-discretionary amounts becoming due to members in respect of participation rights in the profits of the LLP for the financial year that give rise to the liabilities are presented as an expense within profit or loss. Amounts becoming due to members in respect of equity participation rights, following a discretionary division of profits, are to be debited directly to equity in the year in which the division occurs. Financial liabilities, excluding convertible debt and derivatives, are initially measured at transaction price (including transaction costs) and subsequently held at amortised cost.

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 Balance Sheet. The assets of the plan are held separately from the LLP in independently administered funds.

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

In the application of the LLP's accounting policies, which are described above, the members are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities at the reporting date and the amounts of revenue and expenses incurred during the period that may not be readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The members exercise a degree of judgement in relation to the basis of consolidation. EMK Capital GP LLP and EMK Capital CI GP LLP acted as general partners to EMK Capital Partners LP, EMK Capital Partners GP Co-investment LP ('the Funds') and EMK Capital CI LP (the 'Carry LP') respectively during the year. It may be required under Section 9 of FRS 102 to consolidate the results of the Funds, the Carry LP and its investments into the Group's own financial statements. However, the general partner has no capital in the Funds and only receives a profit share and, as such, the Limited Partnerships are not consolidated. Also the general partner does not hold any interest in the Carry LP and is not subject to any variable returns from that partnership, as such this carried interest vehicle is not consolidated.

EMK Capital LLP

Notes to the Financial Statements For the Year Ended 31 March 2021

3. Turnover

Turnover is wholly attributable to the principal activity of the LLP. In the year, turnover of £724,708 (2020: £Nil) arose on the supply of services to Jersey and £11,427,874 (2020: £10,578,547) within the United Kingdom

4. Profit for the year before members' remuneration

Profit for the year before members' remuneration is stated after charging/(crediting):

	2021 £'000	2020 £'000
Fees payable to the LLP's auditors and their associates for the audit of the LLP's annual financial statements	22	15
Fees payable to the LLP's auditors for other services provided pursuant to other legislation	-	7
Taxation services	15	13
Exchange differences	7	(4)
Rent - operating leases	356	395
	<u> </u>	<u> </u>

5. Members' remuneration charged as an expense

Profits are shared among the members in accordance with agreed profit sharing arrangements. Members are required to make their own provision for pensions from their profit share.

	2021 £'000	2020 £'000
Profit for the financial year before members' remuneration and profit share	7,803	7,076
Members' remuneration charged as an expense	(7,803)	(7,076)
Profit for the financial year available for discretionary division among members	<u> </u>	<u> </u>

	2021 Number	2020 Number
Average number of members during the year	8	8
	<u> </u>	<u> </u>

The Profit for the financial year is allocated to all Members in accordance with the Limited Liability Partnership Agreement.

EMK Capital LLP

Notes to the Financial Statements For the Year Ended 31 March 2021

6. Employees

Staff costs were as follows:

	2021 £'000	2020 £'000
Wages and salaries	1,461	1,266
Social security costs	272	208
Pension costs	8	9
	<u>1,741</u>	<u>1,483</u>

The average number of employees was made up as follows:

	2021 Number	2020 Number
Administration	3	4
Investment management	7	6
	<u>10</u>	<u>10</u>

A defined contribution pension scheme is operated by the LLP on behalf of the employees. The assets of the scheme are held separately from those of the LLP in an independently administered plan. The pension charge represents contributions payable by the LLP to the plan and amounted to £8,000 (2020 - £9,000). No contributions (2020 - £Nil) were payable to the plan at year end.

EMK Capital LLP

Notes to the Financial Statements For the Year Ended 31 March 2021

7. Tangible assets

	Leasehold improvements £000	Office equipment £000	Computer equipment £000	Total £000
Cost				
At 1 April 2020	3	4	35	42
Additions	-	-	19	19
At 31 March 2021	<u>3</u>	<u>4</u>	<u>54</u>	<u>61</u>
Depreciation				
At 1 April 2020	-	-	5	5
Charge for the year	1	1	14	16
At 31 March 2021	<u>1</u>	<u>1</u>	<u>19</u>	<u>21</u>
Net book value				
At 31 March 2021	<u>2</u>	<u>3</u>	<u>35</u>	<u>40</u>
At 31 March 2020	<u>3</u>	<u>4</u>	<u>30</u>	<u>37</u>

8. Debtors

	2021 £000	2020 £000
Due after more than one year		
Rental deposit	<u>233</u>	<u>239</u>
Due within one year		
Trade debtors	4	18
Amounts owed by affiliates (see note 11)	970	894
Other debtors	271	836
Prepayments	281	151
	<u>1,526</u>	<u>1,899</u>

EMK Capital LLP

Notes to the Financial Statements For the Year Ended 31 March 2021

9. Creditors: amounts falling due within one year

	2021 £'000	2020 £'000
Trade creditors	109	22
Amounts owed to affiliates (see note 11)	346	814
Other taxation and social security	35	30
Accruals and deferred income	225	304
	<u>715</u>	<u>1,170</u>

10. Commitments under operating leases

At 31 March 2021 the LLP had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	2021 £000	2020 £000
Not later than 1 year	403	403
Later than 1 year and not later than 5 years	974	1,377
	<u>1,377</u>	<u>1,780</u>

EMK Capital LLP

Notes to the Financial Statements For the Year Ended 31 March 2021

11. Related party transactions

During the year, the LLP received management fees from EMK Capital Partners LP in the amount of £10,773,000 (2020 - £9,793,000). This amount is included in turnover. Outstanding at year end is an amount of £10,234 (2020 - £Nil) included in amounts owed by affiliates in note 8.

During the year, the LLP received advisory fees from EMK Capital Management Limited in the amount of £724,708 (2020 - £Nil). During the year, the LLP also made payments on behalf of, and advances to, EMK Capital Management Limited of £819,574 (2020 - £Nil). This amount is included in amounts owed by affiliates in note 8.

The members consider that key management personnel includes all individual members. Together they have the authority and responsibility for planning, directing and controlling the activities of the LLP.

During the year, the LLP made payments on behalf of, and advances to, EMK Capital Singapore Pte. Ltd totalling £36,026 (2020 - £Nil). This amount is included in amounts owed by affiliates in note 8.

During the year, the LLP made payments on behalf of, and advances to, EMK Capital (Netherlands) BV totalling £727,392 (2020 - £Nil) and was charged advisory fees of £919,219 (2020: £Nil). This amount is included in amounts owed to affiliates in note 8.

During the year, the LLP made payments on behalf of EMK Capital LP of £Nil (2020 - £312,000); EMK Capital Partners GP co-investment LP £Nil (2020 - £13,000). These amounts are included in Amounts owed by affiliates in note 8.

During the year, the LLP made payments on behalf of, and advances to, EMK Capital CI LP totalling £27,099 (2020 - £Nil). This amount is included in amounts owed by affiliates in note 8.

During the year, the LLP made payments on behalf of, and advances to, EMK Capital Advisors Germany GmbH totalling £10,552 (2020 - £Nil). This amount is included in amounts owed by affiliates in note 8.

During the year, the LLP owed EMK Capital Partners LP £153,748 (2020 - £814,000) in respect of Group VAT reclaims. This amount is included in Amounts owed to affiliates in note 9.

12. Ultimate controlling party

The ultimate controlling party of EMK Capital LLP is its Management Committee.

13. Post balance sheet events

There have been no significant events affecting the LLP since the year end.