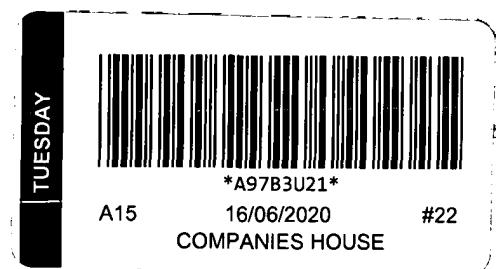


**AVENTICUM REAL ESTATE LLP**  
**Members' Report and Financial Statements**  
**2019**

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REGISTRATION NUMBER: OC403944



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**AVENTICUM**  
CAPITAL MANAGEMENT

**AVENTICUM REAL ESTATE LLP**

**Partnership Information**

**Members as at 6 April 2020**

**The Corporate Members are:**

Aventicum Capital Management (UK) I Holding Ltd  
Aventicum Capital Management (UK) II Holding Ltd

**Registered Office**

4 Sloane Terrace  
London SW1X 9DQ  
United Kingdom

Registration Number: OC403944

**Independent Auditor**

KPMG LLP  
Statutory Auditor  
15 Canada Square  
Canary Wharf  
London  
E14 5GL

## MEMBERS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2019

### Profile

Aventicum Real Estate LLP ('ARE LLP' or the 'LLP') is a Limited Liability Partnership, incorporated in the United Kingdom ('UK') on 22 January 2016. Aventicum Capital Management (UK) I Holding Ltd ('ACMH1') and Aventicum Capital Management (UK) II Holding Ltd ('ACMH2'), (ACMH1 and ACMH2 together the "Aventicum Members") are Corporate Members of the LLP. Each made 50% of the LLP's total capital contributions and together have the right to appoint the members of the LLP's Reserved Matters Management Committee ('RMMC'). Both are, in turn, wholly owned by Aventicum Capital Management Holding AG ('ACMH'). ACMH was established as a 60/40 joint venture between Credit Suisse Asset Management International Holdings Ltd ('CSAMI') and Qatar Holding LLC ('QH') in December 2012.

These financial statements of the LLP are presented for the year ended 31 December 2019.

### Members

The LLP does not have any Ordinary Members.

The Corporate Members are:

| <b>Name</b>                                       | <b>Since</b> |
|---|--------------|
| Aventicum Capital Management (UK) I Holding Ltd.  | January 2016 |
| Aventicum Capital Management (UK) II Holding Ltd. | January 2016 |

### Principal activity

The LLP's main business is the provision of sub-advisory services to fellow members of the ACMH joint venture in connection with real estate investments across Europe and any related services or other activities necessary to, incidental to, or arising out of the provision of such advice and services.

### Business Review

#### Results for the period and allocation to Members

The profit for the period ended 31 December 2019 attributable to Members was £32k (2018: £32k). The LLP does not have any Ordinary Members to participate in the profits of the LLP. The return on total assets for the period ended 31 December 2019 was 5% (2018: 3%). The LLP's Statement of Financial Position as detailed on page 11 shows a satisfactory position with Members' interests amounting to £336k (2018: £454k).

| <b>Return on Total assets</b> | <b>2019</b> | <b>2018</b> |
|-------------------------------|-------------|-------------|
|                               | <b>£000</b> | <b>£000</b> |
| Net Profit                    | 32          | 32          |
| Total Assets                  | 633         | 931         |
| % Return on Total assets      | 5           | 3           |

### Future developments

The rapid spread of COVID-19 during the first quarter of 2020 has led to the introduction of tight government controls on movement and travel that have quickly closed down activity in large parts of the world's economy. Global markets have been impacted negatively, with the travel and tourism and the transportation sectors being the worst affected. The deterioration in risk appetite and in the UK growth outlook have resulted in a significant reduction in asset and commodity prices and government bond yields during March 2020. The impact on the LLP

## MEMBERS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2019

cannot be reasonably quantified as at the date of these financial statements, however, the Members of the LLP continue to assess the implications of the outbreak on its business plan for 2020.

### **Basis of preparation**

The financial statements have been prepared on a going concern basis and in accordance with Financial Reporting Standard 102. The Financial Reporting Standard applicable in the UK and Republic of Ireland ('FRS 102') as amended in December 2017 has been applied. Refer to Note 2 - Accounting Policies for further information on the going concern assessment.

### **Capital**

The Corporate Members can make further capital contributions to the LLP in accordance with the Limited Liability Partnership Agreement of the LLP (the 'Partnership Agreement'). No Member is entitled to interest on their capital contributions.

### **Allocation of profits and losses**

The share of profits and losses is governed by the Partnership Agreement, under which the net profits shall be divided up among the Corporate Members in equal proportion. There are no Ordinary Members in the LLP.

### **Auditor**

In December 2018, following a tender of the CSG audit mandate and structured evaluation and selection process, the CSG Board of Directors approved that PricewaterhouseCoopers LLP ('PwC') be proposed as the new statutory auditor to the CSG Annual General Meeting in April 2020. The appointment is proposed to be effective for the fiscal year ending 31 December 2020 and is subject to CSG shareholder approval.

The RMMC appointed PwC as external auditor for the LLP, effective for the fiscal year ending 31 December 2020.

### **Going concern**

The outbreak of COVID-19 has resulted in a very sharp shock to global activity and the measures taken by governments and regulators have evolved significantly in the first quarter of 2020. Economic measures taken by the UK and other governments along with the deterioration in asset and commodity prices will impact clients' investment decisions. The impact of these economic and other measures cannot be estimated precisely and the members will continue to monitor the situation closely.

Credit Suisse AG continues to provide confirmation that it will provide sufficient funding to the LLP to ensure that it maintains a sound financial situation to satisfy its debt obligations for the foreseeable future. Consequently, the members of the LLP are confident that the partnership will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements and have prepared the financial statements on a going concern basis.

**MEMBERS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2019**

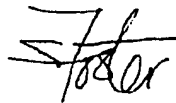
**Statement as to disclosure of information to auditors**

The Members are not aware of any relevant audit information (as defined by section 418 of the Companies Act 2006) of which the LLP's auditor is unaware. The Members also confirm that they have taken all steps required of Members to make themselves aware of any relevant audit information and establish that the LLP's auditor is also aware of that information.

Signed on behalf of ARE LLP by the Designated Members on 29 April 2020



Stephen Foster  
Aventicum Capital Management (UK) I Holding Ltd



Stephen Foster  
Aventicum Capital Management (UK) II Holding Ltd

4 Sloane Terrace  
London SW1X 9DQ  
United Kingdom  
29 April 2020  
Registration Number: OC403944



## STATEMENT OF MEMBERS' RESPONSIBILITIES IN RESPECT OF THE MEMBERS' REPORT AND FINANCIAL STATEMENTS

The Members are responsible for preparing the LLP financial statements in accordance with applicable law and regulations and have elected to prepare a Members' Report. The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 require the Members to prepare LLP financial statements for each financial period. Under that law the Members have elected to prepare the LLP financial statements in accordance with UK Accounting Standards (UK GAAP) and applicable law, including FRS 102.

Under Regulation 8 of 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 the financial statements, the Members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the LLP's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the LLP or to cease operations, or have no realistic alternative but to do so.

Under Regulation 6 of the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008, 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 its financial statements comply with those regulations. They are 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, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the LLP and to prevent and detect fraud and other irregularities.

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AVENTICUM REAL ESTATE LLP

### Opinion

We have audited the financial statements of Aventicum Real Estate LLP ('the LLP') for the year ended 31 December 2019 which comprise the statement of financial position as at 31 December 2019, statements of comprehensive income, changes in equity and cash flows for the year then ended and the related notes including the summary of significant accounting policies in note 2.

In our opinion the financial statements:

- give a true and fair view, of the state of affairs of the LLP as at 31 December 2019 and of its profit for the year then ended;
- have been properly prepared in accordance with UK Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*; 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 are described below. We have fulfilled our ethical responsibilities under, and are independent of the LLP in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

### Going concern

The members have prepared the financial statements on the going concern basis as they do not intend to liquidate the LLP or to cease its operations, and as they have concluded that the LLP's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least a year from the date of approval of the financial statements. In our evaluation of the members' conclusions, we considered the inherent risks to the LLP's business model and analysed how those risks might affect the LLP's financial resources or ability to continue operations over the going concern period. We have nothing to report in these respects.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the LLP will continue in operation.

### Other Information

The Members are responsible for the other information, which comprises the Members' Report. 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 conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work, we have not identified material misstatements in the other information.



## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AVENTICUM REAL ESTATE LLP

### Matters on which we are required to report by exception

Under the Companies Act 2006, we are required 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.

We have nothing to report in these respects.

### Members' responsibilities

As explained more fully in their statement set out on page 7, the Members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view; 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; 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 they either intend to liquidate the LLP or to cease operations, or have no realistic alternative but to do so.

### Auditor's responsibilities

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 our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).

### The purpose of our audit work and to whom we owe our responsibilities

This report is made solely to the members of the LLP, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, as required by Regulation 39 of the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008. Our audit work has been undertaken so that we might 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 LLP's Members as a body, for our audit work, for this report, or for the opinions we have formed.

*Alison Allen*

**Alison Allen** (Senior Statutory Auditor)  
for and on behalf of KPMG LLP, Statutory Auditor  
*Chartered Accountants*  
15 Canada Square  
E14 5GL  
London  
1 May 2020



STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2019

|   | <b>Note</b> | <b>2019<br/>£000</b> | <b>2018<br/>£000</b> |
|---|-------------|----------------------|----------------------|
| Reimbursed Expenses   | 3           | 724                  | 787                  |
| Interest Income   | 4           | 2                    | 1                    |
| Other Income  | 5           | —                    | 1                    |
| <b>Total revenues</b>   |             | <b>726</b>           | <b>789</b>           |
| Staff costs   | 6           | (435)                | (538)                |
| Audit fees  | 7           | (15)                 | (15)                 |
| Rental expense  | 8           | (74)                 | (72)                 |
| General and administrative expenses   | 9           | (170)                | (132)                |
| <b>Total expenses</b>   |             | <b>(694)</b>         | <b>(757)</b>         |
| <b>Profit for the period available for discretionary division<br/>among Members</b> |             | <b>32</b>            | <b>32</b>            |

Results for the period are from continuing operations.

The notes on pages 14 to 21 form an integral part of these financial statements.



STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2019

|   | Note | 2019<br>£000 | 2018<br>£000 |
|---|------|--------------|--------------|
| <b>Current assets</b>                                 |      |              |              |
| Cash at bank  | 11   | 386          | 925          |
| Other assets  | 12   | 247          | 6            |
| <b>Current assets</b>                                 |      | <b>633</b>   | <b>931</b>   |
| <b>Creditors: amounts falling due within one year</b> |      |              |              |
| Amounts owed to CS group companies                    |      | 104          | 167          |
| Accruals and deferred remuneration                    | 13   | 129          | 176          |
| <b>Current liabilities</b>                            |      | <b>233</b>   | <b>343</b>   |
| <b>Net current assets</b>                             |      | <b>400</b>   | <b>588</b>   |
| <b>Creditors: amounts falling due after one year</b>  |      |              |              |
| Accruals and deferred remuneration                    | 13   | 64           | 134          |
| <b>NET ASSETS ATTRIBUTABLE TO MEMBERS</b>             |      | <b>336</b>   | <b>454</b>   |
| <b>REPRESENTED BY:</b>                                |      |              |              |
| <b>Members' other interest</b>                        |      |              |              |
| Members' capital classified as equity                 | 14   | 300          | 300          |
| Members' other interest - other reserves              | 14   | 36           | 154          |
| <b>Total Members' interest</b>                        |      | <b>336</b>   | <b>454</b>   |

The notes on pages 14 to 21 form an integral part of these financial statements.

The financial statements were approved by the Members of the LLP and authorised for issue on 6 April 2020.

Stephen Foster  
Aventicum Capital Management (UK) I Holding Ltd

Stephen Foster  
Aventicum Capital Management (UK) II Holding Ltd

29 April 2020  
REGISTRATION NUMBER: OC403944



STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2019

|   | Members' capital classified as equity | Members' other interest - other reserves | Total members' equity |
|---|---------------------------------------|--|-----------------------|
|   | £000                                  | £000                                     | £000                  |
| <b>Opening Balance as at 1 January 2019</b> | <b>300</b>                            | <b>154</b>                               | <b>454</b>            |
| Profit distributed to corporate members     | —                                     | (150)                                    | (150)                 |
| Profit for the year                         | —                                     | 32                                       | 32                    |
| <b>Balance as at 31 December 2019</b>       | <b>300</b>                            | <b>36</b>                                | <b>336</b>            |

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2018

|   | Members' capital classified as equity | Members' other interest - other reserves | Total members' equity |
|---|---------------------------------------|--|-----------------------|
|   | £000                                  | £000                                     | £000                  |
| <b>Opening Balance as at 1 January 2018</b> | <b>300</b>                            | <b>122</b>                               | <b>422</b>            |
| Profit for the year                         | —                                     | 32                                       | 32                    |
| <b>Balance as at 31 December 2018</b>       | <b>300</b>                            | <b>154</b>                               | <b>454</b>            |

The notes on pages 14 to 21 form an integral part of these financial statements.



CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2019

|  |      | Year ended<br>December<br>2019 | Year ended<br>December<br>2018 |
|--|------|--------------------------------|--------------------------------|
|  | Note | £000                           | £000                           |
| <b>Cash flows from operating activities</b>  |      |                                |                                |
| Profit for the period before Members' remuneration and profit shares                                 |      | 32                             | 32                             |
| <b>Adjustments to reconcile net profit to net cash (used in)/generated from operating activities</b> |      |                                |                                |
| Net decrease in operating assets:  |      |                                |                                |
| (Increase)/decrease in other assets  | 12   | (241)                          | 431                            |
| Increase/(decrease) in amounts owed to CS group companies  |      | (63)                           | 115                            |
| (Decrease) in accruals and deferred remuneration   | 13   | (117)                          | (401)                          |
| <b>Net cash (used in)/generated from operating activities</b>  |      | <b>(389)</b>                   | <b>177</b>                     |
| <b>Cash flows from investing activities</b>  |      |                                |                                |
| <b>Net cash (used in)/generated from investing activities</b>  |      | <b>—</b>                       | <b>—</b>                       |
| <b>Cash flows from financing activities</b>  |      |                                |                                |
| Profit distributed to corporate members  | 14   | (150)                          | —                              |
| <b>Net cash (used in)/generated from financing activities</b>  |      | <b>(150)</b>                   | <b>—</b>                       |
| <b>Net increase/(decrease) in cash and cash equivalents</b>  |      | <b>(539)</b>                   | <b>177</b>                     |
| Cash and cash equivalents at the beginning of the period   |      | 925                            | 748                            |
| <b>Cash and cash equivalents at the end of the period</b>  | 11   | <b>386</b>                     | <b>925</b>                     |

The notes on pages 14 to 21 form an integral part of these financial statements.



**Notes to financial statements**

|     |                                     |    |
|-----|-------------------------------------|----|
| 1.  | General                             | 15 |
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| 4.  | Interest income                     | 17 |
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| 8.  | Rental expense                      | 18 |
| 9.  | General and administrative expenses | 18 |
| 10. | Members' share of profits           | 18 |
| 11. | Cash at bank                        | 19 |
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| 14. | Members' interests                  | 20 |
| 15. | Related party transactions          | 20 |
| 16. | Events after the balance sheet date | 21 |

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

### **1. General**

ARE LLP is a limited liability partnership incorporated in England and Wales. The address of the LLP's registered office is 4 Sloane Terrace, London SW1X 9DQ, United Kingdom. The financial statements were authorised for issue on behalf of all Members by the Designated Members (pursuant to the terms of the Partnership Agreement) on 6 April 2020.

### **2. Accounting policies**

#### **a) Basis of preparation**

The financial statements have been prepared on a going concern basis and in accordance with the Statement of Recommended Practice on Accounting by Limited Liability Partnerships (December 2018) ('SORP') and in accordance with the FRS 102 as amended in December 2017. The financial statements are presented in Pound Sterling ('£' or 'GBP'), rounded to the nearest thousand. They are prepared on the historical cost basis.

The outbreak of COVID-19 has resulted in a very sharp shock to global activity and the measures taken by governments and regulators have evolved significantly in the first quarter of 2020. Economic measures taken by the UK and other governments along with the deterioration in asset and commodity prices will impact clients' investment decisions. The impact of these economic and other measures cannot be estimated precisely and the members will continue to monitor the situation closely.

The members prepare cash flow forecasts on a quarterly basis for a period of at least 12 months. Such forecasts include an assessment of the adequacy of capital resources and liquidity. In the most recent forecast available as at 31 December 2019, the LLP has sufficient capital and liquidity for at least 12 months from the date of these financial statements.

Financial forecasts are dependent on ongoing financial support from CSG. Credit Suisse AG continues to provide confirmation that it will provide sufficient funding to the LLP to ensure that it maintains a sound financial situation and is in a position to meet its debt obligations for the foreseeable future. Consequently, the members of the LLP are confident that the partnership will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements and therefore, have prepared the financial statements on a going concern basis.

#### **b) Revenue**

All of the revenue in the LLP is derived from reimbursed expenses from Aventicum Capital Management (Switzerland) Ltd and reimbursed expenses from funds managed by the subsidiaries of ACMH. The reimbursement is recognised when received in accordance with the contractual arrangements.

#### **c) Basic financial instruments**

##### *Trade and other debtors / creditors*

Trade and other debtors are recognised initially at transaction price, less attributable transaction costs. Trade and other creditors are recognised initially at transaction price, plus attributable transaction costs. Subsequent to initial recognition, they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade debtors. If the arrangement constitutes a financing transaction, for example, if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate of instrument for a similar debt instrument.



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

*Cash at bank*

Cash and due from banks is defined as short-term, highly liquid instruments with original maturities of three months or less and that are held for cash management purposes. Cash at bank comprises cash deposited with related companies.

**d) Members' remuneration**

The share of profits and losses is governed by the Partnership Agreement, under which the net profits shall be divided up among the Corporate Members in equal proportion. There are no Ordinary Members in the LLP.

**e) Employees' benefits and remuneration**

A discretionary Variable Incentive Award is made to employees on an annual basis. Part of it is paid out as cash and part is awarded as deferred compensation that shall vest in equal annual instalments on each of the first three anniversaries of the relevant award date under the ARE Notional Deferral Plan. The LLP recognises both the deferred and non-deferred compensation expense over the period of service for which it is awarded and the accrual is charged to the Statement of Comprehensive Income on a monthly basis in the year of service itself. All awards to the employees are cash-based.

For certain employees, it was also agreed to buy out deferred compensation from their previous employer ('buyout compensation'). These amounts vest over a three year period in accordance with the ARE Notional Deferral Plan. The buyout compensation is guaranteed in nature. The LLP recognises the buyout compensation expense in full at the point of the employee in question joining the partnership (as it is a cash-based award). The charge is applied to the Statement of Comprehensive Income.

Short-term employee benefits and contributions to defined contribution plans are recognised as an expense in the period in which they are incurred.

**f) Income tax**

The taxation payable on the partnership profits is the personal liability of the Members. Consequently, neither partnership taxation nor related deferred taxation is accounted for in the financial statements.

**g) Foreign currency translation**

The LLP's functional currency is Pound Sterling ('£' or 'GBP'). Transactions denominated in currencies other than the functional currency of the LLP are recorded by re-measuring to the functional currency of the LLP at the exchange rate ruling at the date of the transaction. At the reporting date, monetary assets and liabilities such as receivables and payables are reported using the spot exchange rates applicable at that date. Non-monetary assets and liabilities denominated in foreign currencies at the reporting date are not revalued for movements in foreign exchange rates. Foreign exchange differences arising from re-measurement are recognised in the Statement of Comprehensive Income.

**h) Interest income**

Interest income is accounted for on accrual basis.

**3. Reimbursed Expenses**





NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

|                     | <b>2019</b> | <b>2018</b> |
|---------------------|-------------|-------------|
|                     | <b>£000</b> | <b>£000</b> |
| Reimbursed Expenses | 724         | 787         |

All of the revenue in the LLP is derived from reimbursed expenses from Aventicum Capital Management (Switzerland) Ltd and reimbursed expenses from funds managed by the subsidiaries of ACMH.

**4. Interest income**

|   | <b>2019</b> | <b>2018</b> |
|---|-------------|-------------|
|   | <b>£000</b> | <b>£000</b> |
| Interest Income on fiduciary call deposit | 2           | 1           |

**5. Other income**

|              | <b>2019</b> | <b>2018</b> |
|--------------|-------------|-------------|
|              | <b>£000</b> | <b>£000</b> |
| Other Income | —           | 1           |



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

**6. Staff costs**

|                          | <b>2019</b>  | <b>2018</b>  |
|--------------------------|--------------|--------------|
|                          | <b>£000</b>  | <b>£000</b>  |
| Salaries and bonuses     | (346)        | (476)        |
| Social security costs    | (47)         | (68)         |
| Pension costs            | (32)         | (45)         |
| Staff recruitment        | (1)          | —            |
| Other personnel costs    | (9)          | (4)          |
| Deferred compensation    | —            | 55           |
| <b>Total staff costs</b> | <b>(435)</b> | <b>(538)</b> |

The average number of employees during the period was 3 (2018: 3).

**7. Audit fees**

|            | <b>2019</b> | <b>2018</b> |
|------------|-------------|-------------|
|            | <b>£000</b> | <b>£000</b> |
| Audit fees | (15)        | (15)        |

**8. Rental expense**

The LLP shares office space with its affiliate Aventicum Capital Management UK LLP ('ACM UK LLP') which leases office space under an operating lease arrangement. The LLP reimburses its affiliate ACM UK LLP for a proportion of the rental cost of £74k (2018: £72k) for the occupied property.

**9. General and administrative expenses**

|  | <b>2019</b>  | <b>2018</b>  |
|--|--------------|--------------|
|  | <b>£000</b>  | <b>£000</b>  |
| Intercompany charges and cost allocations        | (43)         | (43)         |
| Other outsourced services                        | (53)         | (12)         |
| Travel and entertainment                         | (55)         | (60)         |
| Other expenses                                   | (19)         | (17)         |
| <b>Total general and administrative expenses</b> | <b>(170)</b> | <b>(132)</b> |

**10. Members' share of profits**

Profits are shared by the Corporate Members at the end of the period in accordance with agreed profit and loss sharing arrangements governed by the Partnership Agreement.

The average number of Corporate Members during the period was 2 (2018: 2). There were no Ordinary Members in the LLP as of 31 December 2019 (2018: Nil).



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

**11. Cash at bank**

|              | <b>2019</b> | <b>2018</b> |
|--------------|-------------|-------------|
|              | <b>£000</b> | <b>£000</b> |
| Cash at bank | 386         | 925         |

Cash at bank earns interest at floating rates based on daily bank deposit rates. The book value of cash at bank approximates its fair value.

**12. Other assets**

|   | <b>2019</b> | <b>2018</b> |
|---|-------------|-------------|
|   | <b>£000</b> | <b>£000</b> |
| VAT receivable                          | 8           | 5           |
| Amounts owed by CS group companies      | 218         | —           |
| Prepayments                             | 3           | 1           |
| Other receivables                       | 18          | 0           |
| <b>Total amount due within one year</b> | <b>247</b>  | <b>6</b>    |

**13. Accruals and deferred remuneration**

|  | <b>2019</b> | <b>2018</b> |
|--|-------------|-------------|
|  | <b>£000</b> | <b>£000</b> |
| <b>Accruals: amounts falling due within one year</b>                 |             |             |
| Accrual for employees' bonus, pension cost and deferred remuneration | 105         | 156         |
| Accruals for operating expenses                                      | 24          | 20          |
| <b>Total accruals and deferred remuneration due within one year</b>  | <b>129</b>  | <b>176</b>  |
| <b>Accruals: amounts falling due after one year</b>                  |             |             |
| Accrual for deferred remuneration                                    | 64          | 134         |
| <b>Total accruals and deferred remuneration</b>                      | <b>193</b>  | <b>310</b>  |

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

**14. Members' interests**

| £000   | 2019                                       |                | 2018                     |            |
|--|--|----------------|--------------------------|------------|
|  | Equity                                     |                | Members' other interests |            |
|  | Members' capital<br>(classified as equity) | Other reserves | Total                    |            |
| Amounts due to Members   | 300  | 154            | 454                      | 422        |
| <b>Balance as at 01 January 2019</b>   | <b>300</b>                                 | <b>154</b>     | <b>454</b>               | <b>422</b> |
| Profit distributed to corporate Members  | —  | (150)          | (150)                    | —          |
| Profit for the period available for discretionary division among Corporate Members | —  | 32             | 32                       | 32         |
| <b>Members' interests after Profit for the period</b>                              | <b>300</b>                                 | <b>36</b>      | <b>336</b>               | <b>454</b> |
| <b>Amounts due to Members</b>  | <b>300</b>                                 | <b>36</b>      | <b>336</b>               | <b>454</b> |
| <b>Balance as at 31 December 2019</b>  | <b>300</b>                                 | <b>36</b>      | <b>336</b>               | <b>454</b> |

Capital is repayable in accordance with the terms set out in the Partnership Agreement. Members' capital and other debts rank after unsecured creditors in the event of a winding-up.

**15. Related party transactions**

Copies of the group financial statements of Credit Suisse Group AG, which are those of the smallest and largest group in which the results of the LLP are consolidated, are available to the public and may be obtained from Credit Suisse Group AG, Paradeplatz 8, 8070 Zurich, Switzerland and UK Companies House, Crown Way, Cardiff CF14 3UZ, United Kingdom.

The LLP receives sub-advisory fees from Aventicum Capital Management (Switzerland) Limited, Switzerland and reimbursement of certain expenses from investments funds managed by subsidiaries of ACMH. The LLP reimburses its affiliate ACM UK LLP for the proportion of the rental cost for the occupied property.

The Corporate Members are also treated as related parties of the LLP.



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

**a) Related party assets and liabilities**

|                                    | <b>2019</b>                   | <b>2018</b>                   |
|------------------------------------|-------------------------------|-------------------------------|
|                                    | <b>Fellow group companies</b> | <b>Fellow group companies</b> |
|                                    | <b>£000</b>                   | <b>£000</b>                   |
| <b>Assets</b>                      |                               |                               |
| Cash at bank                       | 386                           | 925                           |
| Other assets                       | 218                           | —                             |
| <b>Total assets</b>                | <b>604</b>                    | <b>925</b>                    |
| <b>Liabilities</b>                 |                               |                               |
| Amounts owed to CS group companies | 104                           | 167                           |
| <b>Total liabilities</b>           | <b>104</b>                    | <b>167</b>                    |

**b) Related party revenues and expenses**

|                                     | <b>2019</b>                   | <b>2018</b>                   |
|-------------------------------------|-------------------------------|-------------------------------|
|                                     | <b>Fellow group companies</b> | <b>Fellow group companies</b> |
|                                     | <b>£000</b>                   | <b>£000</b>                   |
| <b>Revenue</b>                      |                               |                               |
| Reimbursed Expenses                 | 724                           | 787                           |
| Interest income                     | 2                             | 1                             |
| <b>Total revenue</b>                | <b>726</b>                    | <b>788</b>                    |
| <b>Expense</b>                      |                               |                               |
| General and administrative expenses | (43)                          | (43)                          |
| Rental expense                      | (74)                          | (72)                          |
| <b>Total expense</b>                | <b>(117)</b>                  | <b>(115)</b>                  |

**16. Events after the balance sheet date**

The rapid spread of COVID-19 during the first quarter of 2020 has led to the introduction of tight government controls on movement and travel that have quickly closed down activity in large parts of the world's economy. Global markets have been impacted negatively, with the travel and tourism and the transportation sectors being the worst affected. The deterioration in risk appetite and in the UK growth outlook have resulted in a significant reduction in asset and commodity prices and government bond yields during March 2020. The impact on the LLP cannot be reasonably quantified as at the date of these financial statements, however, the Members of the LLP continue to assess the implications of the outbreak on its business plan for 2020.