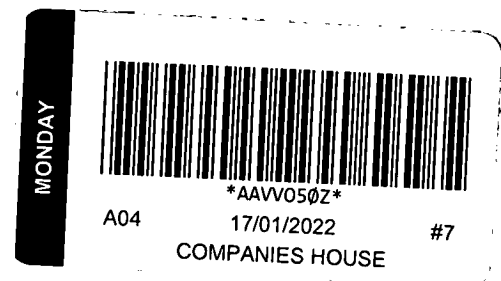


Varadero Capital Europe LLP

Members' Report and Audited Financial Statements

For the Year Ended 31 December 2020



Varadero Capital Europe LLP

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Varadero Capital Europe LLP

Information

Designated Members

Amir Ahmad
Varadero Europe Limited

LLP registered number

OC426516

Registered office

Citypoint
1 Ropemaker Street
London
EC2Y 9SS

Independent auditors

Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG

Varadero Capital Europe LLP

Members' Report For the Year Ended 31 December 2020

The members present their annual report together with the audited financial statements of Varadero Capital Europe LLP ("the LLP") for the year ended 31 December 2020. The comparative information in these financial statements represents the results from incorporation on 21 March 2019 to 31 December 2019.

Principal activities and review of the business

The principal activity of the LLP in the year under review was the provision of investment advisory services. The members do not see any change in the nature of this activity going forward.

Results and allocations to members

The profit for the year amounted to £425,808 (2019: £445,029) and is detailed on page 8. Any profits or losses are shared among the members as governed by the LLP Agreement dated 20 March 2019.

Financial position

The LLP's Statement of Financial Position as detailed on page 9 shows a satisfactory position. Members' total interests amount to £482,064 (2019: £318,005).

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

Policies for members' drawings, subscriptions and repayments of members' capital are governed by the LLP Agreement.

In each financial period each member shall be entitled to such monthly drawings as shall be determined by the managing member.

Capital contributed by members is recognised as equity in the financial statements on the basis that, in accordance with the LLP Agreement, capital is only repayable to members at the discretion of the managing member or where an equal amount is contributed by remaining members or any further member.

Members

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

Amir Ahmad
Varadero Europe Limited

Going concern

The members have assessed the ability of the LLP to continue as a going concern for next 12 months from the date of approval of these financial statements. That assessment includes the impact of COVID - 19.

The members consider that the LLP has ongoing arrangements with Varadero Capital LP, for the provision of investment advisory services, and expects these to continue, as well as having sufficient liquid resources to cover its costs and pay its liabilities as they fall due.

The LLP has successfully enacted business continuity measures which have ensured that the LLP can continue to function with minimal disruption to its business activities.

Given the nature of the business and its activities, the members also consider that the impact of COVID-19

Varadero Capital Europe LLP

Members' Report (continued) For the Year Ended 31 December 2020

would not affect the ability of the LLP to continue to generate value in the long-term. The members confirm there is no intention to change the business activity or cost base as a result of the COVID-19 pandemic.

Based on these factors, the members believe that it is appropriate to continue to prepare these financial statements on a going concern basis.

Principal risks and uncertainties

The principal risks and uncertainties affecting the LLP relate to the performance of the underlying funds to which it provides investment advisory and investment management services. There is primarily the risk of impact that performance has on the ability to attract and retain clients and investors and on the level of fee income. The funds advised and managed by the LLP and its affiliates are subject to various market, counterparty, operational and regulatory risks that can ultimately have an impact on the LLP's business. Other risks and uncertainties relate to the ability to attract and retain key investment executives.

The United Kingdom ("the U.K.") left the European Union ("the E.U.") on 31 January 2020 (henceforth referred to as "Brexit"). Between 1 February 2020 and 31 December 2020, the U.K. entered into a transitional period under which current rules regarding trade, travel and business continued to apply. On 24 December 2020, the E.U. and the U.K. formally announced the 'EU-UK Trade and Cooperation Agreement' ("the Agreement"), an agreement on future trade terms between the two parties. This was ratified by the U.K. Parliament on 30 December 2020 and came into law on 31 December 2020. The Agreement will be considered by the E.U. Parliament in early 2021 but has been provisionally applied effective from 31 December 2020.

The members have considered the impact of Brexit on the LLP and do not believe there will be any material impact as a consequence of the Agreement.

In early 2020, the existence of a new coronavirus, known as COVID-19, was confirmed and was classified as a pandemic by the World Health Organisation. The outbreak of COVID-19 resulted in travel and border restrictions, quarantines, supply chain disruptions, lower consumer demand and general market uncertainty. The effects of COVID-19 have persisted throughout the remainder of the year and continue to affect the wider economy in 2021, including those economies in which the funds invest and the Secor group operates in. After promising vaccination trials in late 2020, a number of countries have begun the process of vaccinating the most at-risk individuals. Assuming that the vaccinations provide effective protection against the COVID-19 virus, it is expected that throughout 2021 these restrictions will be reduced.

The LLP has successfully enacted business continuity measures which have ensured that the LLP can continue to function with minimal disruption to its business activities. Given the nature of the business and its activities, the members also consider that the impact of the coronavirus would not affect the ability of the LLP to continue to generate value in the long-term.

Members' responsibilities statement

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

Company law, as applied to LLPs 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 and applicable law), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law, as applied to LLPs, the Members must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the LLP and of the profit or loss of the LLP for that period.

Varadero Capital Europe LLP

Members' Report (continued)
For the Year Ended 31 December 2020

In preparing these financial statements, the members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the LLP will continue in business.

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

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.

Auditors

Haysmacintyre LLP have expressed their willingness to continue in office. Accordingly a resolution concerning their reappointment will be proposed at the members' meeting approving these financial statements.

This report was approved by the members on November 17, 2021 and signed on their behalf by:

Amir Ahmad
Designated member



Independent Auditors' Report to the Members of Varadero Capital Europe LLP

Opinion

We have audited the financial statements of Varadero Capital Europe LLP ("the LLP") for the year ended 31 December 2020, which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Reconciliation of Members' Interests, the Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the LLP's affairs as at 31 December 2020 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 as applied to limited liability partnerships.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the LLP in accordance with the ethical requirements that are relevant to our audit of the financial statements in the 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

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.

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.

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

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.

Independent Auditors' Report to the Members of Varadero Capital Europe LLP (continued)

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006, as applied to limited liability partnerships, requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of members

As explained more fully in the members' responsibilities statement set out on page 3, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the members are responsible for assessing the LLP's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the members either intend to liquidate the LLP or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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.

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:

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Based on our understanding of the LLP and industry, we identified that the principal risks of non-compliance with laws and regulations related to regulatory requirements for the investment advisory business and trade regulations, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006 and sales tax.

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 posting inappropriate journal entries to revenue and management bias in accounting estimates. Audit procedures performed by the engagement team included:

Independent Auditors' Report to the Members of Varadero Capital Europe LLP (continued)

- inspecting correspondence with regulators and tax authorities;
- discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- evaluating management's controls designed to prevent and detect irregularities;
- identifying and testing journals, in particular journal entries posted with unusual account combinations, postings by unusual users or with unusual descriptions; and
- challenging assumptions and judgements made by management in their critical accounting estimates.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

Use of our report

This report is made solely to the limited liability partnership's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 as applied to limited liability partnerships. 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 limited liability 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.

Melanie Pittas

Melanie Pittas (Senior Statutory Auditor)
for and on behalf of
Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG
Date: 17 November 2021

Varadero Capital Europe LLP

**Statement of Comprehensive Income
For the Year Ended 31 December 2020**

		For the year ended 31 December 2020 £	For the period from 21 March 2019 to 31 December 2019 £
	Note		
Turnover	4	531,018	530,056
Administrative expenses		(105,210)	(85,027)
		<hr/>	<hr/>
Operating profit	5	425,808	445,029
		<hr/>	<hr/>
Profit for the year /period before members' remuneration and profit shares available for discretionary division among members		425,808	445,029
		<hr/> <hr/>	<hr/> <hr/>

All amounts relate to continuing operations.

There was no other comprehensive income for 2020 (2019: £Nil).

The notes on pages 12 to 18 form part of these financial statements.

Varadero Capital Europe LLP
Registered number:OC426516

Statement of Financial Position
As at 31 December 2020

	Note	2020 £	2019 £
Current assets			
Debtors: amounts falling due within one year	8	456,978	495,421
Cash at bank and in hand	9	49,886	35,679
		<u>506,864</u>	<u>531,100</u>
Creditors: amounts falling due within one year	10	(24,800)	(19,750)
Net assets		<u><u>482,064</u></u>	<u><u>511,350</u></u>
Represented by:			
Loans and other debts due to members within one year			
Other amounts	11	242,956	-
Members' other interests			
Members' capital classified as equity		239,108	66,321
Other reserves classified as equity		-	445,029
		<u><u>482,064</u></u>	<u><u>511,350</u></u>
Total members' interests			
Amounts due from members (included in debtors)	8	-	(193,345)
Loans and other debts due to members	11	242,956	-
Members' other interests		239,108	511,350
		<u><u>482,064</u></u>	<u><u>318,005</u></u>

The financial statements were approved and authorised for issue by the members and were signed on their behalf on November 17, 2021.



Amir Ahmad
Designated member

The notes on pages 12 to 18 form part of these financial statements.

Varadero Capital Europe LLP

**Reconciliation of Members' Interests
For the Year Ended 31 December 2020**

	EQUITY Members' other interests			DEBT Loans and other debts due to members less any amounts due from members in debtors	Total members' interests
	Members' capital (classified as equity) £	Other reserves £	Total £	Other amounts £	Total £
At incorporation	-	-	-	-	-
Profit for the period available for discretionary division among members	-	445,029	445,029	-	445,029
Members' interests after profit for the period	-	445,029	445,029	-	445,029
Amounts introduced by members	66,321	-	66,321	-	66,321
Drawings	-	-	-	(193,345)	(193,345)
Amounts due from members				(193,345)	
Balance at 31 December 2019	66,321	445,029	511,350	(193,345)	318,005
Profit for the year available for discretionary division among members	-	425,808	425,808	-	425,808
Members' interests after profit for the year	66,321	870,837	937,158	(193,345)	743,813
Other division of profits	-	(870,837)	(870,837)	870,837	-
Capital introduced by members	172,787	-	172,787	-	172,787
Drawings	-	-	-	(423,525)	(423,525)
Other movements	-	-	-	(11,011)	(11,011)
Amounts due to members				242,956	
Balance at 31 December 2020	239,108	-	239,108	242,956	482,064

The notes on pages 12 to 18 form part of these financial statements.

There are no existing restrictions or limitations which impact the ability of the members of the LLP to reduce the amount of members' other interests.

Varadero Capital Europe LLP

**Statement of Cash Flows
For the Year Ended 31 December 2020**

	For the year ended 31 December 2020 £	For the period from 21 March 2019 to 31 December 2019 £
Cash flows from operating activities		
Profit for the financial year/period	425,808	445,029
Adjustments for:		
Increase in debtors	(154,902)	(302,075)
Increase in creditors	5,050	19,750
Net cash generated from operating activities before transactions with members	<u>275,956</u>	<u>162,704</u>
Cash flows from financing activities		
Members' capital contributed	172,787	66,320
Distribution paid to members	(423,525)	(193,345)
Other transactions with members	(11,011)	-
Net cash used in financing activities	<u>(261,749)</u>	<u>(127,025)</u>
Net increase in cash and cash equivalents	<u>14,207</u>	<u>35,679</u>
Cash and cash equivalents at beginning of year/period	35,679	-
Cash and cash equivalents at the end of year/period	<u><u>49,886</u></u>	<u><u>35,679</u></u>
Cash and cash equivalents at the end of year/period comprise:		
Cash at bank and in hand	<u><u>49,886</u></u>	<u><u>35,679</u></u>

The notes on pages 12 to 18 form part of these financial statements.

**Notes to the Financial Statements
For the Year Ended 31 December 2020**

1. General information

Varadero Capital Europe LLP is a limited liability partnership incorporated and domiciled in England and Wales. The address of its registered office and principal place of business is Citypoint, 1 Ropemaker Street, London, EC2Y 9SS. The registered number can be found on the information page.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006 and the requirements of the Statement of Recommended Practice "Accounting by Limited Liability Partnerships".

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the LLP's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Going concern

The members have assessed the ability of the LLP to continue as a going concern for next 12 months from the date of approval of these financial statements. That assessment includes the impact of COVID-19.

The members consider that the LLP has ongoing arrangements with Varadero Capital LP, for the provision of investment advisory services and expects these to continue, as well as having sufficient liquid resources to cover its costs and pay its liabilities as they fall due.

The LLP has successfully enacted business continuity measures which have ensured that the LLP can continue to function with minimal disruption to its business activities.

Given the nature of the business and its activities, the members also consider that the impact of COVID-19 would not affect the ability of the LLP to continue to generate value in the long-term. The members confirm there is no intention to change the business activity or cost base as a result of the COVID-19 pandemic.

Based on these factors, the members believe that it is appropriate to continue to prepare these financial statements on a going concern basis.

2.3 Turnover

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

The LLP's turnover consists of a cost-plus arrangement with Varadero Capital LP, the LLP's ultimate parent undertaking.

**Notes to the Financial Statements
For the Year Ended 31 December 2020**

2. Accounting policies (continued)

2.4 Expenses

Expenses incurred have been recognised on an accruals basis.

2.5 Taxation

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

2.6 Operating leases

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

2.7 Debtors

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

2.8 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

2.9 Creditors

Short term creditors are initially measured at their transaction price, and are measured subsequently at amortised cost using the effective interest method.

2.10 Financial instruments

The LLP only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

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

**Notes to the Financial Statements
For the Year Ended 31 December 2020**

2. Accounting policies (continued)

2.11 Foreign currency translation

Functional and presentational currency

The LLP's functional and presentational currency is Pound Sterling ("GBP").

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

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

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

Critical judgements in applying the LLP's accounting policies

The members have not been required to apply any significant judgements in preparing the financial statements.

Critical accounting estimates and assumptions

There were no critical estimates or assumptions used in preparing the financial statements.

4. Turnover

An analysis of turnover by class of business is as follows:

	For the year ended 31 December 2020 £	For the period from 21 March 2019 to 31 December 2019 £
Investment advisory services	<u>531,018</u>	<u>530,056</u>

All turnover arose within the United Kingdom.

Notes to the Financial Statements
For the Year Ended 31 December 2020

5. Operating profit

The operating profit is stated after charging:

	For the year ended 31 December 2020 £	For the period from 21 March 2019 to 31 December 2019 £
Fees payable to the LLP's auditor for the audit of the LLP's annual financial statements	7,700	7,000
Operating lease rentals	43,279	-
	<u> </u>	<u> </u>

6. Employees

The LLP has no employees.

7. Information in relation to members

	2020 Number	2019 Number
The average number of members during the year was	2	2
	<u> </u>	<u> </u>
	2020 £	2019 £
Profit for the year /period available for discretionary division amongst members	425,808	445,029
	<u> </u>	<u> </u>
The amount of profit attributable to the member with the largest entitlement was	393,475	417,192
	<u> </u>	<u> </u>

**Notes to the Financial Statements
For the Year Ended 31 December 2020**

8. Debtors

	2020 £	2019 £
Amounts due from group undertakings	444,857	302,075
Other debtors	12,121	1
Amounts due from members	-	193,345
	<u>456,978</u>	<u>495,421</u>

9. Cash and cash equivalents

	2020 £	2019 £
Cash at bank and in hand	<u>49,886</u>	<u>35,679</u>

10. Creditors: amounts falling due within one year

	2020 £	2019 £
Accruals and deferred income	<u>24,800</u>	<u>19,750</u>

11. Loans and other debts due to members

	2020 £	2019 £
Other amounts due to members	<u>242,956</u>	<u>-</u>

Loans and other debts due to members may be further analysed as follows:

	2020 £	2019 £
Falling due within one year	<u>242,956</u>	<u>-</u>

Loans and other debts due to members rank equally with debts due to ordinary creditors in the event of a winding up.

Varadero Capital Europe LLP

**Notes to the Financial Statements
For the Year Ended 31 December 2020**

12. Analysis of Net Debt

	At 1 January 2020 £	Arising from cash flows £	Other non- cash changes £	At 31 December 2020 £
Cash at bank and in hand	35,679	14,207	-	49,886
Net debt (before members' debt)	35,679	14,207	-	49,886
<i>Loans and other debts due to members</i>				
Other amounts due to members	-	11,011	(253,967)	(242,956)
	35,679	25,218	(253,967)	(193,070)

13. Commitments under operating leases

At 31 December 2020 the LLP had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	2020 £	2019 £
Not later than 1 year	6,908	-

14. Related party transactions

During the year, the LLP recharged £531,018 (2019: £530,056) to Varadero Capital LP, a Limited Partnership incorporated in the United States and the ultimate parent undertaking of the LLP. Varadero Capital LP also paid expenses on behalf of the LLP totalling £388,236 (2019: £227,981). At 31 December 2020 £444,857 (2019: £302,075) was due from Varadero Capital LP and is included in debtors. This balance is unsecured, interest-free and repayable on demand.

Varadero Europe Limited is a member of the LLP. The LLP will bear the cost of the fees payable to the auditors for audit services relating to Varadero Europe Limited. The 2020 audit fee is £5,750 (2019: £5,250) and will not be recharged. During the year costs of £11,011 (2019: £Nil) were paid by the LLP on behalf of Varadero Europe Limited, and profits of £60,169 (2019: £Nil) were allocated to Varadero Europe Limited. As at 31 December 2020 £49,158 (2019: £Nil) was due to Varadero Capital Europe Limited and is included in amounts due to members.

Key management personnel are determined to be the members of the LLP, and their interests are included in the Reconciliation of Members' Interests and note 7.

**Notes to the Financial Statements
For the Year Ended 31 December 2020**

15. Parent undertaking and ultimate controlling party

Varadero Europe Limited is the immediate parent undertaking and controlling member of the LLP. The ultimate parent undertaking is Varadero Capital LP, a Limited Partnership incorporated in the United States, which owns 100% of the share capital of Varadero Europe Limited.

Varadero Europe Limited is the parent undertaking of the smallest group of undertakings to consolidate these financial statements. The consolidated financial statements of Varadero Europe Limited can be obtained from Citypoint, 1 Ropemaker Street, London, EC2Y 9SS.

Varadero Capital LP is the parent undertaking of the largest group of undertakings to consolidate these financial statements. The consolidated financial statements of Varadero Capital LP can be obtained from 452 5th Ave 30th Floor, New York, United States of America.

The ultimate controlling party is Fernando Guerrero.

16. Post balance sheet events

Since the reporting date, a further £361,556 of members' capital has been introduced by Varadero Europe Limited, a designated member of the LLP.