

Company Registration No. 00119609 (England and Wales)

INVESTEC 1 LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019



INVESTEC 1 LIMITED

COMPANY INFORMATION

Directors	B Kantor S Koseff K P McKenna D M van der Walt
Secretary	D Miller
Company number	00119609
Registered office	30 Gresham Street London EC2V 7QP
Auditor	Ernst & Young LLP 25 Churchill Place London E14 5EY

INVESTEC 1 LIMITED

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INVESTEC 1 LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 31 MARCH 2019

The directors present the strategic report and financial statements for the year ended 31 March 2019.

Review of the business

The company's main source of income is dividends from its shareholdings and interest on its loans to subsidiaries. The company has funded its long term investments with debt and equity from its parent.

The results for the year show a profit before tax of £125.4 million compared to a profit before tax of £145.9 million in the prior year. Total recognised gains attributable to the ordinary shareholder decreased from a profit of £148.3 million in 2018 to a profit of £126.3 million in 2019.

The above figures include:

- Dividend income from shares in group undertakings - £109.3 million (2018 - £191.3 million)
- Profit on disposal of investment in subsidiaries - £27.4 million (2018 - £8.0 million)
- Gain/(loss) on disposal of investment instruments - £2.0 million (2018 - £(7.9) million)
- Interest payable to parent undertaking - £8.8 million (2018 £6.7 million)
- Share based credits and share trust distribution - £6.8 million (2018 £5.9 million)

The Investec group has a number of share option and long-term share incentive plans designed to link the interests of directors and employees, with those of shareholders and long-term organisational interests, through performance and risk-based equity grants. The company acts as the sponsor of employee share trusts established for the purpose of these plans. The results of these share trusts, which hold shares in the parent, Investec plc, are consolidated into the results of the company.

The financial risks are managed at the Investec plc group level. The company's exposure to financial risks is further discussed in note 17.

The company will continue to operate as an investment holding company and it will, in this capacity, engage in financial arrangements and transactions within the Investec group.

Given the straight forward nature of the business the company's directors are of the opinion that analysis using key performance indicators is not necessary for an understanding of the development, performance or financial position of the business.

On behalf of the board



D M van der Walt

Director

27 June 2019

INVESTEC 1 LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2019

The directors present their annual report and financial statements for the year ended 31 March 2019.

Principal activities

The principal activity of the company continued to be that of an investment holding company.

Results and dividends

The results for the year are set out on page 6.

In the year end 31 March 2019 total dividends of £139.0 million (2018 - £292.0 million) were paid.

The directors do not recommend payment of a final dividend.

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

B Kantor
S Koseff
K P McKenna
D M van der Walt

No director holding office at 31 March 2019 had any direct beneficial interest in the shares of the company during the year.

Directors' insurance

The company maintains a Directors' and Officers' Liability Insurance Policy. In accordance with the company's Articles of Association, the board may also indemnify a director from the assets of the company against any costs or liability incurred as a result of their office, to the extent permitted by law. Neither the insurance policy nor any indemnities that may be provided by the company provide cover for fraudulent or dishonest actions by the directors. However, costs may be advanced to directors for their defence in investigations or legal actions.

Future developments

The company will continue to operate as an investment holding company and it will, in this capacity, engage in financial arrangements and transactions to the benefit and promotion of the Investec group.

Auditor

The auditor, Ernst & Young LLP, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

INVESTEC 1 LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

Statement of directors' responsibilities

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors 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 company and of the profit or loss of the company for that period. In preparing these financial statements, the directors 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

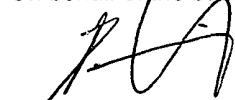
Statement of disclosure to auditor

Each director in office at the date of approval of this annual report confirms that:

- so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- the director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of section 418 of the Companies Act 2006.

On behalf of the board



D.M. van der Walt
Director

27 June 2019

INVESTEC 1 LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF INVESTEC 1 LIMITED

Opinion

We have audited the financial statements of Investec 1 Limited (the 'company') for the year ended 31 March 2019 which comprise the profit and loss account, the statement of comprehensive income, the balance sheet, the statement of changes in equity and the related notes 1 - 19, 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 101 'Reduced Disclosure Framework' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2019 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

INVESTEC 1 LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF INVESTEC 1 LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and the directors' report.

We have nothing to report in respect of the following matters where the Companies Act 2006 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
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors 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 directors 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 directors are responsible for assessing the company'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 directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

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

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company'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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Ernst & Young LLP

Andy Bates (Senior Statutory Auditor)
for and on behalf of Ernst & Young LLP, Statutory Auditor
London

28/06/19

INVESTEC 1 LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2019

	Notes	2019 £'000s	2018 £'000s
Revenue	2	(8,517)	(7,558)
Cost of sales		(9,485)	(7,283)
Gross loss		(18,002)	(14,841)
Administrative expenses		6,683	6,465
Operating loss	4	(11,319)	(8,376)
Investment income	7	136,767	154,243
ECL impairments	8	(34)	-
Profit before taxation		125,414	145,867
Tax on profit	9	926	5,120
Profit for the financial year		126,340	150,987

The profit and loss account has been prepared on the basis that all operations are continuing operations.

INVESTEC 1 LIMITED

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 MARCH 2019

	2019 £'000s	2018 £'000s
Profit for the year	126,340	150,987
	<u> </u>	<u> </u>
Other comprehensive income:		
Items that may be reclassified to profit or loss		
Investments held at fair value through other comprehensive income:		
- Gain/(loss) arising in the year	-	(2,678)
	<u> </u>	<u> </u>
Total comprehensive income for the year	126,340	148,309
	<u> </u>	<u> </u>

INVESTEC 1 LIMITED

BALANCE SHEET

AS AT 31 MARCH 2019

	Notes	2019 £'000s	2018 £'000s
Fixed assets			
Investments	11	2,228,034	2,254,394
Current assets			
Debtors	12	58,221	78,718
Current tax recoverable		4,505	6,720
Cash at bank and in hand		37,284	25,996
		100,010	111,434
Creditors: amounts falling due within one year			
Loans and overdrafts	13	1,014,165	1,011,074
Creditors	14	59,696	41,069
		1,073,861	1,052,143
Net current liabilities		(973,851)	(940,709)
Total assets less current liabilities		1,254,183	1,313,685
Creditors: amounts falling due after more than one year			
Creditors	14	22,123	68,965
Net assets		1,232,060	1,244,720
Capital and reserves			
Called up share capital	15	412	412
Share premium account		895,001	895,001
Revaluation reserve		-	2,140
Capital redemption reserve		192,223	192,223
Retained earnings		144,424	154,944
Total equity		1,232,060	1,244,720

INVESTEC 1 LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 MARCH 2019

The financial statements were approved by the board of directors and authorised for issue on 27 June 2019 and are signed on its behalf by:



K P McKenna
Director

Company Registration No. 00119609

INVESTEC 1 LIMITED

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

	Notes	Share capital £'000s	Share premium account £'000s	Revaluation reserve £'000s	Capital redemption reserve £'000s	Retained earnings £'000s	Total £'000s
Balance at 1 April 2017		395	730,017	4,818	192,223	295,957	1,223,410
Year ended 31 March 2018:							
Profit for the year		-	-	-	-	150,987	150,987
Other comprehensive income:							
Adjustments to fair value of financial assets		-	-	(2,678)	-	-	(2,678)
Total comprehensive income for the year		-	-	(2,678)	-	150,987	148,309
Issue of share capital	15	17	164,984	-	-	-	165,001
Dividends	10	-	-	-	-	(292,000)	(292,000)
Balances at 31 March 2018		412	895,001	2,140	192,223	154,944	1,244,720
Adoption of IFRS 9		-	-	(2,140)	-	2,140	-
Balances at 1 April 2018		412	895,001	-	192,223	157,084	1,244,720
Year ended 31 March 2019:							
Profit and total comprehensive income for the year		-	-	-	-	126,340	126,340
Dividends	10	-	-	-	-	(139,000)	(139,000)
Balances at 31 March 2019		412	895,001	-	192,223	144,424	1,232,060

INVESTEC 1 LIMITED

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

1 Accounting policies

Company information

Investec 1 Limited is a private company limited by shares incorporated in England and Wales. The registered office is 30 Gresham Street, London, EC2V 7QP.

1.1 Accounting convention

The financial statements have been prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework (FRS 101) and in accordance with applicable accounting standards.

Investec 1 Limited is incorporated and domiciled in England and Wales.

The company's financial statements are presented in sterling and all values are rounded to the nearest thousand (£'000) except otherwise when indicated.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared on the historical cost basis, except for the revaluation of fair value through profit or loss instruments. The principal accounting policies adopted are set out below.

The company has taken advantage of the following disclosure exemptions under FRS 101 where applicable to the company.

- the requirements of paragraphs 45(b) and 46-52 of IFRS 2 Share based Payment;
- the requirements of paragraphs 62, B64(d), B64(e), B64(g), B64(h), B64(j) to B64(m), B64(n)(ii), B64(o)(ii), B64(p), B64(q)(ii), B66 and B67 of IFRS 3 Business Combinations;
- the requirements of paragraph 33 (c) of IFRS 5 Non current Assets Held for Sale and Discontinued Operations;
- the requirement of IFRS 7 Financial Instruments : Disclosures;
- the requirement of paragraphs 91-99 of IFRS 13 Fair Value Measurement;
- the requirements of the second sentence of paragraph 110 and paragraphs 113(a), 114, 115, 118, 119 (a) to (c), 120 to 127 and 129 of IFRS 15 Revenue from Contracts with Customers;
- the requirement in paragraph 38 of IAS 1 'Presentation of Financial Statements' to present comparative information in respect of: (i) paragraph 79(a) (iv) of IAS 1, (ii) paragraph 73(e) of IAS 16 Property Plant and Equipment (iii) paragraph 118 (e) of IAS 38 Intangibles Assets, (iv) paragraphs 76 and 79(d) of IAS 40 Investment Property and (v) paragraph 50 of IAS 41 Agriculture;
- the requirements of paragraphs 10(d), 10(f), 16, 38A to 38D, 39 to 40 ,111 and 134-136 of IAS 1 Presentation of Financial Statements;
- the requirements of IAS 7 Statement of Cash Flows;
- the requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors;
- the requirements of paragraph 17 of IAS 24 Related Party Disclosures;
- the requirements in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member ; and
- the requirements of paragraphs 130(f)(ii) and 130(f)(iii), 134(d)-134(f) and 135(c)-135(e) of IAS 36 Impairment of Assets.

Where required, equivalent disclosures are given in the group accounts of Investec plc. The group accounts of Investec plc are available to the public and can be obtained as set out below.

INVESTEC 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

(Continued)

The company has taken advantage of the exemption under section 400 of the Companies Act 2006 not to prepare consolidated accounts. The financial statements present information about the company as an individual entity and not about its group.

Investec 1 Limited is a wholly owned subsidiary of Investec plc and the results of Investec 1 Limited are included in the consolidated financial statements of Investec plc which are available from 30 Gresham Street, London, EC2V 7QP.

On 1 April 2018 the Investec group adopted IFRS 9 Financial Instruments which replaced IAS 39 Financial Instruments: Recognition and Measurement. The impact of this standard on the company has been assessed and the classification of the intergroup loans that are non- interest bearing made by the company will change from amortised cost to fair value loans under IFRS 9. Interest bearing loans remain amortised cost. There was no impact to measurement or impairment methodology as a result of adoption.

1.2 Going concern

On the basis of current financial projections the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future and accordingly the going concern basis is adopted in the preparation of the financial statements.

1.3 Revenue

Interest income on debt instruments at amortised cost or fair value through OCI is recognised in the income statement using the effective interest rate method. Calculation of the effective interest rate takes into account fees payable or receivable that are an integral part of the instruments yield, premiums or discounts on acquisition or issue, early redemption fees and transactions costs.

The effective interest rate method is based on the estimated life of the underlying instrument and where this estimate is not readily available, the contractual life. Interest on instruments at fair value through profit and loss is recognised based on the contractual rates.

Fee and commission income includes revenue from contracts with customers earned from providing advisory services as well as portfolio management and also includes rental income from investment properties.

Revenue from contracts with customers is recognised in accordance with five steps to: identify the contract; identify the performance obligations; determine the transaction price, allocate the transaction price to the performance obligations; and recognise revenue when the performance obligations are satisfied.

Investment advisory and management fees are earned over the period in which the services are provided. Performance fees can be variable and recognition is constrained until such time as it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur and the services related to the transactions have been completed under the terms of the contract.

Investment income includes income, other than margin from securities held for the purpose of generating interest yield, dividends and capital appreciation.

Dividend income is recognised when the group's right to receive payment is established and the cash is received.

INVESTEC 1 LIMITED

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

1 Accounting policies

(Continued)

1.4 Fixed asset investments

Interests in subsidiary and associated undertakings are stated at cost less any impairment in value.

1.5 Fair value measurement

IFRS 13 establishes a single source of guidance for all fair value measurements. IFRS 13 does not change when an entity is required to use fair value, but rather provides guidance on how to measure fair value under IFRS when fair value is required or permitted. The company is exempt under FRS 101 from the disclosure requirements of IFRS 13.

1.6 Cash at bank and in hand

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.7 Financial instruments

Financial instruments are initially recognised at their fair value. For financial assets or financial liabilities not held at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial assets or financial liabilities are included in the initial measurement.

All other transaction costs are recorded in the income statement immediately.

Financial assets at fair value through profit or loss

Financial assets are classified as at FVTPL when the financial asset is held for trading. This is the case if:

- the asset has been acquired principally for the purpose of selling in the near term, or
- on initial recognition it is part of a portfolio of identified financial instruments that the company manages together and has a recent actual pattern of short-term profit taking, or
- it is a derivative that is not designated and effective as a hedging instrument.

Financial assets at FVTPL are stated at fair value with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any dividend or interest earned on the financial asset. Interest and dividends are included in 'Investment income' and gains and losses on remeasurement included in 'other gains and losses' in the statement of comprehensive income.

Financial assets and liabilities measured at amortised cost

Financial assets that are held to collect the contractual cash flows and that contain contractual terms that give rise to cash flows that are solely payments of principal and interest, such as most loans and advances to banks and customers and some debt securities, are measured at amortised cost. In addition, most financial liabilities are measured at amortised cost.

The group may commit to provide a loan which has not yet been drawn. When the loan that arises from the lending commitment is expected to meet the criteria to be measured at amortised cost the undrawn commitment is also considered to be and is included in the impairment calculation below.

The carrying value of these financial assets at initial recognition includes any directly attributable transactions costs. If the initial fair value is lower than the cash amount advanced, such as in the case of some leveraged finance and syndicated lending activities, the difference is deferred and recognised over the life of the loan through the recognition of interest income, unless the loan is credit impaired.

INVESTEC 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

(Continued)

Financial assets measured at fair value through other comprehensive income (FVOCI)

Financial assets held for a business model that is achieved by both collecting contractual cash flows and selling and that contain contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest are measured at FVOCI. They are recognised on the trade date when the group enters into contractual arrangements to purchase and are normally derecognised when they are either sold or redeemed.

They are subsequently remeasured at fair value and changes therein (except for those relating to impairment, interest income and foreign currency exchange gains and losses) are recognised in other comprehensive income until the assets are sold. Upon disposal, the cumulative gains or losses in other comprehensive income are recognised in the income statement as 'Gains less losses arising from derecognition of debt instruments measured at fair value through other comprehensive income'.

Financial assets measured at FVOCI are included in the impairment calculations set out below and impairment is recognised in profit or loss.

Solely payment of principal and interest (SPPI)

Where the business model is to hold assets to collect contractual cash flows or to collect contractual cash flows and sell, the group assesses whether the assets' cash flows represent solely payments of principal and interest (the SPPI test). In making this assessment, the group considers whether the contractual cash flows are consistent with a basic lending arrangement (i.e. interest includes only consideration for the time value of money, credit risk, other basic lending risks and a profit margin that is consistent with a basic lending arrangement). Where the contractual terms introduce exposure to risk or volatility that are inconsistent with a basic lending arrangement, the related asset is classified and measured at FVPL.

Business model assessment

For financial assets, IFRS 9 requires that a business model assessment is carried out which reflects how the group manages the assets in order to generate cash flows. The assessment is at a portfolio level, being the level at which the portfolio is managed. Factors considered by the group in determining the business model for a group of assets include past experience on how the cash flows for these assets were collected, how the assets' performance is evaluated and reported and how risks are assessed and managed.

The standard sets out different types of business model

Hold to collect: it is intended to hold the asset to maturity to earn interest, collecting repayments of principal and interest from the customer. These assets are accounted for at amortised cost.

Hold to collect and sell: this model is similar to the hold to collect model, except that the entity may elect to sell some or all of the assets before maturity to achieve the objectives of the business model. These assets are accounted for at FVOCI.

Hold to sell/managed on a fair value basis: the entity originates or purchases an asset with the intention of disposing of it in the short or medium term to benefit from capital appreciation or the portfolio is managed on a fair value basis. These assets are accounted for at FVPL.

However, the group may make the following irrevocable election/ designation at initial recognition of a financial asset on an asset-by-asset basis:

elect to present subsequent changes in fair value of an equity investment that is neither held for trading nor contingent

consideration recognised by an acquirer in a business combination to which IFRS 3 applies, in OCI; and

a debt instrument that meets the amortised cost or FVOCI criteria as measured at FVPL if doing so eliminates or significantly reduces an accounting mismatch (referred to as the fair value option).

The classification into one of these categories is based on the entity's business model for managing the assets and the contractual cash flow characteristics of the assets.

INVESTEC 1 LIMITED

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

1 Accounting policies

(Continued)

Impairment of financial assets held at amortised cost or FVOCI

At each balance sheet date each financial asset or portfolio of advances categorised at amortised cost or at fair value through other comprehensive income, issued financial guarantee and loan commitment is measured for ECL impairment. Loss allowances are forward-looking, based on 12-month expected credit losses where there has not been a significant increase in credit risk rating, otherwise allowances are based on lifetime expected credit losses.

Expected credit losses are a probability-weighted estimate of credit losses. The probability is determined by the risk of default which is applied to the cash flow estimates. On a significant increase in credit risk, credit losses are rebased from 12-month to lifetime expectations. A change in credit risk is typically but not necessarily associated with a change in the expected cash flows.

The costs of loss allowances on assets held at amortised cost and at FVOCI are presented as impairments in the income statement. Allowances in respect of financial guarantees and instruments are classified as held-for-trading when they are held with the intention of short-term disposal, held with the intention of generating short-term profit, or are derivatives which are not designated as part of effective hedges. Financial instruments designated as held at fair value through profit or loss are designated as such on initial recognition of the instrument and remain in this classification until derecognition.

Derecognition of financial assets and liabilities

A financial asset, or a portion thereof, is derecognised when the group's rights to cash flows have expired or when the group has transferred its rights to cash flows relating to the financial assets and either (a) the group has transferred substantially all the risks and rewards associated with the financial assets or (b) the group has neither transferred nor retained substantially all the risks and rewards associated with the financial assets but has transferred control of the assets.

The treatment of a renegotiation or modification of the contractual cash flows of a financial asset depends upon whether the modification is done for commercial reasons, in which case if they are significant the old asset is derecognised and a new asset recognised, or because of financial difficulties of the borrower.

A financial liability is derecognised when it is extinguished, that is when the obligation is discharged, cancelled or expired. When an existing financial liability is replaced or modified with substantially different terms, such a replacement or modification is treated as a derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the income statement.

INVESTEC 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

(Continued)

Financial assets and liabilities at fair value through profit or loss

Financial assets and liabilities are designated as held at fair value through profit or loss only if:

they eliminate or significantly reduce a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases; or

a group of financial liabilities or both financial assets and financial liabilities is managed and its performances evaluated on a fair value basis in accordance with a documented risk management or investment strategy and information about the group is provided internally on that basis to the group's key management personnel; or

a financial liability contract contains one or more embedded derivatives (which significantly modifies the cash flows that would be required by the contract and is not clearly prohibited from separation from the host contract) and the group has designated the entire hybrid contract as a financial instrument at fair value through profit or loss

Other financial liabilities

Other financial liabilities, including borrowings, are initially measured at fair value, net of transaction costs. They are subsequently measured at amortised cost using the effective interest method, with interest expense recognised on an effective yield basis.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability to the net carrying amount on initial recognition.

1.8 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.9 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

Current tax is provided on the amount expected to be payable on taxable profit at rates that are enacted or substantively enacted and applicable to the relevant period.

INVESTEC 1 LIMITED

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

1 Accounting policies

(Continued)

Deferred tax

Deferred taxation is provided using the balance sheet method on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base, except where such temporary differences arise from:

- The initial recognition of an asset or liability in a transaction which is not a business combination and at the time of the transaction has no effect on the income statement or taxable profit.
- In respect of temporary timing differences associated with the investments in subsidiaries or interests in associated undertakings, where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets or liabilities are measured using the tax rates that have been enacted or substantively enacted at the balance sheet date.

Deferred tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the deferred tax asset can be utilised.

Items recognised directly in other comprehensive income are net of related current and deferred taxation.

1.10 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of inventories or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Foreign exchange

Foreign currency transactions are translated into the function currency of the entity in which the transaction arises based on the rates of exchange ruling at the date of transaction. At each balance sheet date foreign currency items are translated as follows:

- Monetary items are translated using closing rates, with gains or losses recognised in the income statement.
- Non-monetary items that are measured at historical costs are translated using the exchange rates ruling at the date of the transaction.

1.12 Key management assumptions

In preparation of the annual financial statements the company makes estimations and applies judgement that could affect the reported amount of assets and liabilities within the next financial year. Key areas in which judgement is applied include:

- Valuation of unlisted investments primarily in the private equity and direct investment portfolios. Key valuation inputs are based on the most relevant observable market inputs, adjusted where necessary for factors that specifically apply to the individual investments and recognising market volatility.
- The determination of impairments against assets that are carried at amortised cost and impairments relating to available for sale financial assets involves the assessment of future cash flows which is judgemental in nature.
- Determination of interest income and interest expense using the effective interest method involves judgement in determining the timing and extent of future cash flows.

INVESTEC 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

2 Revenue

An analysis of the company's revenue is as follows:

	2019 £'000s	2018 £'000s
Revenue analysed by class of business		
Realised loss on disposal of fair value through OCI instruments	-	(7,878)
Other net trading income	75	(80)
Interest receivable	1,344	400
Realised profit on disposal of fair value through profit and loss instruments	2,004	-
Unrealised loss on fair value of financial assets	(11,940)	-
	<u>(8,517)</u>	<u>(7,558)</u>
	2019 £'000s	2018 £'000s
Revenue analysed by geographical market		
UK	<u>(8,517)</u>	<u>(7,558)</u>

INVESTEC 1 LIMITED

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

3 Directors Emoluments

	2019 £'000s	2018 £'000s
Aggregate emoluments (excluding pension contributions)	3,680	3,974
Contributions to defined contribution scheme	71	71
Number of directors in defined contributions scheme	2	2

Emoluments of the highest paid director were £2,515,102 (2018: £2,809,980) excluding £38,998 (2018: £38,998) of pension contributions to the defined contribution scheme.

The directors were employed and remunerated as directors or executives of Investec plc and its subsidiaries ("the group") in respect of their services to the group as a whole and their remuneration has been paid by other group companies.

Certain directors participate in long-term share incentive plans designed to link the interests of directors and employees with those of shareholders and long-term organisational interests through performance and risk-based equity grants approved by the Investec plc Remuneration Committee. The company acts as the sponsor of employee share trusts established for the purposes of these plans. The results of these share trusts, which hold shares in the parent, Investec plc are consolidated into the results of the company.

4 Operating loss

	2019 £'000s	2018 £'000s
Operating loss for the year is stated after charging/(crediting):		
Exchange (gains)/losses	(75)	79

Included within administrative expenses for 2019 is a share based credit of £1,893,000 (2018: £5,877,000). The share based credit reflects the difference between the Investec plc share price at the date of the grant of share options and long term incentive plans which is used as a basis for the charge to the group companies and the applicable IFRS 2 charge relating to that grant amortised over the life of the grant.

The employee share trusts received an ad hoc cash distribution of £4,900,000 from the closure of an employee benefits trust in the year.

5 Auditor's remuneration

	2019 £'000s	2018 £'000s
Fees payable to the company's auditor and associates:		
For audit services		
Audit of the financial statements of the company	12	11

INVESTEC 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

6 Employees

The company has no employees (2018: nil).

7 Investment income

	2019 £'000s	2018 £'000s
Other income from investments		
Other investment income	27,445	7,975
Income from fixed asset investments		
Income from shares in group undertakings	109,322	191,268
Impairment of share in group undertaking	-	(45,000)
Total investment income	<u>136,767</u>	<u>154,243</u>

8 ECL impairments

	2019 £'000s	2018 £'000s
ECL impairment charges on amounts owed by fellow group undertakings	<u>(34)</u>	<u>-</u>

9 Income tax expense

	2019 £'000s	2018 £'000s
Current tax		
UK corporation tax on profits for the current period	(2,350)	(3,521)
Adjustments in respect of prior periods	1,424	(1,599)
Total UK current tax	<u>(926)</u>	<u>(5,120)</u>

INVESTEC 1 LIMITED

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

9 Income tax expense

(Continued)

The charge for the year can be reconciled to the profit per the profit and loss account as follows:

	2019 £'000s	2018 £'000s
Profit before taxation	125,414	145,867
Expected tax charge based on a corporation tax rate of 19.00%	23,829	27,715
Effect of expenses not deductible in determining taxable profit	(14)	(108)
Income not taxable	(4,315)	(4,904)
Adjustment in respect of prior years	1,424	(1,599)
UK dividend income	(20,771)	(36,341)
Net non-deductible charge in relation to staff share trusts	(298)	3,775
Impairment of subsidiary	-	8,550
UK:UK TP adjustment	(2,310)	(2,208)
Free group relief	1,529	-
Taxation credit for the year	(926)	(5,120)

The Finance Act 2015 reduced the main rate of corporate taxation to 19% with effect from 1 April 2017. On 16 March 2016, the Chancellor of the Exchequer announced a further reduction of the corporation tax rate to 17% effective from 1 April 2020. This change was enacted on 15 September 2016.

A deferred tax asset has not been recognised in respect of a non-trade loan relationship deficit of £2,888,000 (2018: £2,888,000), excess management expenses of £766,000 (2018: £766,000) and capital losses carried forward of £4,120,000 (2018: £4,120,000) as there is insufficient evidence that these amounts will be recovered.

10 Dividends

	2019 £'000s	2018 £'000s
Amounts recognised as distributions to equity holders:		
Ordinary shares		
Interim dividend paid	139,000	292,000
	139,000	292,000

INVESTEC 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

11 Investments

	Non-current 2019 £'000s	2018 £'000s
Fair value through other comprehensive income (FVOCI)/AFS^	-	72,373
Investments in subsidiaries	2,178,560	2,182,021
Financial instruments at fair value through the profit and loss (FVPL)^	49,474	-
	<u>2,228,034</u>	<u>2,254,394</u>

^ Following the adoption of IFRS 9, Financial Instruments on 1 April 2018, the fair value through other comprehensive income classification was introduced replacing the available-for-sale classification. The business model assessment carried out on adoption resulted in investments held as AFS reclassified to FVPL in order to appropriately reflect how the group manages the assets in order to generate cash flows.

The company sold 1% of its investment in Investec Asset Management Limited on 2 October 2018 and a further 2% on 1 December 2018, reducing the holding to 80%, the impact of this was a decrease in shares in subsidiaries of £3,461,000 as shown on page 25.

INVESTEC 1 LIMITED

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

11 Investments

(Continued)

Movements in Investments

	AFS/FVOCI [^] £'000s	FVTPL £'000s	Total £'000s
2019			
Cost or valuation			
At 1 April 2018	72,373	-	72,373
Adoption of IFRS9	(72,373)	72,373	-
Additions		25,784	25,784
Fair value movements		(11,940)	(11,940)
Disposals		(36,742)	(36,742)
At 31 March 2019	-	49,475	49,475
Impairment			
At 1 April 2018	-	-	-
At 31 March 2019	-	-	-
Carrying amount			
At 31 March 2019	-	49,475	49,475
2018			
Cost or valuation			
At 1 April 2017	83,544	-	83,544
Additions	49,322	-	49,322
Fair value movements	(2,678)	-	(2,678)
Disposals	(57,815)	-	(57,815)
At 31 March 2018	72,373	-	72,373
Impairment			
At 1 April 2017	-	-	-
At 31 March 2018	-	-	-
Carrying amount			
At 31 March 2018	72,373	-	72,373

[^] Following the adoption of IFRS 9, Financial Instruments on 1 April 2018, the fair value through other comprehensive income classification was introduced replacing the available-for-sale classification. The business model assessment carried out on adoption resulted in investments held as AFS reclassified to FVPL in order to appropriately reflect how the group manages the assets in order to generate cash flows.

INVESTEC 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

11 Investments

(Continued)

Fair value through the profit and loss investments at 31 March 2019 comprise 11,185,702 (2018 - 13,168,245) listed ordinary shares in Investec plc (market value £49,474,360 2018: £72,372,675) which are held in the Jersey Trust in relation to share options and long-term incentive plans (LTIPs) in respect of employees of subsidiary undertakings and in relation to non-cash deferred component of variable remuneration payments. The holding also includes 6,266,835 (2018 - 4,757,012) listed ordinary shares in Investec plc held in relation to conditional long term share awards (LTSA) issued in the year and held on the Share Trust's balance sheet.

As part of the Investec group's remuneration policy to attract, retain and incentivise key staff, the company operates a number of share option and long-term share incentive plans. Under the plans, the company has awarded selected group employees forfeitable shares or nil paid options in respect of Investec plc ordinary shares which will be released to the participant or exercisable at a future date on condition that the participant is still employed by the Investec group. The awards are in accordance with the determination of the Investec Group Remuneration Committee and within the rules of the plans. At 31 March 2019 3,113,043 (2018: 9,516,773) nil paid options on shares had been granted to group employees. The Investec plc share price at 31 March 2019 was £4.423 (2018: £5.496). The nil paid options are exercisable between 31 May 2019 and 3 Dec 2020. In each case the company will be reimbursed for the cost of providing the awards by the subsidiary employing the staff.

In the year ended 31 March 2017, the Investec group introduced a long term share awards (LTSA) scheme to replace the LTIP scheme going forward. Forfeitable shares granted in relation to unvested conditional awards are held on the Staff Share Trust balance sheet. As at 31 March 2019, 6,266,835 (2018 - 4,757,012) forfeitable shares were held on balance sheet in respect of unvested conditional awards and 10,452,971 (2018 - 6,553,841) forfeitable shares were held in trust by the Share Trust on behalf of the qualifying employees. The LTSA awards are exercisable between 1 June 2019 and 31 May 2025.

INVESTEC 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

11 Investments

(Continued)

	Shares in subsidiaries £'000s	Total £'000s
2019		
Cost or valuation		
At 1 April 2018	2,227,021	2,227,021
Disposals	(3,461)	(3,461)
At 31 March 2019	2,223,560	2,223,560
Impairment		
At 1 April 2018	(45,000)	(45,000)
At 31 March 2019	(45,000)	(45,000)
Carrying amount		
At 31 March 2019	2,178,560	2,178,560
2018		
Cost or valuation		
At 1 April 2017	2,300,810	2,300,810
Additions	6,100	6,100
Disposals	(79,834)	(79,834)
Foreign exchange movements	(55)	(55)
At 31 March 2018	2,227,021	2,227,021
Impairment		
At 1 April 2017	-	-
Impairment losses	(45,000)	(45,000)
At 31 March 2018	(45,000)	(45,000)
Carrying amount		
At 31 March 2018	2,182,021	2,182,021

INVESTEC 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

11 Investments

(Continued)

Fair Value Category and Sensitivities

Financial instruments with a carrying value of £49,474,360 (2018: £72,372,674) were measured using level 1 valuation techniques.

There have been no transfers between levels during the period under review (2018: nil).

The total gains or (losses) included in the income statement recognised on level 3 financial instruments was:

2019: £nil

2018: £nil

For information regarding the total gains or (losses) included in other comprehensive income please refer to the Statement of Comprehensive Income.

12 Debtors

	2019 £'000s	2018 £'000s
Trade debtors	1,111	486
Other receivables	5,272	962
Amounts owed by fellow group undertakings	51,838	77,270
	<u>58,221</u>	<u>78,718</u>

13 Loans and overdrafts

	2019 £'000s	2018 £'000s
Unsecured borrowings at amortised cost		
Loans from parent undertaking	502,594	495,325
Loans from fellow group undertakings	511,571	515,749
	<u>1,014,165</u>	<u>1,011,074</u>

INVESTEC 1 LIMITED

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

13 Loans and overdrafts

(Continued)

Analysis of loans and overdrafts

Borrowings are classified based on the amounts that are expected to be settled within the next 12 months and after more than 12 months from the reporting date, as follows:

	2019 £'000s	2018 £'000s
Due within one year liabilities	1,014,165	1,011,074

The amounts payable to fellow group undertakings currently bear no interest and are repayable on demand at request of the lender.

The amount payable to parent undertaking of £502,593,641 (2018 - £495,324,675) has an interest rate of 3 month LIBOR plus 100 basis points and is repayable on demand.

14 Creditors

	Due within one year		Due after one year	
	2019 £'000s	2018 £'000s	2019 £'000s	2018 £'000s
Trade creditors	47,952	32,138	-	-
Amounts owed to fellow group undertakings	-	-	18,199	42,489
Accruals	11,744	8,931	3,924	26,476
	59,696	41,069	22,123	68,965

The amounts payable to group undertakings falling after one year of £18,199,193 (2018 - £42,488,803) has an interest rate of 3 month LIBOR plus 100 basis points and matures on 31 October 2020.

15 Share capital

	2019 £'000s	2018 £'000s
Ordinary share capital		
<i>Authorised</i>		
478,726,530 Ordinary shares of 0.1p each	479	479
<i>Issued and fully paid</i>		
411,485,217 Ordinary shares of 0.1p each	412	412
	412	412

INVESTEC 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

16 Events after the reporting date

As announced on 14 September 2018 following a strategic review, the group made a decision to demerge and separately list the Investec Asset Management (IAM) business. The demerger and the listing of IAM is subject to regulatory and shareholder approvals, and is expected to be completed during the second half of the calendar year.

17 Risk Management

As a wholly-owned subsidiary of Investec plc, the company falls under Investec plc Group's Risk Management Framework which is set out in the combined Investec plc and Investec Limited 2019 financial statements, Risk Management and Corporate Governance report. The company's principal activity is that of an investment holding company. The company's investment in its subsidiaries has been funded by equity and borrowings from its parent.

18 Ultimate Parent Company

The company's ultimate parent and controlling party is Investec plc, a company incorporated in the United Kingdom and registered in England and Wales. The consolidated financial statements of Investec plc are available to the public and may be obtained from Investec plc at 30 Gresham Street, London, EC2V 7QP.

INVESTEC 1 LIMITED

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

19 Subsidiaries and Associates

Details of the company's subsidiaries at 31 March 2019 are as follows:

At 31 March 2019	Nature of business	Proportion of ownership interest (%)
United Kingdom		
Registered office: 30 Gresham Street, London, EC2V 7QP, UK		
Investec (UK) Limited*	<i>Holding company</i>	100.00%
Investec Group (UK) Ltd*	<i>Holding company</i>	100.00%
Guinness Mahon Group Ltd	<i>Holding company</i>	100.00%
Guinness Mahon Pension Fund Trustees Ltd	<i>Pension fund trustee</i>	100.00%
Investec Bank plc*	<i>Banking institution</i>	100.00%
Rensburg Sheppards plc	<i>Holding company</i>	100.00%
Anston Trustees Limited	<i>Non trading</i>	100.00%
Bell Nominees Limited	<i>Non trading</i>	100.00%
Carr Investment Services Nominees Limited	<i>Non trading</i>	100.00%
Carr PEP Nominees Limited	<i>Non trading</i>	100.00%
Click Nominees Limited	<i>Non trading</i>	100.00%
Ferlim Nominees Limited	<i>Nominee services</i>	100.00%
Investec Click & Invest Limited	<i>Investment management services</i>	100.00%
Investec Wealth & Investment Trustees Limited	<i>Trustee services</i>	100.00%
Investment Administration Nominees Limited	<i>Non trading</i>	100.00%
PEP Services (Nominees) Limited	<i>Non trading</i>	100.00%
R & R Nominees Limited	<i>Non trading</i>	100.00%
R S Trustees Limited	<i>Non trading</i>	100.00%
Rensburg Client Nominees Limited	<i>Nominee services</i>	100.00%
Scarwood Nominees Limited	<i>Non trading</i>	100.00%
Spring Nominees Limited	<i>Non trading</i>	100.00%
Tudor Nominees Limited	<i>Non trading</i>	100.00%
Williams De Broe Limited	<i>Non trading</i>	100.00%
PIF Investments Ltd (previously G. P. International Ltd)	<i>Dormant</i>	100.00%
Beeson Gregory Index Nominees Limited	<i>Dormant nominee company</i>	100.00%
EVO Nominees Limited	<i>Dormant nominee company</i>	100.00%
Evolution Securities Nominees Limited	<i>Dormant nominee company</i>	100.00%
Investec Asset Finance (Capital No. 3) Limited	<i>Leasing company</i>	100.00%
Investec Asset Finance (Management) Limited	<i>Leasing company</i>	100.00%
The Leasing Acquisition General Partnership	<i>Leasing partnership</i>	100.00%
Investec Bank (Nominees) Limited	<i>Nominee company</i>	100.00%
Investec Finance Ltd (previously Investec Finance plc)	<i>Debt issuance</i>	100.00%
Investec Group Investments (UK) Limited	<i>Investment holding company</i>	100.00%
ICF Investments Limited	<i>Investment holding company</i>	100.00%
Investec Capital Solutions No 1 Limited	<i>Lending company</i>	100.00%
Investec Capital Solutions Limited	<i>Lending company</i>	100.00%
Diagonal Nominees Limited	<i>Nominee company</i>	100.00%
F&K SPF Limited	<i>Property company</i>	100.00%
Via Novus Limited	<i>Investment holding company</i>	49.93%

INVESTEC 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

19 Subsidiaries and Associates

(Continued)

GFT Holdings Limited	Holding company	100.00%
Investec Investment Trust plc	Debt issuer	100.00%
Investec Investments (UK) Limited	Investment holding company	100.00%
Panarama Properties (UK) Limited	Property holding company	100.00%
Inv - German Retail Ltd (previously Canada Water (Developments) Ltd)	Property company	100.00%
Investec Securities Limited	Investment holding company	100.00%
PEA Leasing Limited	Dormant	100.00%
Technology Nominees Limited	Nominee	100.00%
Torteval LM Limited	Investment holding company	100.00%
Torteval Funding LLP	Financing company	100.00%
Tudor Tree Properties Limited	Property company	100.00%
Willbro Nominees Limited	Nominee company	100.00%
Evolution Capital Investment Limited	Investment holding company	100.00%
Investec Investments Limited*	Investment holding	100.00%
INVC LLP	Investment company	100.00%
PSV Marine Ltd	Shipping holding company	100.00%
PSV Anjali Ltd	Shipping holding company	100.00%
PSV Randeep Ltd	Shipping holding company	100.00%
Registered office: 30 Gresham Street, London, EC2V 7QN, UK		
Investec Wealth & Investment Limited	Investment management services	100.00%
Registered office: Reading International Business Park, Reading, RG2 6AA, UK		
Investec Asset Finance plc	Leasing company	100.00%
CF Corporate Finance Limited	Leasing company	100.00%
Mann Island Finance Limited	Leasing company	100.00%
MI Vehicle Finance Limited	Leasing company	100.00%
Quantum Funding Limited	Leasing company	100.00%
Registered office: Woolgate Exchange, 25 Basinghall Street, London, EC2V 5HA, UK		
Investec Asset Management Limited*	Investment management services	80.00%
Investec Fund Managers Limited	Management company	100.00%
Australia		
Registered office: Level 23, The Chifley Tower, 2 Chifley Square, Sydney, NSW 2000, Australia		
Investec Asset Management Australia Pty Limited**	Sales and distribution	100.00%
IEC Funds Management Pty Ltd	Fund manager	100.00%
Investec Propco Pty Ltd	Property fund trustee	100.00%
Investec Property Ltd	Property fund trustee	100.00%
Investec Property Management Pty Ltd	Property fund manager	100.00%
Investec Wentworth Pty Limited	Security trustee	100.00%
Investec Holdings Australia Limited	Holding company	100.00%
Investec Australia Property Investments Pty Ltd	Holding company for property investment	100.00%
Investec Australia Finance Pty Limited	Lending company	100.00%
Investec Australia Limited	Financial Services	100.00%
Bowden (Lot 32) Holdings Pty Ltd	Holding company	100.00%
Bowden (Lot 32) Pty Ltd	Development company	100.00%
Investec Australia Direct Investments Pty Limited	Holding company for property investment	100.00%

INVESTEC 1 LIMITED

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

19 Subsidiaries and Associates

(Continued)

Investec CWFH Pty Limited	<i>Dormant</i>	100.00%
Mannum Powerco Pty Limited	<i>Dormant</i>	100.00%
Tungkillo Powerco Pty Limited	<i>Dormant</i>	100.00%
Investec Australia Financial Markets Pty Limited	<i>Dormant</i>	100.00%
Investec Australia Funds Management Limited	<i>Aviation trustee company</i>	100.00%
Investec (Australia) Investment Management Pty Limited	<i>Aviation fund company</i>	100.00%
Investec Wentworth Private Equity Pty Limited	<i>Dormant</i>	100.00%
IWPE Nominees Pty Limited	<i>Custodian</i>	100.00%
British Virgin Islands		
Registered office: Palm Grove House, PO Box 438, Road Town, Tortola, British Virgin Islands		
Finistere Directors Limited	<i>Corporate director</i>	100.00%
GFT Directors Limited	<i>Corporate director</i>	100.00%
Registered office: PO Box 186 Road Town, Tortola, British Virgin Islands		
Curlew Investments Limited	<i>Investment holding company</i>	100.00%
Canada		
Registered office: 44 Chipman Hill Suite 1000, Saint John NB, E2L 4S6, Canada		
Investec North America Limited	<i>Trading company</i>	100.00%
Cayman Islands		
Registered office: 190 Elgin Avenue, George Town, Grand Cayman, KY1-9005		
InvestecPallinghurst(Cayman)LP	<i>Investment holding partnership</i>	58.30%
Guernsey		
Registered office: Glategny Court, Glategny Esplanade, St. Peter Port, GY1 1WR, Guernsey, Channel Islands		
Investec Asset Management Guernsey Limited**	<i>Management company and global distributor</i>	100.00%
Investec Africa Frontier Private Equity Fund GP Limited**	<i>General partner to funds</i>	100.00%
Investec Africa Private Equity Fund 2 GP Limited**	<i>General partner to funds</i>	100.00%
Investec Wealth & Investment (Channel Islands) Limited	<i>Investment management services</i>	100.00%
Growthpoint investec African Properties Co-Invest GP Ltd	<i>General partner to fund</i>	100.00%
Torch Nominees Limited	<i>Nominee services</i>	100.00%
Investec Bank (Channel Islands) Limited	<i>Banking institution</i>	100.00%
Bayeux Limited	<i>Corporate trustee</i>	100.00%
Finistere Limited	<i>Corporate nominee</i>	100.00%
Finistere Secretaries Limited	<i>Corporate secretary</i>	100.00%
ITG Limited	<i>Trust and company administration</i>	100.00%
Investec Bank (Channel Islands) Nominees Limited	<i>Nominee company</i>	100.00%
Registered office: PO Box 290, Glategny Court, Glategny Esplanade, St Peter Port, Guernsey, GY1 3RP, Channel Islands		
Hero Nominees Limited	<i>Nominee services</i>	100.00%
Registered office: P.O.Box188, Glategny Court, Glategny Esplanade, St Peter Port, Guernsey, GY13LP, Channel Islands		
Investec Asset Finance (Channel Islands) Limited	<i>Leasing company</i>	100.00%
Registered office: Heritage Hall, Le Marchant Street, St Peter Port, Guernsey, GY1 4JH, Channel Islands		

INVESTEK 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

19 Subsidiaries and Associates

(Continued)

Investec Captive Insurance Limited*	Captive insurance company	100.00%
Registered office: Western Suite, Ground Floor, Mill Court, La Charroterie, St Peter Port, Guernsey, GY1 1EJ, Channel Islands		
HEV (Guernsey) Limited	Investment holding company	100.00%
France		
Registered office: 27 Rue Maurice Flandin 69003, Lyon Cedex 03, France		
SCI Cap Philippe	Property company	100.00%
Hong Kong		
Registered office: Suites 3609 – 3614, 36/F, Two International Finance Centre, 8 Finance Street, Central, Hong Kong		
Investec Asset Management Hong Kong Limited**	Sales and distribution	100.00%
Registered office: Room 3609-3613, 36/F, Two International Finance Centre, 8 Finance Street, Central, Hong Kong		
Investec Capital Asia Limited	Investment banking	100.00%
Investec Capital Markets Limited	Investment banking	100.00%
India		
Registered office: A 607, The Capital, Bandra Kurla Complex, Mumbai – 400 051, INDIA		
Investec Capital Services (India) Private Limited	Merchant banking & stockbroking	99.89%
Investec Credit Finance Private Limited	Lending platform	99.00%
Ireland		
Registered office: The Harcourt Building, Harcourt Street, Dublin 2, Ireland		
Aksala limited	Property company	100.00%
Investec Holdings (Ireland) Ltd	Holding company	100.00%
Investec Ireland Ltd	Financial services	100.00%
Investec International Ltd	Aircraft leasing	100.00%
Neontar Limited	Holding company	100.00%
Investec Securities Holdings Ireland Ltd	Holding company	100.00%
Investec Capital & Investments (Ireland) Ltd	Wealth management and investment services	100.00%
Aurum Nominees Ltd	Nominee company	100.00%
Investec (Airtricity) Nominees Ireland Ltd	Nominee company	100.00%
Investec (CapVest) Ireland Ltd	Nominee company	100.00%
Investec (Development) Nominees Ireland Ltd	Nominee company	100.00%
Investec (Placings) Ireland Ltd	Nominee company	100.00%
Investec (Thomas Street) Nominees No 2 Ltd	Nominee company	100.00%
Investec Broking Nominees Ireland Ltd	Nominee company	100.00%
Investec Private Finance Ireland Limited (previously Investec Corporate Finance (Ireland) Limited)	Retail credit firm	100.00%
Investec Ventures Ireland Limited	Venture capital	100.00%
Venture Fund Principals Limited	Special partner	100.00%
Investec Europe Limited	Investment services	100.00%
Jersey		
Registered office: One The Esplanade, St Helier, Jersey, JE2 3QA, Channel Islands		

INVESTEC 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

19 Subsidiaries and Associates

(Continued)

Investec Finance (Jersey) Ltd	Share trust	100.00%
Registered office: PO Box 344 One The Esplanade St Helier Jersey JE4 8UW, Channel Islands		
Investec GP (Jersey) Limited	Investment holding company	100.00%
Luxembourg		
Registered office: 2-4 Avenue Marie-Therese, L-2132 Luxembourg		
Investec Africa Credit Opportunities Fund 2 GP S.a.r.l.	General partner to fund	100.00%
Registered office: 560, rue de Neudorf, L-2220 Luxembourg		
Investec Asset Management Luxembourg S.A. **	Management company	100.00%
Singapore		
Registered office: 8 Wilkie Road, #03-01 Wilkie Edge, Singapore 228095		
Investec Asset Management Singapore Pte. Limited**	Sales and distribution	100.00%
Investec Singapore Pte Ltd	Securities services	100.00%
Switzerland		
Registered office: Seefeldstrasse 69, 8008 Zurich, Switzerland		
Investec Asset Management Switzerland GmbH **	Sales and distribution	100.00%
Registered office: 23 Avenue de France, CH – 1202, Geneva, Switzerland		
Reichmans Geneva SA*	Trading company	100.00%
Registered offices: Löwenstrasse 29, CH-8001 Zurich, Switzerland		
Investec Bank (Switzerland) AG	Banking institution	100.00%
Registered office: c/o Dr. Leo Granziol, Bahnhofstrasse 32, 6300 Zug, Switzerland		
Investec Trust Holdings AG	Investment holding company	100.00%
United States of America		
Registered office: 2711 Centerville Road, Suite 400, Wilmington, New Castle, DE 19808, USA		
Investec Asset Management North America, Inc. **	Sales and distribution	100.00%
Registered office: 10 E. 53rd St., 22nd floor, New York, NY 10022, USA		
Investec USA Holdings Corporation Inc	Holding company	100.00%
Investec Inc	Investment holding company	100.00%
Fuel Cell IP 1 LLC	Investment holding company	100.00%
Fuel Cell IP 2 LLC	Investment holding company	100.00%
Investec Securities (US) LLC	Financial services	100.00%
US Multifamily GP LLC	Investment holding	100.00%
Associates		
United Kingdom		
Registered office: Dee House Lakeside Business Village, St. Davids Park, Ewloe, Deeside, Clwyd, CH5 3XF		
Virtual Lease Services	Lease services provider	49.00%
Australia		
Registered office: Point Cook Road, Point Cook, Victoria, Australia		
Point Cook (Trust Project No 9)	Property development	50.00%
British Virgin Islands		
Registered office: Vistra Corporate Service Centre, Wickhams Cay II, Road Town, Tortola VG1110, British Virgin Islands		
imarkets (Holdings) Limited	Online trading platform	33.00%

INVESTEC 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

19 Subsidiaries and Associates

(Continued)

Guernsey

Registered office: Glategny Court, Glategny Esplanade, St. Peter Port, GY1 1WR, Guernsey, Channel Islands

Growthpoint Investec African Property Management Limited**	Management company	45.00%
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GIAP Manco Empowerment Ltd	Black economic empowerment vehicle	50.00%
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India

Registered office: 32/1 14th Cross, 9th Main, 6th Sector HSR layout, Bangalore Karnataka 560102, India

JSM Advisors Private Limited	Fund management company	55.00%
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Luxembourg

Registered office: 15, Rue Bender, L-1229 Luxembourg

Investec GLL Global Special Opportunities Real Estate Fund	Property development	5.00%
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Registered office: 19, Rue Eugene Ruppert, L-2453 Luxembourg

Grovepoint S.a.r.l.	Investment and advisory	42.00%
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* Direct holding

** 100% owned by Investec Asset Management Limited which is itself 80% owned

All holdings are in ordinary shares.