

KW Trading Services Limited

(formerly European Wealth Trading Ltd)

Annual Report and Financial Statements For the year ended 31 December 2018

Company Registration No. 03109469



KW Trading Services Limited

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KW Trading Services Limited

Officers and professional advisers

Directors

G Butler (Appointed 5 April 2018)
J Freeman (Appointed 18 June 2018)
P Goulding (Appointed 8 January 2019)
A Millett
K West
P Whiteman
G Wilder

Company Secretary

M Horton (Resignation effective from 30 May 2018)
K Phillpot (Appointed 30 May 2018 resignation effective from 18 January 2019)

Registered Office

13 Austin Friars
London
EC2N 2HE

Registered Number

03109469

Auditor

BDO LLP
Chartered Accountants and Statutory Auditor
London
United Kingdom

KW Trading Services Limited

Strategic report

Review of the company's business

KW Trading Services Limited ("KWTS" or "the Company"), a business that provides trade execution services, earned revenue in the year to 31 December 2018 of £1.3m (2017: £1.7m) and the business made a pre tax loss of £0.1m (2017: profit £0.7m).

The net asset position of KWTS decreased to £2.7m from the 2017 position of £2.8m.

Key risks affecting the business

There are a number of potential risks and uncertainties that could have an impact on the performance of the Company. Whilst there are others identified, the key risks include:

Liquidity risk

The Group and Company maintain a mixture of cash and cash equivalents that are designed to meet the Company's operational and trading activities. Having prepared detailed forecasts, the Company is confident that it has sufficient liquidity for the foreseeable future.

Solvency risk

The Directors understand the risk of not being able to meet the long term and short term obligations of the business, especially with regards to its capital requirements. In order to mitigate this risk the Group's finance team analyses cashflow on a regular basis and has implemented strong internal controls so that all outgoings are budgeted for. The Company has robust plans in place that will enable it to bring in new capital and restructure the existing capital base if forecasted targets are not achieved and additional capital is required.

Operational risk

This is defined as the risk of loss arising from inadequate or failed internal processes, people, systems or external events. The Company as part of the broader Group has embedded a risk management framework that identifies and assesses risks in order to manage and mitigate them in an efficient manner.

Risk of increasing regulation

KWTS is engaged in activities which are regulated by the Financial Conduct Authority ("FCA"). KWTS therefore, may be required from time to time to review and update its regulatory permissions and the status of its authorised persons to ensure that its existing and new activities, as they develop, are consistent with the Company's regulatory permissions including complying with Senior Managers Certification Regime as it takes effect in 2019.

Failure to do so could lead to public reprimand, the imposition of fines, the revocations of permissions or authorisations and/or other regulatory sanctions, any of which could lead to adverse publicity and reputational damage and could have a material adverse effect on the continued conduct of KWTS's business.

There may, in the future, be changes to, or new laws and regulations that govern the operations of the Company. KWTS cannot predict the full effect that any proposed or future law or regulation may have on the financial condition, results or operations of the Company or the wider Group.

KW Trading Services Limited

Strategic report

Risk of negative stock market conditions

KWTS's business will be partially dependent on stock market conditions. Adverse market conditions may have a significant negative effect on the KWTS's operations.

Dependence on one key client

KWTS is currently heavily reliant on generating revenue from KW Investment Management Limited ("KWIM") clients. Whilst the Company has the ability to execute trades for third parties, in the period under review all revenue was generated through the execution of trades for KWIM.

Dependence on key personnel

KWTS's performance is dependent on its management team and senior employees and advisors. The loss of any of its existing key employees or a failure to recruit additional senior executives could, therefore, significantly reduce KWTS's revenue generating capabilities and profitability.

Key performance indicators

The Company's key performance indicators include, but are not limited to, Company revenues and profitability, two measures that assist in analysing the performance of the business. These have been analysed in the review of the Company's business.

Regulatory capital requirements

KWTS is UK registered and FCA regulated (BIPRU Limited Activity EURO50k). In accordance with the rules of the FCA, the Company's Pillar 3 disclosures are available from the Company. This information is not audited.

Future developments and events after the balance sheet date

The UK investment management industry is expected to become more competitive over the coming 12 months; corporate activity will lead to a continuation of the recent trend of mergers and acquisitions.

This alone is expected to provide opportunities for the Company to continue to grow through both acquisitions and organically. The former will only be considered if economies of scale can be achieved.

The continuing Brexit uncertainty is being closely monitored by Board and management. From a regulatory viewpoint, minimal impact is expected given the Group's business and client base is predominantly UK based. Market uncertainty around Brexit continues to have an impact on investment markets and consequently client valuations and performance will continue to experience volatility until a clear Brexit plan is forthcoming. As a firm, we have for over 18 months now adopted a conservative investment approach, seeking to ensure downside protection across client portfolios in these challenging markets.

There were no subsequent events.

The directors, in preparing this strategic report, have complied with s414C of the Companies Act 2006.

KW Trading Services Limited

Strategic report

Approved by the Board and signed on its behalf by:



.....
P Goulding

Director

Date:

KW Trading Services Limited

Directors' report

The directors present their report and the audited financial statements of the company for the year ended 31 December 2018.

Principal activity

In December 2014, KW Trading Services Limited ("KWTS") entered into a trading and commission agreement with KW Investment Management Limited ("KWIM"), whereby KWIM agreed to outsource certain operations of its business, particularly in relation to its trade execution activities, to KWTS. As a result of this, the main trading activity of KWTS is the executing of trades for clients of KWIM.

Directors

The directors who served during the year and subsequently, except as noted, were:

G Butler	(Appointed 5 April 2018)
J Freeman	(Appointed 18 June 2018)
P Goulding	(Appointed 8 January 2019)
D Hudd	(Appointed 26 March 2018 resignation effective 7 February 2019)
D Kaplan	(Resignation effective 7 February 2019)
J Massing	(Resignation effective 7 February 2019)
A Millett	
K West	
G Wilder	
P Whiteman	
M Ismail	(Resignation effective from 16 January 2019)
S Roughley	(Resignation effective from 15 February 2018)
D Inglesfield	(Appointed 29 June 2018 resignation effective from 8 November 2018)
H Evans	(Resignation effective from 19 October 2018)

Future developments and events after the balance sheet date

Details of future developments and events after the balance sheet date can be found in the Strategic Report on page 2 and form part of this report by cross reference.

Going Concern

The Company's business activities, together with the factors likely to affect its future development and position, are set out in the Review of the Company's Business section of the Strategic Report on page 2.

The Company is expected to continue to generate positive cash flows on its own account for the foreseeable future. The Company participates in the group's centralised treasury arrangements and so shares banking arrangements with its parent and fellow subsidiaries.

The directors, having assessed the responses of the directors of the Company's ultimate parent Kingswood Holdings Limited ("KHL") to their enquiries and have no reason to believe that a material uncertainty exists that may cast significant doubt about the ability of KHL and its subsidiaries to continue as a going concern or its ability to continue with the current banking arrangements.

On the basis of their assessment of the Company's financial position and of the enquiries made of the directors of KHL, the Company's directors have a reasonable expectation that the Company will be able to

KW Trading Services Limited

Directors' report

continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Auditor

Each of the persons who are a director at the date of approval of this report confirms that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditor is unaware; and
- the director has taken all the steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the Company's auditor is aware of that information

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

On 1 February 2019 Moore Stephens LLP merged its practice with BDO LLP and so resigned as auditors with effect from that date. BDO LLP were appointed as auditors with effect from 1 February 2019 and a resolution for their re-appointment will be proposed at the forthcoming Board meeting.

Approved by the Board of Directors



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P Goulding

Director

Date:

KW Trading Services Limited

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 Accounting Standards (UK GAAP), including Financial Reporting Standard 101 (FRS 101) 'Reduced Disclosure Framework'. 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 to 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.

Independent auditor's report to the members of KW Trading Services Limited

Opinion

We have audited the financial statements of KW Trading Services Limited (the 'Company') for the year ended 31 December 2018 which comprise the statement of comprehensive income, balance sheet, statement of changes in equity and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 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 December 2018 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006

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 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 audit opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in 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

Independent auditor's report to the members of KW Trading Services Limited

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 the 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

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 or 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 set out on page 6, 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.

Independent auditor's report to the members of KW Trading Services Limited


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 Councils website at: 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.


Lorraine Bay, Senior Statutory Auditor
For and on behalf of BDO LLP, Statutory Auditor
150 Aldersgate Street
London
EC1A 4AB

Date: 12 April 2019

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

KW Trading Services Limited

Statement of comprehensive income

For the year ended 31 December 2018

	Notes	2018 £	2017 £
Revenue	5	1,280,607	1,713,568
Cost of sales		(271,939)	(141,469)
Gross profit		1,008,668	1,572,099
Administrative expenses		(1,091,612)	(856,950)
Operating (loss) / profit		(82,944)	715,149
Finance costs		(709)	(1,393)
(Loss) / profit before taxation		(83,653)	713,756
Tax	8	-	-
(Loss) / profit for the financial year and total comprehensive income for the period		(83,653)	713,756

Revenue and operating results for the years ended 31 December 2018 and the year ended 31 December 2017 were derived from continuing operations. There is no other comprehensive income, and as such no separate statement of other comprehensive income has been prepared.

The notes on pages 14 to 19 form an integral part of the financial statements.

KW Trading Services Limited

Balance sheet

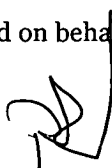
31 December 2018

	Notes	2018 £	2017 £
Current assets			
Trade and other receivables	9	4,157,754	3,458,365
Cash and bank balances		5,323	903
Total assets		<u>4,163,077</u>	<u>3,459,268</u>
Current liabilities			
Trade and other payables	10	(1,438,598)	(651,136)
Total assets less current liabilities		<u>2,724,479</u>	<u>2,808,132</u>
Equity			
Share capital	11	45,000	45,000
Retained earnings		2,679,479	2,763,132
Equity attributable to owners of the Company		<u>2,724,479</u>	<u>2,808,132</u>

The notes on pages 14 to 19 form an integral part of the financial statements.

The financial statements of KW Trading Services Limited registered number 03109469 were approved by the Board of Directors and authorised for issue.

Signed on behalf of the Board of Directors



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P Goulding

Director

Date: 12.4.19

KW Trading Services Limited

Statement of changes in equity

31 December 2018

	Share Capital	Retained Earnings	Total
	£	£	£
Balance at 31 December 2016	45,000	2,049,376	2,094,376
Profit for the period	-	713,756	713,756
Balance at 31 December 2017	45,000	2,763,132	2,808,132
Loss for the period	-	(83,653)	(83,653)
Balance at 31 December 2018	45,000	2,679,479	2,724,479

The notes on pages 14 to 19 form an integral part of the financial statements.

KW Trading Services Limited

Notes to the financial statements

Year ended 31 December 2018

1. General Information

KW Trading Services Limited (previously European Wealth Trading Limited) is a private limited company which was incorporated on 3 October 1995 (in the name of Ernest Noad & Associates Limited) in England & Wales and is the trade execution arm of Kingswood Holdings Limited ("KHL" or the "Group" previously European Wealth Group Limited), with its main activity being the provision of trade execution services to KW Investment Management Limited ("KWIM" previously European Investment Management Limited).

KW Wealth Group Limited ("KWWG" previously European Wealth Management Group), the 100 % owner of KWTS, was acquired by KHL, meaning that KWTS is now a 100% subsidiary of KHL.

These financial statements are presented in pounds sterling because that is the currency of the primary economic environment in which the Company operates.

The Company has applied FRS 101 'Reduced Disclosure Framework' incorporating the Amendments to Financial Reporting Standard 101 ("FRS 101") issued by the Financial Reporting Council ("FRC") in July 2015 and the amendments to Company law made by The Companies, Partnerships and Groups (Accounts and Reports) Regulations 2015.

2. Significant Accounting Policies

The principal accounting policies are summarised below. They have all been applied consistently throughout the current and preceding year.

Basis of accounting

These financial statements were prepared in accordance with FRS 101 'Reduced Disclosure Framework' as issued by the FRC.

As permitted by FRS 101, the Company has taken advantage of the disclosure exemptions available under that standard in relation to financial instruments, presentation of a cash flow statement, standards not yet effective and related party transactions.

Where relevant, equivalent disclosures have been given in the group accounts of KHL. The Group accounts of KHL are available from KHL's website www.kingswood-group.com.

New standards, amendments and IFRIC interpretations

IFRS 9 Financial Instruments and IFRS 15 Revenue from Contracts with Customers are new accounting standards that the Company have adopted from 1 January 2018. The effect of applying IFRS 9 and IFRS 15 have been reviewed by the Directors and have no material effect on the transactions of the Company, and no prior year restatement is necessary.

There are no other amendments to accounting standards or IFRIC interpretations that are effective for the year ended 31 December 2018 that have had a material impact on the Company.

KW Trading Services Limited

Notes to the financial statements

Year ended 31 December 2018

2. Significant Accounting Policies (continued)

Revenue recognition

Revenue is measured at the fair value of the consideration received/receivable. Revenue represents the amounts receivable (excluding value added tax and trade discounts) in the ordinary course of business for the services provided. The Company recognises its revenue as follows:

- Dealing commission (through KWIM) is recognised when transactions have fully settled.
- Revenue is generated in the UK and relates solely to the principal activity of the Company.

Cost of sales

Cost of sales are the direct costs attributable to the revenue generated by the Company. These costs are recognised in the period in which they relate to.

Taxation

The tax payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. Tax is recognised in the Statement of Comprehensive Income, except where a charge attributable to an item of income and expense is recognised as other comprehensive income, or where an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

Deferred tax is provided in respect of the tax effect of all timing differences that have originated but not reversed at the balance sheet date. A deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on a nondiscounted basis, at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

The Company has unrecognised deferred tax assets in respect of unrelieved tax losses carried forward.

Loans and receivables

Trade receivables, loans, and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest method, less any impairment. Interest income is recognised by applying the effective interest rate, except for short-term receivables when the recognition of interest would be immaterial.

KW Trading Services Limited

Notes to the financial statements

Year ended 31 December 2018

3. Going Concern

The Company's business activities, together with the factors likely to affect its future development and position, are set out in the in the Directors report on page 5.

4. Critical accounting judgements and key sources of estimation uncertainty

In the application of the Company's accounting policies, which are described in note 2, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

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

In the preparation of these financial statements, the directors do not consider that any material judgements or estimates have been made.

5. Revenue

The revenue and loss before taxation is attributable to the one principal activity of the company, and relates wholly to services provided in the United Kingdom.

6. Auditor's remuneration

The auditor is remunerated for audit and other services by the ultimate parent undertaking KHL. In 2018, the audit fees in relation to KWTS totalled £10,000 (2017: £10,000).

Fees in relation to KWTS charged by the auditor in relation to non-audit services totalled £4,725 (2017: £4,500) and were incurred in reporting to the FCA on client money and assets.

7. Directors' emoluments and staff costs

The Company's Directors are remunerated for their service to the Company by other Group companies.

No staff are directly employed by KWTS. However, staff salaries of £870,595 (2017: £651,813) were recognised in the statement of comprehensive income arising from Group recharges on an arm's length basis.

KW Trading Services Limited

Notes to the financial statements

Year ended 31 December 2018

8. Tax

	2018 £	2017 £
United Kingdom standard corporation tax at 19.00% (2017: 19.25%) based on the profit for the year	-	-

The differences between the total current tax shown above and the amount calculated by applying the standard rate of UK corporation tax to the profit before tax, is as follows:

	2018 £	2017 £
(Loss) / profit before tax	(83,653)	713,756
Tax on (loss) / profit on ordinary activities at standard rate of 19.00% (2017: 19.25%)	(15,894)	137,398
Transfer pricing adjustment	(422,317)	(339,647)
Current year losses unrelieved carried forward	438,211	202,249
	-	-

A deferred tax asset of £392,083 (2017: £34,382) in respect of tax losses carried forward has not been recognised.

9. Trade and other receivables

	2018 £	2017 £
Amounts falling due within 1 year:		
Prepayments	9,866	530
Accrued income	5,028	27,475
Amounts owed by group undertakings	4,142,860	3,430,360
	4,157,754	3,458,365

KW Trading Services Limited

Notes to the financial statements

Year ended 31 December 2018

10. Trade and other payables

	2018 £	2017 £
Amounts falling due within 1 year:		
Trade payables	2,694	19,184
Other payables	11,312	7,056
Amounts owed to group undertakings	1,424,592	624,896
	1,438,598	651,136

11. Share capital

	2018 £	2017 £
Authorised, issued and fully paid share capital		
Ordinary shares of £1 each	45,000	45,000

12. Ultimate controlling party and related party transactions

During 2014, the Company's parent undertaking KWWG was acquired by KHL, (a company incorporated in Guernsey and listed on the Alternative Investment Market (AIM) whereby the shareholders exchanged 100% of their shares in KWWG for the corresponding value in shares in KHL. This agreement took effect on 6 May 2014, and consequently the Company became a wholly owned subsidiary of KHL.

At the year end the Company's immediate parent company was KWWG and its ultimate parent company and controlling party was KHL, being the parent of the smallest and largest group of which the Company was a member and for which group financial statements are prepared. Copies of the financial statements of KHL are available from KHL's website shortly (www.kingswood-group.com) or from 13 Austin Friars, London, EC2N 2HE. No individual party exercises control over KHL by means of their shareholding.

During the year ended 31 December 2018, KWTS charged fees totalling £18,436 (2017: £2,571) to Directors who have assets managed by KWIM. This cash was managed at the standard rate for staff and related parties and was all fully paid in the year.

Amounts of £2.7m (2017: £2.8m) are owed in total by other Group undertakings as at the year ended 31 December 2018.

Staff salaries of £870,595 (2017: £651,813) were recognised in the statement of comprehensive income arising from Group recharges on an arm's length basis.

KW Trading Services Limited

Notes to the financial statements

Year ended 31 December 2018

13. Events after the balance sheet date

There were no subsequent events.