

REGISTERED NUMBER: 09226119 (England and Wales)

**Strategic Report, Report of the Directors and
Financial Statements
for the Year Ended 31 August 2022
for
SFC Capital Partners Ltd**

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SFC Capital Partners Ltd (Registered number: 09226119)

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for the year ended 31 August 2022**

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SFC Capital Partners Ltd

**Company Information
for the year ended 31 August 2022**

DIRECTORS:

S R Page
M S H Tayler
A V Mandy

SECRETARY:

M Crossfield

REGISTERED OFFICE:

50 Eastcastle Street
C/o Bennett Brooks
Suite 345, 50 Eastcastle Street
London
W1W 8EA

REGISTERED NUMBER:

09226119 (England and Wales)

AUDITORS:

Anstey Bond LLP
Statutory Auditors &
Chartered Accountants
1-2 Charterhouse Mews
London
EC1M 6BB

SFC Capital Partners Ltd (Registered number: 09226119)

**Strategic Report
for the year ended 31 August 2022**

The directors present their strategic report for the year ended 31 August 2022.

REVIEW OF BUSINESS

SFC Capital Partners Limited was incorporated on 19th September 2014 and became regulated by the Financial Conduct Authority (FCA) in December 2016.

The main focus of the Company is managing the growing SFC Angel Fund, a Seed Enterprise Investment Scheme (SEIS) and Enterprise Investment Scheme (EIS) Fund, which has been operational since 1st February 2018..

In addition, the Company has recently been chosen to manage an account for the British Business Banks under the Regional Angels Programme and has been allocated £15 million to date with plans for further managed funds in the future.

There are currently six appointed representatives who act as advisors to smaller SEIS/EIS Funds under the Company's management.

For the year ended 31 August 2022, financial and other key performance indicators can be found below, however the success and growth of SFC Capital Partners Limited, can be clearly seen in the increased volume of assets under management. This has increased by 91% from £56 million in 2021 to £107 million in 2022.

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risks and uncertainties being faced are similar to all other Companies at this time with the current economic climate as unstable as it is. Less funds can be assumed to be available for investing in funds and managed.

A key uncertainty is always the continued support from the UK government of tax incentives for SEIS/EIS investments.

FINANCIAL AND OTHER KEY PERFORMANCE INDICATORS

As above our key performance indicator as based on the level of funds under management which has shows a 91% year on year increase.

Other key financial indicators that the Company monitors to show performance are revenues which has increased by 6% to £1.555 million in 2022 which was in line with expectations and our target of continued growth.

Although revenues increased net profit decreased to £226k due to increased administrative costs linked to the local economy in general. The was disappointing however, presents a strong background for future growth as the UK economy recovers in the future.

ON BEHALF OF THE BOARD:



S R Page - Director

16 December 2022

SFC Capital Partners Ltd (Registered number: 09226119)

**Report of the Directors
for the year ended 31 August 2022**

The directors present their report with the financial statements of the company for the year ended 31 August 2022.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of fund management services.

DIVIDENDS

No dividends will be distributed for the year ended 31 August 2022.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 September 2021 to the date of this report.

S R Page
M S H Tayler
A V Mandy

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors 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;
- 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 AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each 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.

AUDITORS

The auditors, Anstey Bond LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



S R Page - Director

16 December 2022

Report of the Independent Auditors to the Members of SFC Capital Partners Ltd

Opinion

We have audited the financial statements of SFC Capital Partners Ltd (the 'company') for the year ended 31 August 2022 which comprise the Statement of Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, 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 Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 August 2022 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 Auditors' 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

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

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

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

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors 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 this gives rise to a material misstatement in the financial statements themselves. 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 Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

Report of the Independent Auditors to the Members of SFC Capital Partners Ltd

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 Report of the Directors.

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; or
- the directors were not entitled to take advantage of the small companies' exemption from the requirement to prepare a Strategic Report.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, 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 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.

Auditors' responsibilities for the audit of the financial statements

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

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We gained an understanding of the legal and regulatory framework applicable to the company and the industry in which it operates, and considered the risk of acts by the company that were contrary to applicable laws and regulations, including fraud. We designed audit procedures to respond to the risk recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example forgery or intentional misrepresentations, or through collusion.

We focussed on laws and regulations which could give rise to material misstatement in the financial statements, including, but not limited to, the Companies Act 2006 and UK tax legislation. Our tests included agreeing the financial statement disclosures to underlying supporting documentation and enquiries with management. There are inherent limitations in the audit procedures described above, and the further removed the non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. We did not identify any key audit matters relating to irregularities, including fraud. As in all our audits, we also addressed the risk of management override of internal controls, including testing journals and evaluating

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

**Report of the Independent Auditors to the Members of
SFC Capital Partners Ltd**

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 a Report of the Auditors 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.

A handwritten signature in black ink, appearing to read 'Anstey Bond LLP', with a horizontal line drawn underneath it.

Colin Ellis FCCA CF (Senior Statutory Auditor)
for and on behalf of Anstey Bond LLP
Statutory Auditors &
Chartered Accountants
1-2 Charterhouse Mews
London
EC1M 6BB

16 December 2022

SFC Capital Partners Ltd (Registered number: 09226119)**Statement of Comprehensive
Income
for the year ended 31 August 2022**

	Notes	2022 £	2021 £
TURNOVER	3	1,555,399	1,466,038
Cost of sales		(1,104,712)	(964,059)
GROSS PROFIT		450,687	501,979
Administrative expenses		(172,093)	(174,757)
OPERATING PROFIT		278,594	327,222
Profit/loss on sale of invest	6	(1)	-
		278,593	327,222
Interest receivable and similar income	7	108	57
PROFIT BEFORE TAXATION		278,701	327,279
Tax on profit	8	(52,953)	(62,183)
PROFIT FOR THE FINANCIAL YEAR		225,748	265,096
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		225,748	265,096

The notes form part of these financial statements

SFC Capital Partners Ltd (Registered number: 09226119)**Balance Sheet
31 August 2022**

	Notes	2022 £	2021 £
FIXED ASSETS			
Investments	9	100,029	12
CURRENT ASSETS			
Debtors	10	28,304	33,250
Cash at bank		760,221	621,625
		<u>788,525</u>	<u>654,875</u>
CREDITORS			
Amounts falling due within one year	11	(211,624)	(203,705)
NET CURRENT ASSETS		<u>576,901</u>	<u>451,170</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>676,930</u>	<u>451,182</u>
CAPITAL AND RESERVES			
Called up share capital	12	115,000	115,000
Retained earnings	13	561,930	336,182
SHAREHOLDERS' FUNDS		<u>676,930</u>	<u>451,182</u>

The financial statements were approved by the Board of Directors and authorised for issue on 16 December 2022 and were signed on its behalf by:



S R Page - Director

The notes form part of these financial statements

SFC Capital Partners Ltd (Registered number: 09226119)

**Statement of Changes in Equity
for the year ended 31 August 2022**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 September 2020	115,000	71,086	186,086
Changes in equity			
Total comprehensive income	-	265,096	265,096
Balance at 31 August 2021	<u>115,000</u>	<u>336,182</u>	<u>451,182</u>
Changes in equity			
Total comprehensive income	-	225,748	225,748
Balance at 31 August 2022	<u><u>115,000</u></u>	<u><u>561,930</u></u>	<u><u>676,930</u></u>

The notes form part of these financial statements

SFC Capital Partners Ltd (Registered number: 09226119)**Cash Flow Statement
for the year ended 31 August 2022**

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	300,709	383,380
Tax paid		(62,203)	(10,886)
Net cash from operating activities		<u>238,506</u>	<u>372,494</u>
Cash flows from investing activities			
Purchase of fixed asset investments		(100,018)	(12)
Interest received		108	57
Net cash from investing activities		<u>(99,910)</u>	<u>45</u>
Increase in cash and cash equivalents		<u>138,596</u>	<u>372,539</u>
Cash and cash equivalents at beginning of year	2	621,625	249,086
Cash and cash equivalents at end of year	2	<u><u>760,221</u></u>	<u><u>621,625</u></u>

The notes form part of these financial statements

SFC Capital Partners Ltd (Registered number: 09226119)

Notes to the Cash Flow Statement
for the year ended 31 August 2022

1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2022	2021
	£	£
Profit before taxation	278,701	327,279
Loss on disposal of fixed assets	1	-
Finance income	(108)	(57)
	<u>278,594</u>	<u>327,222</u>
Decrease/(increase) in trade and other debtors	4,946	(3,569)
Increase in trade and other creditors	17,169	59,727
	<u>300,709</u>	<u>383,380</u>
Cash generated from operations	<u>300,709</u>	<u>383,380</u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 August 2022

	31.8.22	1.9.21
	£	£
Cash and cash equivalents	<u>760,221</u>	<u>621,625</u>

Year ended 31 August 2021

	31.8.21	1.9.20
	£	£
Cash and cash equivalents	<u>621,625</u>	<u>249,086</u>

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.9.21	Cash flow	At 31.8.22
	£	£	£
Net cash			
Cash at bank	<u>621,625</u>	<u>138,596</u>	<u>760,221</u>
	<u>621,625</u>	<u>138,596</u>	<u>760,221</u>
Total	<u>621,625</u>	<u>138,596</u>	<u>760,221</u>

The notes form part of these financial statements

SFC Capital Partners Ltd (Registered number: 09226119)

**Notes to the Financial Statements
for the year ended 31 August 2022**

1. STATUTORY INFORMATION

SFC Capital Partners Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The preparation of financial statements in conformity with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies.

The financial statements have been presented in pounds sterling, and have been prepared to the nearest £.

Turnover

Turnover is measured at the fair value of the consideration received or receivable and represents the amount receivable for services rendered, net of returns, discounts and rebates allowed by the company and value added taxes.

Revenue recognition

Revenue is recognised on completion of an investment or supply of services measured at fair value.

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

SFC Capital Partners Ltd (Registered number: 09226119)

**Notes to the Financial Statements - continued
for the year ended 31 August 2022**

2. ACCOUNTING POLICIES - continued

Trade and other debtors

Trade and other debtors that are receivable within one year and do not constitute a financing transaction are recorded at the undiscounted amount expected to be received, net of impairment.

Trade and other creditors

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method unless the effect of discounting would be immaterial, in which case they are stated at cost.

Share capital

Ordinary and Ordinary B shares are classified as equity.

Cash and cash equivalents

Cash and cash equivalents includes cash in hand, cash held with banks and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

3. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

An analysis of turnover by class of business is given below:

	2022	2021
	£	£
Fund revenues	999,857	1,058,589
Management fees	299,714	149,634
Monitoring fees	99,563	231,565
Performance fees	140,365	-
Other	15,900	26,250
	<u>1,555,399</u>	<u>1,466,038</u>

4. EMPLOYEES AND DIRECTORS

	2022	2021
	£	£
Wages and salaries	536	2,516
Other pension costs	275	550
	<u>811</u>	<u>3,066</u>

The average number of employees during the year was as follows:

	2022	2021
Employees	<u>1</u>	<u>1</u>

Salary costs are recharged to SFC Capital Limited, a related party.

	2022	2021
	£	£
Directors' remuneration	<u>-</u>	<u>-</u>

SFC Capital Partners Ltd (Registered number: 09226119)

Notes to the Financial Statements - continued
for the year ended 31 August 2022

5. AUDITORS' REMUNERATION		2022	2021
		£	£
Fees payable to the company's auditors for the audit of the company's financial statements		<u>7,000</u>	<u>7,000</u>
6. EXCEPTIONAL ITEMS		2022	2021
		£	£
Profit/loss on sale of invest		<u>(1)</u>	<u>-</u>
7. INTEREST RECEIVABLE AND SIMILAR INCOME		2022	2021
		£	£
Deposit account interest		<u>108</u>	<u>57</u>
8. TAXATION			
Analysis of the tax charge			
The tax charge on the profit for the year was as follows:		2022	2021
		£	£
Current tax:			
UK corporation tax		<u>52,953</u>	<u>62,183</u>
Tax on profit		<u>52,953</u>	<u>62,183</u>
9. FIXED ASSET INVESTMENTS			
			Unlisted investments
			£
COST			
At 1 September 2021			12
Additions			100,018
Disposals			<u>(1)</u>
At 31 August 2022			<u>100,029</u>
NET BOOK VALUE			
At 31 August 2022			<u>100,029</u>
At 31 August 2021			<u>12</u>

SFC Capital Partners Ltd (Registered number: 09226119)

Notes to the Financial Statements - continued
for the year ended 31 August 2022

9. FIXED ASSET INVESTMENTS - continued

The company's investments at the Balance Sheet date in the share capital of companies include the following:

Earthworm Capital Partners Limited

Registered office: Suite 345, 50 Eastcastle Street, London, W1W 8EA

Nature of business: Dormant

	%		
Class of shares:	holding		
Ordinary	100.00	26.7.22	30.11.21
		£	£
Aggregate capital and reserves		-	1

Earthworm Capital Nominees Limited

Registered office: Suite 345, 50 Eastcastle Street, London, W1W 8EA

Nature of business: Dormant

	%		
Class of shares:	holding		
Ordinary	100.00	30.9.22	30.9.21
		£	£
Aggregate capital and reserves		1	1

SFC Nominees Limited

Registered office: Suite 345, 50 Eastcastle Street, London, W1W 8EA

Nature of business: Dormant

	%		
Class of shares:	holding		
Ordinary	100.00	31.8.22	31.8.21
		£	£
Aggregate capital and reserves		10	10

Innvotec Limited

Registered office: 6-9 Snowill, London, EC1A 2AY

Nature of business: Financial intermediation

	%		
Class of shares:	holding		
A Ordinary	3.33	31.12.21	
		£	
Aggregate capital and reserves		296,998	

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	28,304	29,200
Prepayments	-	4,050
	28,304	33,250

SFC Capital Partners Ltd (Registered number: 09226119)

**Notes to the Financial Statements - continued
for the year ended 31 August 2022**

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	32,834	3,748
Tax	52,933	62,183
Social security and other taxes	-	588
VAT	8,653	24,679
Other creditors	24,507	171
Accruals and deferred income	92,697	112,336
	<u>211,624</u>	<u>203,705</u>

12. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2022	2021
Number:	Class:	Nominal value:	£	£
57,500	Ordinary	1	57,500	57,500
57,500	Ordinary B	1	57,500	57,500
			<u>115,000</u>	<u>115,000</u>

13. RESERVES

	Retained earnings £
At 1 September 2021	336,182
Profit for the year	<u>225,748</u>
At 31 August 2022	<u>561,930</u>

14. ULTIMATE CONTROLLING PARTY

The controlling party is S R Page.