

REGISTERED NUMBER: OC346322 (England and Wales)

**REPORT OF THE MEMBERS AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2018
FOR
AP GLOBAL CORPORATION LLP
(FORMERLY KNOWN AS ASTROPAY LLP)**

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2018**

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AP GLOBAL CORPORATION LLP
GENERAL INFORMATION
FOR THE YEAR ENDED 31ST DECEMBER 2018

DESIGNATED MEMBERS:	Tikrel Investment S.A. J J Correa Cubas
REGISTERED OFFICE:	4 King's Bench Walk Temple London EC4Y 7DL
REGISTERED NUMBER:	OC346322 (England and Wales)
AUDITORS:	Kirk Rice LLP Statutory Auditors The Courtyard High Street Ascot Berkshire SL5 7HP
SOLICITORS:	Preiskel & Co LLP 4 King's Bench Walk Temple London EC4Y 7DL

**REPORT OF THE MEMBERS
FOR THE YEAR ENDED 31ST DECEMBER 2018**

The members present their report with the financial statements of the LLP for the year ended 31st December 2018.

PRINCIPAL ACTIVITY

AP Global Corporation LLP (the "Company" or the "LLP") is a recognised cross-border payments processor, enabling international merchants access end users (customers) in Latin America and other high growth markets.

The Company focuses on providing alternative payment methods to end users who are typically unbanked or underbanked, and therefore do not have international credit / debit cards and find it difficult to purchase digital goods on international websites.

The Company has served more than 400 international merchants under two main segments:

Segment	Astropay.com	Dlocal.com
Focus	E-gaming merchants	E-commerce merchants and payment service providers

From 2019 onwards, the Company will serve merchants only under the Astropay.com segment.

The Company assists these merchants sell digital goods to and collect payments from end users located in high growth markets.

The Company offers several alternative payment methods, through collaboration and technical integration with regional financial institutions and acquiring banks: i) locally issued credit and debit cards; ii) online bank transfers from the end users' bank accounts; iii) invoices issued by the merchant, paid by the user in local regulated banks; and iv) closed loop pre-paid vouchers in the Astropay.com segment.

REVIEW OF BUSINESS

Financial Overview and Strategic Outlook

The Company has continued to grow organically in 2018.

During 2018, the Company has achieved Gross revenues from payment processing of \$59.7m (2017: \$44.3m), Net revenues from payment processing of \$52.8m (2017: \$33.9m), and EBITDA of \$44.9m (2017: \$23.8m).

The growth was achieved across the Company's two main segments Astropay.com and Dlocal.com.

USD	2018 \$m	2017 \$m	Annual growth %
Astropay.com			
Gross Revenues from payment processing	55.8	25.7	118%
Net Revenues from payment processing	50.7	21.5	136%
EBITDA	43.8	17.6	149%
Dlocal.com			
Gross Revenues from payment processing	3.9	18.6	(79)%
Net Revenues from payment processing	2.1	12.4	(83)%
EBITDA	1.1	6.2	(84)%
Total			
Gross Revenues from payment processing	59.7	44.3	35%
Net Revenues from payment processing	52.8	33.9	56%
EBITDA	44.9	23.8	88%

Leveraging its position as a recognised payments provider in Latin America, the Company's strategy is to continue its organic growth into other high growth markets.

Separation between Astropay.com and Dlocal.com

Since 2016, the Company has commenced the process of separating its two segments Astropay.com and Dlocal.com into separate and independent corporate and legal entities to focus on their respective focus areas.

**REPORT OF THE MEMBERS
FOR THE YEAR ENDED 31ST DECEMBER 2018**

During 2017, as reported previously, the Company made significant progress on this agenda through separation of the technology platform, appointing separate management teams and establishing separate corporate structures, and commencing the process of moving / novating the merchant agreements and related costs in relation to the Dlocal.com segment into a separate corporate structure, the financial results of which are not reported in these financial statements of the Company.

During 2018, the Company has continued the separation of all aspects between Astropay.com and Dlocal.com. This process was fully completed in September 2018. Therefore, whereas some limited results in relation to Dlocal.com were recognised in the Company's 2018 financial statements, given the full completion of the separation, it is expected that no further results in relation to Dlocal.com will be recognised in the financial statements of the Company for 2019.

DESIGNATED MEMBERS

The designated members during the year under review were:

S E Fogel Kaplan - resigned 11 May 2018

Tikrel Investment S.A.

J J Correa Cubas - appointed 11 May 2018

RESULTS FOR THE YEAR AND ALLOCATION TO MEMBERS

The profit for the year before members' remuneration and profit shares was \$44,151,806 (2017 - \$22,933,655 profit).

MEMBERS' INTERESTS

Members are permitted to make drawings in anticipation of profits which will be allocated to them. The amount of such drawings is agreed between the members at the beginning of the financial year, taking into account the anticipated cash needs of the LLP. Any variation will be agreed by the members.

Profits are allocated and divided between members after the finalisation of the financial statements. Prior to the allocation of profits and their division between members, drawings and on-account profit distributions are shown in debtors. Unallocated profits are shown in "Members' other interests".

New members are required to subscribe a minimum level of capital and in subsequent years members may be invited to subscribe for further capital depending on the needs of the business. Capital is repaid to members on retirement or on leaving the partnership. Capital is normally repaid within six months.

PRESENTATIONAL CURRENCY

The accounts are stated in US dollars as it is the Partners' opinion that this is the functional currency in which the LLP transacts. All other currencies are ultimately converted, consolidated and held in US dollars.

STATEMENT OF MEMBERS' RESPONSIBILITIES

The members are responsible for preparing the Report of the Members and the financial statements in accordance with applicable law and regulations.

Legislation applicable to limited liability partnerships requires the members to prepare financial statements for each financial year. Under that law the members have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under legislation applicable to limited liability partnerships the members must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the LLP and of the profit or loss of the LLP for that period. In preparing these financial statements, the members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the LLP will continue in business.

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

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the members are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the LLP's auditors are unaware, and each member has taken all the steps that he ought to have taken as a member in order to make himself aware of any relevant audit information and to establish that the LLP's auditors are aware of that information.

**REPORT OF THE MEMBERS
FOR THE YEAR ENDED 31ST DECEMBER 2018**

AUDITORS

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

ON BEHALF OF THE MEMBERS:

Tikrel Investment S.A. - Designated member

6th March 2019

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF AP GLOBAL CORPORATION LLP

Opinion

We have audited the financial statements of AP Global Corporation LLP (the 'LLP') for the year ended 31st December 2018 which comprise the Statement of Comprehensive Income, Balance Sheet, Reconciliation of Members' Interests, 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 LLP's affairs as at 31st December 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 as applied to LLPs by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under

those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the LLP in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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 members' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the members have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the LLP'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 members are responsible for the other information. The other information comprises the information in the Report of the Members, 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 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 as applied to LLPs requires us to report to you if, in our opinion:

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

Responsibilities of members

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

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

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF AP GLOBAL CORPORATION LLP

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.

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.

Use of our report

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

Timothy Neale (Senior Statutory Auditor)
for and on behalf of Kirk Rice LLP
Statutory Auditors
The Courtyard
High Street
Ascot
Berkshire
SL5 7HP

7th March 2019

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31ST DECEMBER 2018**

	Notes	31.12.18 Continuing \$	31.12.18 Discontinued \$	31.12.18 Total \$
GROSS REVENUES FROM PAYMENT PROCESSING	3	55,846,153	3,886,163	59,732,316
Cost of sales from payment processing		(5,149,796)	(1,813,962)	(6,963,758)
NET REVENUES FROM PAYMENT PROCESSING		50,696,357	2,072,201	52,768,558
Administrative expenses		(7,498,773)	(1,117,979)	(8,616,752)
OPERATING PROFIT	5	43,197,584	954,222	44,151,806
PROFIT FOR THE FINANCIAL YEAR BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES AVAILABLE FOR DISCRETIONARY DIVISION AMONG MEMBERS		43,197,584	954,222	44,151,806
PROFIT FOR THE FINANCIAL YEAR BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES				44,151,806
Members' remuneration charged as an expense	6			(44,151,806)
PROFIT FOR THE FINANCIAL YEAR AVAILABLE FOR DISCRETIONARY DIVISION AMONG MEMBERS				-
OTHER COMPREHENSIVE INCOME				-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR				-

The notes form part of these financial statements

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31ST DECEMBER 2018**

	Notes	31.12.17 Continuing \$	31.12.17 Discontinued \$	31.12.17 Total \$
GROSS REVENUES FROM PAYMENT PROCESSING	3	25,660,845	18,617,626	44,278,471
Cost of sales from payment processing		(4,177,367)	(6,244,656)	(10,422,023)
NET REVENUES FROM PAYMENT PROCESSING		21,483,478	12,372,970	33,856,448
Administrative expenses		(4,249,934)	(6,672,859)	(10,922,793)
OPERATING PROFIT	5	17,233,544	5,700,111	22,933,655
PROFIT FOR THE FINANCIAL YEAR BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES AVAILABLE FOR DISCRETIONARY DIVISION AMONG MEMBERS		17,233,544	5,700,111	22,933,655
PROFIT FOR THE FINANCIAL YEAR BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES				22,933,655
Members' remuneration charged as an expense	6			(22,933,655)
PROFIT FOR THE FINANCIAL YEAR AVAILABLE FOR DISCRETIONARY DIVISION AMONG MEMBERS				-
OTHER COMPREHENSIVE INCOME				-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR				-

The notes form part of these financial statements

BALANCE SHEET
31ST DECEMBER 2018

	Notes	31.12.18 \$	31.12.17 \$
FIXED ASSETS			
Intangible assets	7	467,769	672,258
CURRENT ASSETS			
Debtors	8	9,481,946	26,455,904
Cash at bank		<u>19,275,049</u>	<u>9,793,539</u>
		28,756,995	36,249,443
CREDITORS			
Amounts falling due within one year	9	<u>(23,216,583)</u>	<u>(32,051,732)</u>
NET CURRENT ASSETS		<u>5,540,412</u>	<u>4,197,711</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
and			
NET ASSETS ATTRIBUTABLE TO MEMBERS		<u>6,008,181</u>	<u>4,869,969</u>
LOANS AND OTHER DEBTS DUE TO MEMBERS	10	<u>6,008,181</u>	<u>4,869,969</u>
TOTAL MEMBERS' INTERESTS			
Loans and other debts due to members	10	<u>6,008,181</u>	<u>4,869,969</u>

The financial statements were approved by the members of the LLP on 6th March 2019 and were signed by:

Tikrel Investment S.A. - Designated member

**RECONCILIATION OF MEMBERS' INTERESTS
FOR THE YEAR ENDED 31ST DECEMBER 2018**

	EQUITY Members' other interests Other reserves \$	DEBT Loans and other debts due to members less any amounts due from members in debtors Other amounts \$	TOTAL MEMBERS' INTERESTS Total \$
Amount due to members		4,869,969	
Amount due from members		-	
Balance at 1st January 2018	-	4,869,969	4,869,969
Members' remuneration charged as an expense, including employment and retirement benefit costs	-	44,151,806	44,151,806
Profit for the financial year available for discretionary division among members	-	-	-
Members' interests after profit for the year	-	49,021,775	49,021,775
Drawings	-	(43,013,555)	(43,013,555)
Transfer capital	-	(39)	(39)
Amount due to members		6,008,181	
Amount due from members		-	
Balance at 31st December 2018	-	6,008,181	6,008,181

The notes form part of these financial statements

**RECONCILIATION OF MEMBERS' INTERESTS
FOR THE YEAR ENDED 31ST DECEMBER 2018**

	EQUITY Members' other interests Other reserves \$	DEBT Loans and other debts due to members less any amounts due from members in debtors Other amounts \$	TOTAL MEMBERS' INTERESTS Total \$
Amount due to members		3,710,248	
Amount due from members		-	
Balance at 1st January 2017	-	3,710,248	3,710,248
Members' remuneration charged as an expense, including employment and retirement benefit costs	-	22,933,655	22,933,655
Profit for the financial year available for discretionary division among members	-	-	-
Members' interests after profit for the year	-	26,643,903	26,643,903
Drawings	-	(21,773,934)	(21,773,934)
Amount due to members		4,869,969	
Amount due from members		-	
Balance at 31st December 2017	-	4,869,969	4,869,969

The notes form part of these financial statements

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018

	Notes	31.12.18 \$	31.12.17 \$
Cash flows from operating activities			
Cash generated from operations	1	52,867,617	16,840,072
Net cash from operating activities		<u>52,867,617</u>	<u>16,840,072</u>
Cash flows from investing activities			
Development of intangible fixed assets		<u>(372,513)</u>	<u>(548,391)</u>
Net cash from investing activities		<u>(372,513)</u>	<u>(548,391)</u>
Cash flows from financing activities			
Transactions with members and former members			
Payments to members		(43,013,555)	(21,773,934)
Transfer of contribution		<u>(39)</u>	<u>-</u>
Net cash from financing activities		<u>(43,013,594)</u>	<u>(21,773,934)</u>
Increase/(decrease) in cash and cash equivalents		<u>9,481,510</u>	<u>(5,482,253)</u>
Cash and cash equivalents at beginning of year	2	9,793,539	15,275,792
Cash and cash equivalents at end of year	2	<u>19,275,049</u>	<u>9,793,539</u>

The notes form part of these financial statements

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018**

1. **RECONCILIATION OF PROFIT FOR THE FINANCIAL YEAR AVAILABLE FOR DISCRETIONARY DIVISION
AMONG
MEMBERS TO CASH GENERATED FROM OPERATIONS**

	31.12.18	31.12.17
	\$	\$
Profit for the financial year available for discretionary division among members	-	-
Members' remuneration charged as an expense	44,151,806	22,933,655
Amortisation charges	577,002	300,481
	<u>44,728,808</u>	<u>23,234,136</u>
Decrease/(increase) in trade and other debtors	16,973,958	(17,583,976)
(Decrease)/increase in trade and other creditors	(8,835,149)	11,189,912
Cash generated from operations	<u><u>52,867,617</u></u>	<u><u>16,840,072</u></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 31st December 2018

	31.12.18	1.1.18
	\$	\$
Cash and cash equivalents	<u>19,275,049</u>	<u>9,793,539</u>

Year ended 31st December 2017

	31.12.17	1.1.17
	\$	\$
Cash and cash equivalents	<u>9,793,539</u>	<u>15,275,792</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2018

1. **STATUTORY INFORMATION**

AP Global Corporation LLP is registered in England and Wales. The LLP's registered number and registered office address can be found on the General Information page.

The presentation currency of the financial statements is the US Dollar (\$).

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

The annual report and financial statements have been prepared in accordance with applicable United Kingdom accounting standards including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Statement of Recommended Practice 'Accounting by Limited Liability Partnerships' issued in January 2017 (SORP) and the Companies Act 2006 (as applied to LLPs). The financial statements have been prepared on a going concern basis under the historical cost convention.

Gross revenues from payment processing

Gross revenue is earned from two different streams:

Transaction fees - charged to the merchants for the provision of the payment services, recognised when a transaction is entered into by the customer with the merchant; and

Foreign exchange conversion fees - represent the charges on converting the transaction payments from local to international currency, which are recognised at the time of the transaction.

Net Revenues from payment processing

Net revenues represent the Gross revenues less the Cost of Sales payable by the Company to process the transactions.

Intangible assets

Development costs are capitalised where there is expected to be a benefit to future periods and the following conditions are met:

- (i) It is technically feasible to complete the research or development so that the product will be available for use or sale; and
- (ii) It is intended to use or sell the product being developed; and
- (iii) The Company is able to use or sell the product; and
- (iv) It can be demonstrated that the product will generate probable future economic benefits; and
- (v) Adequate technical, financial and other resources exist so that product development can be completed and subsequently used or sold; and
- (vi) Expenditure attributable to the research and development work can be reliably measured.

Capitalised development expenditure is stated at cost less accumulated amortisation and impairment losses and amortised over its useful economic life. Assessments of useful economic life range from 3 to 5 years, and are assets are regularly reviewed for impairment. Amortisation is included in administrative expenses in the statement of comprehensive income.

All other research and development expenditure is recognised as an expense in the period in which it is incurred.

Foreign currencies

Assets and liabilities in foreign currencies are translated into US dollars at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into US dollars at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Taxation

Taxation on all the LLP's profits is solely the personal liability of individual members and is not dealt with in these financial statements.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2018

3. GROSS REVENUES FROM PAYMENT PROCESSING

Analysis of Revenues by Class of Business

Gross Revenues from payment processing

	2018	2017	YOY Growth
	\$	\$	
Dlocal (e-commerce merchants)	3,886,163	18,617,626	(79%)
Astropay (e-gaming merchants)	<u>55,846,153</u>	<u>25,660,845</u>	<u>118%</u>
Total	<u><u>59,732,316</u></u>	<u><u>44,278,471</u></u>	<u><u>35%</u></u>

Net Revenues from payment processing

	2018	2017	YOY Growth
	\$	\$	
Dlocal (e-commerce merchants)	2,072,201	12,372,970	(83%)
Astropay (e-gaming merchants)	<u>50,696,357</u>	<u>21,483,478</u>	<u>136%</u>
Total	<u><u>52,768,558</u></u>	<u><u>33,856,448</u></u>	<u><u>56%</u></u>

Given the separation between Astropay.com and Dlocal.com, the Company expects that this is the final year that the Company reports the results arising from Astropay.com activities and from Dlocal.com activities in the Notes to the Financial Statements to show the separate income streams arising from different segments of the business.

4. EMPLOYEE INFORMATION

There were no staff costs for the year ended 31st December 2018 nor for the year ended 31st December 2017.

5. OPERATING PROFIT

The operating profit is stated after charging:

	31.12.18	31.12.17
	\$	\$
Development costs amortisation	577,002	300,481
Auditors' remuneration	<u>25,507</u>	<u>28,332</u>

6. INFORMATION IN RELATION TO MEMBERS

	31.12.18	31.12.17
	\$	\$
Members' remuneration charged as an expense		
Automatic division of profit	<u>44,151,806</u>	<u>22,933,655</u>

	31.12.18	31.12.17
	\$	\$
The amount of profit attributable to the member with the largest entitlement was	<u>44,148,947</u>	<u>22,933,632</u>

	31.12.18	31.12.17
The average number of members during the year was	<u>2</u>	<u>2</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2018

7. INTANGIBLE FIXED ASSETS

	Development costs \$
COST	
At 1st January 2018	1,120,964
Additions	<u>372,513</u>
At 31st December 2018	<u>1,493,477</u>
AMORTISATION	
At 1st January 2018	448,706
Amortisation for year	<u>577,002</u>
At 31st December 2018	<u>1,025,708</u>
NET BOOK VALUE	
At 31st December 2018	<u>467,769</u>
At 31st December 2017	<u>672,258</u>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.18	31.12.17
	\$	\$
Trade debtors	8,773,751	25,669,895
Other debtors	604,049	318,749
Prepayments and accrued income	<u>104,146</u>	<u>467,260</u>
	<u>9,481,946</u>	<u>26,455,904</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.18	31.12.17
	\$	\$
Trade creditors	20,313,009	27,473,778
Other creditors	2,047,722	4,350,315
Accrued expenses	<u>855,852</u>	<u>227,639</u>
	<u>23,216,583</u>	<u>32,051,732</u>

10. LOANS AND OTHER DEBTS DUE TO MEMBERS

	31.12.18	31.12.17
	\$	\$
Amounts owed to members in respect of profits	<u>6,008,181</u>	<u>4,869,969</u>
Falling due within one year	<u>6,008,181</u>	<u>4,869,969</u>

Members' capital ranks after other creditors on a winding up.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2018**

11. RELATED PARTY DISCLOSURES

During the year, AP Global Corporation LLP was provided with technology and support services by one of its members, Tikrel Investments SA, at the cost of \$2,694,545 (2017: \$3,800,964). At the year end, an amount of \$864,720 (2017: \$628,674) was outstanding.

During the year, certain corporate entities under common control acted as collection agent for revenues to the Company, for which they received fee payments totalling \$4,854,451 (2017: \$7,831,316). At the year end, an amount of \$3,760,973 (2017: \$18,094,686) was owed by the corporate entities to AP Global Corporation LLP and recognised within the Debtor's balance of LLP's balance sheet. The following corporate entities provided such services to the LLP: AP Brasil Consultoria Empresarial Ltd, AP Peru, AP Argentina, Colonia Campesina SA, Webpay SRL, Tikrel Colombia SAS, Dlocal Pte, El Agora SA, Pagos y Servicios Astropay Ltda, Astro Pay Panama S.A, Tikrel Mexico SRL de CV, Galactic Mark Limited (HK), Soluciones Digitales y Financieras and Payment HUB.

12. ULTIMATE CONTROLLING PARTY

The controlling party is Tikrel Investment S.A. .

There is no ultimate controlling party.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.