

MAKO GLOBAL INVESTORS LLP

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017**



Partnership Registration No:
OC361320

MAKO GLOBAL INVESTORS LLP

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

Partnership registration number: OC361320

Registered office: 1 Snowden Street
London
EC2A 2DQ

Designated members: Mako Europe Ltd
Mako Cayman Holding Limited

Bankers: HSBC
8 Canada Square
London
E14 5HQ

Auditors: Grant Thornton UK LLP
30 Finsbury Square
London
EC2A 1AG

MAKO GLOBAL INVESTORS LLP

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

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MAKO GLOBAL INVESTORS LLP

MEMBERS' REPORT AND MEMBERS' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2017

The members present their report together with the audited financial statements for the year ended 31 December 2017.

Principal activities and review of the business

The principal activity of Mako Global Investors LLP ('the partnership') is that of an investment manager. The Financial Conduct Authority regulates the Partnership as an alternative investment fund manager ('AIFM'). The partnership is currently dormant.

The partnership's key financial and other performance indicators for the year are as follows:

	2017	2016
	\$000s	\$000s
Management and performance fees	-	247
Loss for the financial year available for discretionary division among members	(6)	(77)

During the prior year the partnership managed CT Invest ("the fund"), a Cayman based fund. Due to significant redemptions and negative performance, the partnership liquidated the fund. The liquidation was completed in February 2017.

Future developments

The partnership continues to look for new opportunities.

Result for the year

The loss for the year amounted to \$(6,000) (2016 loss: \$(77,000)).

Designated Members

The designated members during year were as follows:

Mako Europe Ltd
Mako Cayman Holding Limited

Members' drawings and the subscription and repayment of members' capital

During the year members received no monthly drawings. The level and timing of profit distributions is decided by the designated members after taking into account contributions to the partnership and the partnership's cash requirements for operating and investment activities. All profits are fully allocated.

The capital requirements of the partnership are determined by the designated members and are reviewed regularly. Each member is required to subscribe to a proportion of this capital. On leaving the partnership, the member's capital is repaid on the authorisation of the other members.

MAKO GLOBAL INVESTORS LLP

MEMBERS' REPORT AND MEMBERS' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2017

Going concern

The designated members have completed a formal assessment of the partnership's capital adequacy, liquidity, credit and business risk, including drawing up budgets for the next year. Based on this review the designated members believe that the partnership is well placed to manage its business risks successfully despite the current uncertain economic outlook. After making enquiries, the designated members have a reasonable expectation that the partnership has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Members' responsibilities statement

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

The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 (the 2008 regulations) require the members to prepare financial statements for each financial year. Under the law the members have elected to prepare financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. The financial statements are required by law to 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:

- 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 partnership will continue in business.

The members are responsible for keeping adequate accounting records that 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 2008 Regulations. 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 of disclosure to the auditor

The members confirm that:

- so far as each member is aware, there is no relevant audit information of which the LLP's auditor is unaware; and
- the members have taken all the steps that they ought to have taken as members in order to make themselves aware of any relevant audit information and to establish that the LLP's auditor is aware of that information.

MAKO GLOBAL INVESTORS LLP

MEMBERS' REPORT AND MEMBERS' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2017

Charitable and political contributions

There were no charitable donations nor any contributions for political purposes made by the company during the year.

Re-appointment of auditors

In accordance with Section 485 of the Companies Act 2006, a resolution is to be proposed at the Annual General Meeting for reappointment of Grant Thornton UK LLP as auditor of the company.

BY ORDER OF THE MEMBERS



B Flowers
Director of Mako Europe Ltd

24 April 2018

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF

MAKO GLOBAL INVESTORS LLP

Opinion

We have audited the financial statements of Mako Global Investors LLP (the 'limited liability partnership') for the year ended 31 December 2017 which comprise the statement of financial position, statement of comprehensive income, the statement of changes in members' 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 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 limited liability partnership's affairs as at 31 December 2017 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 as applied to limited liability partnerships.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the limited liability partnership 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.

Who we are reporting to

This report is made solely to the limited liability partnership's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, as applied to limited liability partnerships. Our audit work has been undertaken so that we might state to the limited liability partnership's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the limited liability partnership and the limited liability partnership's members as a body, for our audit work, for this report, or for the opinions we have formed.

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 limited liability partnership'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

MAKO GLOBAL INVESTORS LLP

Other information

The members are responsible for the other information. The other information comprises the information included in the annual report set out on pages 1 to 3, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and 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 in relation to which the Companies Act 2006 as applied to limited liability partnerships requires us to report to you if, in our opinion:

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

Responsibilities of members for the financial statements

As explained more fully in the members' responsibilities statement set out on page 2, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the members are responsible for assessing the limited liability partnership'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 limited liability partnership or to cease operations, or have no realistic alternative but to do so.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
MAKO GLOBAL INVESTORS LLP**

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: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

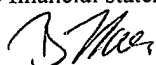
Grant Thornton UK LLP

William Pointon
Senior Statutory Auditor
for and on behalf of Grant Thornton UK LLP
Statutory Auditor, Chartered Accountants
London
24 April 2018

MAKO GLOBAL INVESTORS LLP**STATEMENT OF FINANCIAL POSITION****AS AT 31 DECEMBER 2017**

	Note	2017 \$'000s	2016 \$'000s
Current assets			
Debtors	5	-	194
Cash and cash equivalents		498	699
		<u>498</u>	<u>893</u>
Current Liabilities			
Creditors	6	-	(247)
		<u>498</u>	<u>646</u>
Net current assets		<u>498</u>	<u>646</u>
Total assets less current liabilities		<u>498</u>	<u>646</u>
Assets attributable to members		<u>498</u>	<u>646</u>
Represented by:			
Loans and other debts due to members within on year		-	124
Equity			
Members' capital		10,499	10,523
Other reserves		(10,001)	(10,001)
		<u>498</u>	<u>522</u>
Members' other interests		<u>498</u>	<u>646</u>
Memorandum Item:			
Total members' interests			
Loans due to members		-	124
Members' other interests		498	522
		<u>498</u>	<u>646</u>

The financial statements were approved by the members on 24 April 2018 and signed on their behalf by:



B Flowers
Director of Mako Europe Ltd

The accompanying accounting policies and notes form an integral part of these financial statements.

MAKO GLOBAL INVESTORS LLP**STATEMENT OF COMPREHENSIVE INCOME****AS AT 31 DECEMBER 2017**

	Note	2017 \$'000s	2016 \$'000s
Turnover	2	-	247
Cost of Sales		-	(324)
		<hr/>	<hr/>
Gross loss		-	(77)
Administrative expenses		(6)	-
		<hr/>	<hr/>
Operating loss		(6)	(77)
		<hr/>	<hr/>
Loss for the financial year available for discretionary division among members		(6)	(77)
		<hr/>	<hr/>
Total comprehensive income for the financial year available for discretionary division among members		(6)	(77)
		<hr/>	<hr/>

The accompanying accounting policies and notes form an integral part of these financial statements.

MAKO GLOBAL INVESTORS LLP
STATEMENTS OF CHANGES IN MEMBERS' EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2017
2017

	Equity Members' other interests			Loans and other debts due to members less any amounts due from members in debtors \$'000s	Total
	Members' capital	Other reserves	Total		
	\$'000s	\$'000s	\$'000s		\$'000s
Amounts due to members				124	
Amounts due from members				-	
At 1 January 2017	10,523	(10,001)	522	124	646
Loss for the financial year available for discretionary division among members	-	(6)	(6)	-	(6)
Members interests after loss for the year	10,523	(10,007)	516	124	640
Allocated loss	-	6	6	-	6
Net repayment	(24)	-	(24)	-	(24)
Net decrease in debt	-	-	-	(124)	(124)
At 31 December 2017	10,499	(10,001)	498	-	498
Amounts due to members				-	
Amounts due from members				-	
				-	

MAKO GLOBAL INVESTORS LLP

STATEMENTS OF CHANGES IN MEMBERS' EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2017

2016	Equity Members' other interests			Loans and other debts due to members less any amounts due from members in debtors \$'000s	Total
	Members' capital	Other reserves	Total		
	\$'000s	\$'000s	\$'000s		\$'000s
Amounts due to members				-	
Amounts due from members				-	
At 1 January 2016	10,985	(10,001)	984	-	984
Loss for the financial year available for discretionary division among members	-	(77)	(77)	-	(77)
Members interests after loss for the year	10,985	(10,078)	907	-	907
Allocated loss	-	77	77	-	77
Capital introduced by members	1,468	-	1,468	-	1,468
Net repayment of intercompany loan	(1,930)	-	(1,930)	-	(1,930)
Net increase in debt	-	-	-	124	124
At 31 December 2016	10,523	(10,001)	522	124	646
Amounts due to members				124	
Amounts due from members				-	
				124	

MAKO GLOBAL INVESTORS LLP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

1 ACCOUNTING POLICIES

STATEMENT OF COMPLIANCE

Mako Global Investors LLP is a Limited Liability Partnership incorporated in England. The registered office is 1 Snowden Street, London, EC2A 2DQ.

The partnership's financial statements have been prepared in compliance with Financial Reporting Standard 102 ('FRS 102').

BASIS OF PREPARATION

These financial statements have been approved for issue by the members on 24 April 2018.

All figures included in these financial statements are stated in US Dollars, the functional currency of the partnership. The Sterling to Dollar and Euro to Dollar exchange rates used at the year end were:

Currency	2017	2016
Sterling	1.352	1.234
Euro	1.202	1.055

The financial statements have been prepared in accordance with applicable accounting standards and the revised Statement of Recommended Practice ('SORP') 'Accounting by Limited Liability Partnerships' (effective January 2015) and under the historical cost convention except for financial assets and liabilities held at fair value through the profit and loss, that have been measured at fair value.

The partnership has adopted the disclosure exemptions available within FRS 102. The partnership's ultimate parent company, Mako Europe Ltd, has adopted the full disclosure requirements of FRS 102 in respect of these exemptions in the full consolidated financial statements for the UK group. The exemptions taken are:

- the requirement to present a statement of cash flows and related notes;
- financial instrument disclosures, including, categories of financial instruments; items of income, expenses, gains or losses relating to financial instruments, and exposure to and management of financial risks.

Going concern

After reviewing the partnership's forecasts and projections, the directors have a reasonable expectation that the group has adequate resources to continue in operational existence for the foreseeable future. The partnership therefore continues to adopt the going concern basis in preparing its financial statements.

The principal accounting policies of the partnership are set out below.

FINANCIAL INSTRUMENTS

FRS 102 section 11 and 12 have been adopted with regards to the company's financial instruments.

Date of recognition

Financial assets and liabilities are recognised on the trade date, i.e. the date that the partnership commits to purchase or sell the asset or liability.

Initial Recognition of financial instruments and measurement

The classification of financial instruments at initial recognition depends on the purpose for which the financial instruments were acquired and their characteristics. All financial instruments are measured initially at their fair value plus, in the case of financial assets and financial liabilities not at fair value through the profit and loss, any directly attributable incremental costs of acquisition or issue.

MAKO GLOBAL INVESTORS LLP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

CASH AND CASH EQUIVALENTS

Cash and cash equivalents in the statement of financial position comprise cash at banks and in hand with an original maturity date of three months or less.

DEBTORS

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

CREDITORS

Short term trade creditors are measured at the transaction price. Other financial liabilities are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

MEMBER'S CAPITAL

Members' capital represents capital subscribed by the members of the group. No interest is paid on capital. Members' capital is considered to be equity as no member has the right to directly or indirectly to withdraw or receive back any part of the amount standing to the capital account balance except on leaving the partnership on the authorisation of the other members.

MEMBER'S REMUNERATION

Members' remuneration is treated as an allocation of profits and is payable to a member only once a discretionary division of profits has taken place. Amounts due to members following a discretionary division of profits are debited directly to other reserves in the year in which the division occurs.

Members remuneration in the statement of comprehensive income is determined by the nature of the remuneration. Fixed predetermined amounts paid to members are charged to the statement of comprehensive income as an expense.

INCOME

Income arises from investment management services provided during the year. Income comprises management fees based on assets managed and performance fees based on investment performance. Income is recognised as fees are earned, which occurs across the year on an accruals basis.

COST OF SALES

Prior year cost of sales comprises portfolio manager salary costs which vary in line with performance and management fee income.

ADMINISTRATIVE EXPENSES

Administrative expenses include expenses directly incurred by the partnership that were incurred on its behalf and recharged by the partnerships UK parent, Mako Europe Ltd under the operation of an intercompany expense sharing agreement.

FOREIGN CURRENCY

Transactions in foreign currencies are translated at the exchange rate ruling at the month end date when the transaction was undertaken. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. All exchange differences are dealt with through the profit and loss account. Foreign exchange exposures for the group are hedged centrally by Mako Europe Ltd and foreign exchange gains and losses are recognised in the entity.

MAKO GLOBAL INVESTORS LLP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

TAXATION

Amounts relating to taxation on the partnership profits are the personal or corporate liability of the members during the year and any disclosure in these financial statements is for information purposes only.

2 INCOME

Income represents fee income recognised over the period the service is provided arising wholly in the United Kingdom from the management of funds outside the Mako Group.

3 AUDITOR'S REMUNERATION

The fees paid to the partnership's auditors for the year comprised of statutory audit fees £7,500 (2016: £13,500) and other assurance fees £2,500 (2016: £2,500). Auditor's remuneration was borne by Mako Europe Limited, the partnership's ultimate UK controlling party, and is therefore disclosed in Mako Europe Ltd's financial statements. There were no non-audit services provided to the partnership by its auditors.

4 MEMBERS AND STAFF

Staff costs of the partnership are borne by Mako Europe Ltd, the ultimate UK controlling party, and recharged through an expense sharing agreement.

The average number of members of the partnership during the year was nil (2016: three).

The distribution allocated during the year to the member with the largest entitlement was \$nil (2016: \$nil).

5 DEBTORS

	2017 \$'000s	2016 \$'000
Amounts due from group undertakings	-	194
	-	194

6 CREDITORS

	2017 \$'000s	2016 \$'000
Trade creditors	-	222
Accruals and deferred income	-	25
	-	247

Creditors are afforded no protection in the event of winding up unless they are secured creditors.

MAKO GLOBAL INVESTORS LLP
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

7 CAPITAL COMMITMENTS

The partnership had no capital commitments as at 31 December 2017 or 31 December 2016.

8 CONTINGENT LIABILITIES

The partnership had no contingent liabilities as at 31 December 2017 or 31 December 2016.

9 TRANSACTIONS WITH RELATED PARTIES

During the year Mako Global Investors LLP and related parties settled expenses on behalf of each other, costs recharged to Mako Europe Ltd by the partnership during the year were \$23,909 (2016: Mako Europe Ltd \$155,454 and Mako Global Derivatives Limited \$155,454).

Mako Global Investors LLP allocated losses in 2017 to its related party Mako Europe Ltd totalling \$6,061 (2016: Mako Europe Ltd \$38,485 and Mako Global Derivatives Limited \$38,485).

10 IMMEDIATE AND ULTIMATE CONTROLLING PARTY

The partnership's designated members are Mako Europe Ltd and Mako Cayman Holding Limited, companies incorporated in England and Wales and Cayman Islands respectively.

The controlling party of the smallest group in which the results of the partnership are consolidated is Mako Europe Ltd, copies of whose accounts are publicly available.

In the members' opinion, the partnership's ultimate controlling party and the largest group in which the partnership is consolidated is Mako Global Derivatives Executives, LLP, a partnership incorporated in the USA. Mako Global Derivatives Executives, LLP is ultimately controlled by joint beneficiaries David Segel and Christina Segel.