

Columbia Lake Partners Manager LLP

Annual Financial Statements

For the year ended 31 December 2016

Registered No: OC391429

Registered in England



Columbia Lake Partners Manager LLP

Annual financial statements for the year ended 31 December 2016

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Members

Craig W. Netterfield
Columbia Lake Partners Growth Lending (Holdings Sub) Ltd

Registered office

13 Third Cross Road, Twickenham, TW2 5DY, United Kingdom

Registered number

OC391429

Columbia Lake Partners Manager LLP

Statement of members' responsibilities

Members' responsibilities

The members are responsible for preparing the members' report and the financial statements in accordance with applicable law and regulation.

The Limited Liability Partnerships (*Accounts and Audit*) (*Application of the Companies Act 2006*) *Regulations 2008* require the members to prepare financial statements for each financial year. Under these regulations the members have elected to prepare the Limited Liability Partnership financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under these regulations 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 group and Limited Liability Partnership and of the profit or loss of the group 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Limited Liability Partnership will continue in business.

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

Columbia Lake Partners Manager LLP

Independent auditor's report

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF COLUMBIA LAKE PARTNERS MANAGER LLP

We have audited the financial statements of Columbia Lake Partners Manager LLP for the year ended 31 December 2016 which comprise the primary statements such as the profit and loss account, the balance sheet, the cash flow statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the limited liability partnership's members, as a body, in accordance with the Limited Liability Partnerships (Accounts and Audit) (Application of the Companies Act 2006) Regulations 2008. 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 partnership and the partnership's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of members and auditors

As explained more fully in the statement of members' responsibilities, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's (FRC's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the FRC's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the limited liability partnership's affairs as at 31/12/2016 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 limited liability partnerships by the Limited Liability Partnerships Regulations 2008.

Other Matter

The corresponding figures for the year ended 31 December 2015 are unaudited.

Columbia Lake Partners Manager LLP

Independent auditor's report (continued)

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 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;
- we have not received all the information and explanations we require for our audit

BDO LLP

Leigh Treacy (Senior Statutory Auditor)
For and on behalf of BDO LLP, statutory auditor
London

Date 29 SEPTEMBER 2017.

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

Columbia Lake Partners Manager LLP

Income statement For the year ended 31 December 2016

Registered number: OC391429		Audited 2016 £	Unaudited 2015 £
	Note		
Turnover	4	997,138	773,112
Staff charges	6	(420,516)	(309,526)
Other operating expenses		(365,714)	(248,828)
Depreciation		(3,655)	(1,993)
Operating profit	5	<u>207,253</u>	<u>212,765</u>
Profit for the financial year before members' remuneration and profit shares		<u>207,253</u>	<u>212,765</u>
Members' remuneration charged as an expense	10	(207,253)	(212,765)
Profit/(loss) for the financial year available for discretionary division among members		<u>-</u>	<u>-</u>
Total comprehensive income/(loss) for the financial year		<u>-</u>	<u>-</u>

The notes on pages 9 - 14 form part of these financial statements.

Columbia Lake Partners Manager LLP

Statement of financial position at 31 December 2016

Registered number: OC391429		Audited 2016 £	Unaudited 2015 £
	Note		
Fixed assets			
Tangible assets	7	<u>13,071</u>	<u>4,896</u>
Current assets			
Debtors	8	64,362	83,093
Cash at bank and in hand		<u>77,278</u>	<u>62,540</u>
		141,640	145,633
Creditors: amounts falling due within one year	9	<u>(103,308)</u>	<u>(150,428)</u>
Net current assets		38,332	(4,795)
Net assets attributable to members		<u>51,403</u>	<u>101</u>
Represented by:			
Loans and other debts due to members within one year			
Other amounts		903	-
Members' other interests			
Members' capital classified as equity	10	50,500	101
Total members' interests		<u>51,403</u>	<u>101</u>

The financial statements were approved and authorised for issue by the members of the Limited Liability Partnership on 29 September 2017

Signed on behalf of the Members


Craig Netterfield
Designated member

The notes on pages 9 - 14 form part of these financial statements.

Columbia Lake Partners Manager LLP

Statement of cash flows For the year ended 31 December 2016

Registered number: OC391429		Audited 2016 £	Unaudited 2015 £
	Note		
Cash flows from operating activities			
Profit/(loss) for the financial year available for discretionary division among members		-	-
Adjustments for:			
Members' remuneration charged as an expense	6	207,253	212,765
Depreciation of tangible assets	7	3,655	1,993
Decrease in debtors	8	12,280	25,458
Decrease in creditors	9	(47,120)	(37,647)
Net cash generated from operating activities before transactions with members		176,068	202,569
Members' remuneration paid	10	(199,899)	(218,750)
Net cash generated from operating activities		(23,831)	(16,181)
Cash Flows from investing activities			
Purchases of tangible assets	7	(11,830)	(2,890)
Net cash from investing activities		(11,830)	(2,890)
Cash flows from financing activities			
Capital introduced by members	10	50,399	-
Net cash from financing activities		50,399	-
Net increase/(decrease) in cash and cash equivalents		14,738	(19,071)
Cash and cash equivalents at the beginning of the year		62,540	81,611
Cash and cash equivalents at the end of the year		77,278	62,540

The notes on pages 9 - 14 form part of these financial statements.

Columbia Lake Partners Manager LLP

Statement of changes in equity For the year ended 31 December 2016

Registered number: OC391429

	Members' capital classified as equity £	Members' other interests £	Total £
At 1 January 2015	101	-	101
Profit for the financial year available for discretionary division among members	-	-	-
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	-	-
At 1 January 2016	101	-	101
Profit for the financial year available for discretionary division among members	-	903	903
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	903	903
Capital introduced	50,500	-	50,500
At 31 December 2016	50,500	903	51,403

The notes on pages 9 - 14 form part of these financial statements.

Columbia Lake Partners Manager LLP

Notes forming part of the financial statements for the year ended 31 December 2016

1 ENTITY INFORMATION

Columbia Lake Partners Manager, LLP is a Limited Liability Partnership registered in England and Wales. Registered number: OC391429. Registered office: 13 Third Cross Road, Twickenham, London, TW2 5DY. Principal place of business: Unit V404, Vox Studios, 1-45 Durham Street, London, SE11 5JH.

The Partnership's principal business activity is providing investment advice primarily, focused on growth lending opportunities, to growth lending funds.

2 BASIS OF PREPARATION

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

This is the first year in which the financial statements have been prepared under FRS102. There were no restatements required to comparative prior year amounts as a result of this transition.

The financial statements are presented in Sterling (£).

2.1 Going concern

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

3 PRINCIPAL ACCOUNTING POLICIES

3.1 Tangible assets

Tangible assets are measured at costs less accumulated depreciation and any accumulated impairment losses.

Depreciation is calculated to write down the cost less estimated residual value of all tangible fixed assets over their expected useful lives, using the straight line method. The rates applicable are:

- Computer and electronic equipment – 3 years
- Furniture and equipment – 5 years

3.2 Impairment of assets

At each reporting date fixed assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in the income statement.

If an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in the income statement.

Columbia Lake Partners Manager LLP

Notes forming part of the financial statements for the year ended 31 December 2016

3.3 Debtors

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

3.4 Creditors

Short term trade creditors are measured at the transaction price.

3.5 Leases

Rentals payable under operating leases are charged to profit or loss on a straight-line basis over the lease term, unless the rental payments are structured to increase in line with expected general inflation, in which case the group recognises annual rent expense equal to amounts owed to the lessor.

3.6 Members' drawings and the subscription of members' capital

In accordance with the LLP agreement, any profit is treated as allocated. Profits realised in the profit and loss account are treated as members' remuneration charged as an expense by reference to pre-determined profit sharing mechanisms.

Drawings are treated as payments on account of profit allocation and are only repayable to the LLP in so far as there are insufficient profits to allocate against such drawings. Any drawings in excess of total profits allocated would be included within 'amounts due from members' within debtors.

The capital requirements of the partnership are determined by the Management Committee and are reviewed regularly. Each member is required to subscribe a proportion of this capital. Unless otherwise determined by the Management Committee the capital subscribed by each member will be in proportion to the amount of outstanding capital contributed by each member as at the date of the relevant decision. No interest is paid on capital. On leaving the partnership, a member's capital is repaid within a timescale set by the Management Committee. For so long as the LLP is authorised and regulated by the Financial Conduct Authority ('FCA') members shall be allowed to withdraw capital to the extent that the remaining LLP capital balance after any capital is withdrawn remains in excess of the required regulatory capital balance.

3.7 Taxation

Tax to be paid on the profits arising in the LLP are a personal tax liability of the members of the LLP and therefore are not included as a tax charge or provisions within these financial statements.

3.8 Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the rendering of services.

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

3.9 Foreign currency translation

In preparing the financial statements transactions in currencies other than the functional currency of the LLP are recognised at the spot rate at the dates of the transactions, or at an average rate where this rate approximates the actual rate at the date of the transaction. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Exchange differences are recognised in profit or loss in the period in which they arise.

Columbia Lake Partners Manager LLP

Notes forming part of the financial statements
for the year ended 31 December 2016

4 TURNOVER

Turnover, analysed geographically between markets was as follows:

	2016 £	2015 £
Rest of the world	<u>997,138</u>	<u>773,112</u>

The turnover is a management fee earned in relation to the reimbursement of expenses.

5 OPERATING PROFIT

The operating profit is stated after:

	2016 £	2015 £
Fees payable to the LLP's auditor for the audit of the LLP's annual accounts	7,000	12,000
Other operating lease rentals	52,838	47,183
Foreign exchange gains	(1,641)	(5,658)

6 MEMBERS AND EMPLOYEES

Staff costs during the year were as follows:

	2016 £	2015 £
Wages and salaries	374,985	275,642
Social security costs	<u>45,531</u>	<u>33,884</u>
	<u>420,516</u>	<u>309,526</u>

The average number of employees of the LLP during the year was:

	2016	2015
Sales and marketing	4	2
Administrative	<u>1</u>	<u>1</u>
	<u>5</u>	<u>3</u>

Information in relation to members:

	2016	2015
The average number of members during the year was:		
Individual member	1	1
Corporate member	<u>1</u>	<u>1</u>
	<u>2</u>	<u>2</u>

Columbia Lake Partners Manager LLP

Notes forming part of the financial statements for the year ended 31 December 2016

	2016 £	2015 £
Paid under the terms of the LLP agreement	<u>200,000</u>	<u>218,750</u>
The amount of profit attributable to the member with the largest entitlement was	<u>200,000</u>	<u>218,750</u>
The average profit attributable to members was	<u>100,000</u>	<u>109,375</u>

7 TANGIBLE ASSETS

	Computer equipment	Furniture and equipment	Total
Cost			
Balance at 1 January 2016	7,399	-	7,399
Additions	1,042	10,788	11,830
Balance at 31 December 2016	<u>8,441</u>	<u>10,788</u>	<u>19,229</u>
Depreciation			
Balance at 1 January 2016	2,503	-	2,503
Provided in the year	2,756	899	3,655
Balance at 31 December 2016	<u>5,259</u>	<u>899</u>	<u>6,158</u>
Net book amount at 31 December 2016	<u>3,182</u>	<u>9,889</u>	<u>13,071</u>
Net book amount at 31 December 2015	<u>4,896</u>	<u>-</u>	<u>4,896</u>

8 DEBTORS

	2016 £	2015 £
Trade debtors	44,918	-
Prepayments and other accrued income	19,444	76,642
Amounts due from members	-	6,451
	<u>64,362</u>	<u>83,093</u>

9 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Trade creditors	11,481	21,786
Amounts owed to associated undertakings	37,252	65,935
Social security	47,252	34,707
Accruals	7,323	28,000
	<u>103,308</u>	<u>150,428</u>

Columbia Lake Partners Manager LLP

Notes forming part of the financial statements
for the year ended 31 December 2016

10 MEMBERS' INTERESTS

	Equity		Debt		
	Members' other interests		Loans and other debts due to members less and amounts due from members in debtors		
	Members' Capital (classified as equity)	Total	Other Amounts	Total	Total members' interests
Amounts due to members	-	-	-	-	-
Amounts due from members	-	-	(466)	466	466
Balance at 1 January 2015	101	101	(466)	(466)	(365)
Members' remuneration charged as an expense	-	-	212,765	212,765	212,765
Drawings	-	-	(218,750)	(218,750)	(218,750)
Balance at 31 December 2015	101	101	(6,451)	(6,451)	(6,350)
Members' remuneration charged as an expense	-	-	207,253	207,253	207,253
Drawings	-	-	(199,899)	(199,899)	(199,899)
Introduced by members	50,399	50,399	-	-	50,399
Balance at 31 December 2016	50,500	50,500	903	903	51,403
Amounts due to members			903	903	
Amounts due (from) members			-	-	
			903	903	

11 COMMITMENTS UNDER OPERATING LEASES

The group had minimum lease payments under non-cancellable operating leases as set out below:

	2016 £	2015 £
Not later than 1 year	<u>12,900</u>	<u>-</u>

12 RELATED PARTIES

Transactions with group companies

During the year the Company entered into the following transactions with fellow group companies:

	2016 £	2015 £
Management fees earned:	<u>997,138</u>	<u>773,112</u>
Amounts owed to related parties	<u>37,252</u>	<u>65,935</u>
Amounts owed by related parties	<u>44,918</u>	<u>4,279</u>

Management fees were paid by Columbia Lake Partners Manager Growth Lending I, L.P. Amounts owed to the partnership are owed by Columbia Lake Partners Manager Growth Lending I, L.P (£44,918). Amounts owed by the partnership are owed to Columbia Lake Partners Growth Lending (Holdings), LLC. (£37,252). These are fellow group entities.

Columbia Lake Partners Manager LLP

**Notes forming part of the financial statements
for the year ended 31 December 2016**

13 EVENTS AFTER THE REPORTING DATE

There are no subsequent events since 31 December 2016.