

**Company Registration No. 01988106**

**ARTEMIS FUND MANAGERS LIMITED**

**Report and Financial Statements**

**Year ended 31 December 2020**

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**ARTEMIS FUND MANAGERS LIMITED**  
**REPORT AND FINANCIAL STATEMENTS 2020**

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# **ARTEMIS FUND MANAGERS LIMITED**

## **OFFICERS AND PROFESSIONAL ADVISERS**

### **DIRECTORS**

M C Beesley (appointed 27 May 2020)  
J L Berens (resigned 30 July 2020)  
L E Cairney  
J E Dodd  
C E C Finn (Non-Executive)  
G O Jones (appointed 12 November 2020)  
A A Laing (Non-Executive)  
J R Loukes  
M J Murray  
P A E Saacke (resigned 30 April 2020)

### **SECRETARY**

D Clarke

### **REGISTERED OFFICE**

Cassini House  
57 St. James's Street  
London  
SW1A 1LD

### **INDEPENDENT AUDITORS**

PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
Atria One  
144 Morrison Street  
Edinburgh  
EH3 8EX

# **ARTEMIS FUND MANAGERS LIMITED**

## **STRATEGIC REPORT**

The directors present their strategic report for Artemis Fund Managers Limited (the “Company”) for the year ended 31 December 2020.

### **REVIEW OF THE BUSINESS**

The Company is a leading UK fund manager and dedicated active investment manager, specialising in pooled investment management products for retail and institutional investors. The directors do not anticipate any change to the principal activities in the foreseeable future. The Company is a wholly owned subsidiary of Artemis Investment Management LLP (the “LLP”).

As the impact of COVID-19 became more widespread in the first quarter of 2020, global financial markets fell sharply and assets managed by the Company fell from £20.5 billion at the end of 2019 to £15.7 billion at the end of March 2020. As 2020 progressed, most markets recovered, resulting in AuM recovering to £18.5 billion by the end of 2020.

As a consequence of this, the Company’s revenues for 2020 were 18.0% lower compared to 2019.

Throughout this unprecedented period, Artemis’ strong collaborative culture and resilient IT infrastructure has served it well, enabling its partners and employees to shift effectively to a home-working environment while continuing to deliver a full service to clients. Artemis has also been in regular contact with its key service providers throughout the period. To ensure its partners and employees remain supported, connected and informed, the firm has provided regular internal communications and initiatives to monitor and support their welfare.

While the current environment will continue to present both challenges and opportunities, the focus of Artemis’ investment managers has been, and continues to be, on delivering long-term performance and generating returns for clients.

As always, Artemis is committed to ongoing and transparent communication and putting its clients first.

On 24 December 2020 the UK and the EU reached agreement on a Free Trade Agreement which took effect immediately after the transition period ended on 31 December 2020. As widely expected, the agreement did not make specific provision for financial services firms in the UK to continue to access the EU single market.

Artemis will continue to monitor closely all future negotiations and regulatory developments which have the potential to impact the business and its clients. These include any agreement to establish structured regulatory cooperation between the UK and the EU in respect of financial services.

The Company is regulated by the Financial Conduct Authority.

### **KEY RISKS**

Risks to the business can be categorised into three broad areas – strategic, business and operational.

#### **Strategic risks**

The main strategic risks are external events which would trigger a sustained fall in markets or a change in the structure of the market. This would result in lower revenues. The main risk mitigant is to seek to promote sales of a sufficiently broad range of products and funds while seeking operational efficiencies to contain or reduce costs.

#### **Business risks**

A key risk is suffering poor long-term performance in Artemis’ investment products. The LLP’s governance committees regularly review the performance of the funds to ensure that any deterioration is highlighted and any necessary action taken.

There is also a risk that failure to meet the Company’s product governance responsibilities could result in poor customer outcomes which would impact retention of the Company’s clients. Artemis operates a governance framework

## ARTEMIS FUND MANAGERS LIMITED

### STRATEGIC REPORT

to ensure that there are clear responsibilities with respect to product design, meeting customers' requirements and the ongoing product lifecycle review process.

More details on the approach taken by Artemis in relation to its corporate governance arrangements are set out in the annual report of the Artemis Investment Management LLP (the main operating entity in the Artemis group) and do not form part of this report.

#### **Operational risks**

The principal operational risks are risks relating to dealing or administration. These risks are reviewed regularly by the LLP's governance committees and by management, with third party providers subject to periodic reviews. Controls are in place to ensure that the residual risk is minimised.

#### **SECTION 172(1) STATEMENT**

As it has no employees, the directors consider that the Company's principal stakeholders are its clients, its suppliers and its sole shareholder, the LLP.

The LLP has been appointed as the investment advisor of the funds for which the Company acts as authorised fund manager. In order to ensure that there is alignment of responsibilities, the executive directors of the Company are drawn from the senior executive management of the LLP. The membership of the Board includes two independent non-executive directors who are responsible for, amongst other things, scrutinising the performance of management in meeting agreed goals and objectives (including in relation to the Company's clients) and providing an independent view that the appropriate skills, values and behaviours are present in the boardroom.

The Board of Directors of the Company meets at least quarterly and receives reports from the key functional areas of the LLP and other significant suppliers. The Board recognises that engaging with, and acting on the needs of, its stakeholders is key to achieving the strategy and long-term objectives of the Company.

Approved by the Board of Directors  
and signed on behalf of the Board



M J Murray  
Director  
1 April 2021

## **ARTEMIS FUND MANAGERS LIMITED**

### **DIRECTORS' REPORT**

The directors present their report and the audited financial statements for Artemis Fund Managers Limited for the year ended 31 December 2020.

### **PRINCIPAL ACTIVITIES AND FUTURE DEVELOPMENTS**

Artemis Fund Managers Limited is a private company limited by shares. It was incorporated, and is domiciled, in England with registration number 01988106. The Company intends to continue its aim of organic growth, increasing revenues from existing products and launching new strategies when the opportunity arises.

### **RESULTS AND DIVIDENDS**

The audited financial statements for the year ended 31 December 2020 are set out on pages 9 to 15. The result for the financial year was £nil (2019: £nil). A dividend of £nil was paid in the year (2019: £nil). The directors approve the results for the year.

### **DIRECTORS**

The directors of the Company who served during the year ended 31 December 2020 are listed on page 1.

### **STATEMENT OF DISCLOSURE OF INFORMATION TO AUDITORS**

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware and each director has taken all the steps that he or she ought to have taken as a director to make himself or herself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

### **DIRECTORS' INSURANCE**

Directors' and Officers' liability insurance cover is held by the Company to cover directors against certain liabilities that may arise when conducting their duties.

### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the strategic report, directors' report and 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 prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising Financial Reporting Standard 102 "The Financial Reporting Standard Applicable in the UK and Republic of Ireland" (FRS 102), and applicable law). Under company law, directors must not approve 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 the financial statements, directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and 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.

## **ARTEMIS FUND MANAGERS LIMITED**

### **DIRECTORS' REPORT**

#### **ENERGY AND CARBON REPORTING**

The directors have considered the requirements of the Streamlined Energy and Carbon Reporting framework. As Artemis Fund Managers Limited does not meet the definition of “large”, as set out in the regulations, it is not required to make detailed disclosures of energy and carbon information. Disclosure of Artemis’ energy use, emissions and the actions taken to improve its energy efficiency during the year are set out in the Energy and Carbon Report within the annual report of Artemis Investment Management LLP (the main operating entity in the Artemis group).

#### **INDEPENDENT AUDITORS**

Pursuant to section 487 of the Companies Act 2006, the auditors will be deemed to be re-appointed and PricewaterhouseCoopers LLP will therefore continue in office.

Approved by the Board of Directors  
and signed on behalf of the Board

A handwritten signature in black ink, appearing to read 'M J Murray', with a stylized flourish at the end.

M J Murray  
Director  
1 April 2021

## **ARTEMIS FUND MANAGERS LIMITED**

### **INDEPENDENT AUDITORS' REPORT TO THE DIRECTORS OF ARTEMIS FUND MANAGERS LIMITED**

#### **Report on the audit of the financial statements**

##### **Opinion**

In our opinion, Artemis Fund Managers Limited's financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2020 and of its result and cash flows for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Report and Financial Statements (the "Annual Report"), which comprise: the statement of financial position as at 31 December 2020; the income statement, the statement of changes in equity and the statement of cash flows for the year then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

##### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

##### **Independence**

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

##### **Conclusions relating to going concern**

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.

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.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the company's ability to continue as a going concern.

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

##### **Reporting on other information**

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance 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 an apparent material inconsistency



## **ARTEMIS FUND MANAGERS LIMITED**

### **INDEPENDENT AUDITORS' REPORT TO THE DIRECTORS OF ARTEMIS FUND MANAGERS LIMITED**

or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of 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 based on these responsibilities.

With respect to the Strategic report and Directors' report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on our work undertaken in the course of the audit, the Companies Act 2006 requires us also to report certain opinions and matters as described below.

#### **Strategic Report and Directors' Report**

In our opinion, based on the work undertaken in the course of the audit, the information given in the Strategic report and Directors' report for the year ended 31 December 2020 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we did not identify any material misstatements in the Strategic report and Directors' report.

#### **Responsibilities for the financial statements and the audit**

##### ***Responsibilities of the directors for the financial statements***

As explained more fully in the Statement of Directors' Responsibilities, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

##### ***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 an auditors' 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below. Based on our understanding of the company and industry, we identified that the principal risks of non-compliance with laws and regulations related to breaches of UK regulatory principles, such as those governed by the Financial Conduct Authority, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the financial statements such as the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to posting inappropriate journal entries to turnover and administrative expenses. Audit procedures performed included:

- Enquiries with management, including consideration of known or suspected instances of non-compliance with laws and regulations and fraud;
- Understanding management's internal controls designed to prevent and detect irregularities;

## **ARTEMIS FUND MANAGERS LIMITED**

### **INDEPENDENT AUDITORS' REPORT TO THE DIRECTORS OF ARTEMIS FUND MANAGERS LIMITED**

- Identifying and testing journal entries meeting certain risk-based criteria, including unusual or unexpected account combinations and entries posted by unexpected users, where any such journal entries were identified;
- Designing audit procedures to incorporate unpredictability around the nature, timing or extent of our testing;
- Reviewing correspondence with the Financial Conduct Authority; and,
- Reviewing relevant meeting minutes, including those of the Management Committee and the Compliance, Risk & Internal Audit Committee.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, 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.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditors' report.

#### ***Use of this report***

This report, including the opinions, has been prepared for and only for the company's directors as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

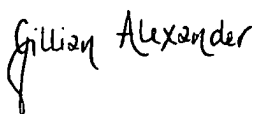
#### **Other required reporting**

##### **Companies Act 2006 exception reporting**

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not obtained all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.



Gillian Alexander (Senior Statutory Auditor)  
for and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
Edinburgh  
1 April 2021

## ARTEMIS FUND MANAGERS LIMITED

### INCOME STATEMENT for the year ended 31 December 2020

|   | Note | 2020<br>£000     | 2019<br>£000     |
|---|------|------------------|------------------|
| <b>Turnover</b>                                   | 3    | 123,790          | 151,052          |
| Administrative expenses                           |      | <u>(123,794)</u> | <u>(150,982)</u> |
| <b>(Loss)/profit before interest and taxation</b> | 4    | (4)              | 70               |
| Interest receivable and similar income            |      | <u>4</u>         | <u>6</u>         |
| <b>Profit before taxation</b>                     |      | -                | 76               |
| Tax on profit                                     |      | <u>-</u>         | <u>(76)</u>      |
| <b>Profit for the financial year</b>              |      | <u>-</u>         | <u>-</u>         |

There have been no recognised gains and losses attributable to the shareholders other than the result for the current and preceding financial year and, accordingly, no Statement of Comprehensive Income is shown.

The current and prior year results have been derived wholly from continuing operations.

The notes on pages 13 to 15 form an integral part of these financial statements.

# ARTEMIS FUND MANAGERS LIMITED

## STATEMENT OF FINANCIAL POSITION as at 31 December 2020

|   | Note | 2020<br>£000    | 2019<br>£000    |
|---|------|-----------------|-----------------|
| <b>Current assets</b>                                 |      |                 |                 |
| Debtors   | 5    | 74,050          | 81,199          |
| Cash at bank and in hand                              |      | <u>9,170</u>    | <u>10,941</u>   |
|   |      | 83,220          | 92,140          |
| <b>Creditors: Amounts falling due within one year</b> | 6    | <u>(76,904)</u> | <u>(85,824)</u> |
| <b>Net current assets</b>                             |      | <u>6,316</u>    | <u>6,316</u>    |
| <b>Total assets less current liabilities</b>          |      | <u>6,316</u>    | <u>6,316</u>    |
| <br><b>Capital and reserves</b>                       |      |                 |                 |
| Called up share capital                               | 7    | 6,212           | 6,212           |
| Profit and loss account                               |      | <u>104</u>      | <u>104</u>      |
| <b>Total shareholder's funds</b>                      |      | <u>6,316</u>    | <u>6,316</u>    |

The notes on pages 13 to 15 form an integral part of these financial statements. These financial statements were approved by the Board of Directors and authorised for issue on 1 April 2021.

Signed on behalf of the Board of Directors



M J Murray  
Director

Company registration number: 01988106

## ARTEMIS FUND MANAGERS LIMITED

### STATEMENT OF CHANGES IN EQUITY for the year ended 31 December 2020

|   | Share<br>capital<br>£000 | Profit<br>and loss<br>account<br>£000 | Total<br>£000 |
|---|--------------------------|---------------------------------------|---------------|
| <b>Balance at 1 January 2019</b>        | 6,212                    | 104                                   | 6,316         |
| Result for the financial year           | -                        | -                                     | -             |
| Total comprehensive income for the year | -                        | -                                     | -             |
| <b>Balance at 31 December 2019</b>      | 6,212                    | 104                                   | 6,316         |
| Result for the financial year           | -                        | -                                     | -             |
| Total comprehensive income for the year | -                        | -                                     | -             |
| <b>Balance at 31 December 2020</b>      | 6,212                    | 104                                   | 6,316         |

Included in the income statement is £nil (2019: £nil) of profits which are not available for distribution as they are unrealised.

The notes on pages 13 to 15 form an integral part of these financial statements.

**ARTEMIS FUND MANAGERS LIMITED****STATEMENT OF CASH FLOWS  
for the year ended 31 December 2020**

|   | <b>2020<br/>£000</b> | <b>2019<br/>£000</b> |
|---|----------------------|----------------------|
| <b>Cash flows from operating activities</b>                   |                      |                      |
| Operating (loss)/profit                                       | (4)                  | 70                   |
| Adjustments for:  |                      |                      |
| Decrease in debtors   | 7,149                | 7,386                |
| Decrease in creditors   | <u>(8,920)</u>       | <u>(8,657)</u>       |
| <b>Net cash used in operating activities</b>                  | <u>(1,775)</u>       | <u>(1,201)</u>       |
| <b>Cash flows from financing activities</b>                   |                      |                      |
| Tax   | -                    | (76)                 |
| Interest received   | <u>4</u>             | <u>6</u>             |
| <b>Net cash generated from/(used in) financing activities</b> | <u>4</u>             | <u>(70)</u>          |
| <b>Net decrease in cash and cash equivalents</b>              | (1,771)              | (1,271)              |
| <b>Cash and cash equivalents at the beginning of the year</b> | <u>10,941</u>        | <u>12,212</u>        |
| <b>Cash and cash equivalents at the end of the year</b>       | <u><u>9,170</u></u>  | <u><u>10,941</u></u> |

The notes on pages 13 to 15 form an integral part of these financial statements.

# ARTEMIS FUND MANAGERS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2020

### 1. ACCOUNTING POLICIES

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

#### **General information and basis of accounting**

Artemis Fund Managers Limited is a company domiciled in England and incorporated under the Companies Act, registration number 01988106. The address of the registered office is given on page 1. The nature of the Company's operations and its principal activities are set out on page 2.

These financial statements have been prepared under the historic cost convention (modified to include certain items at fair value), and in accordance with Financial Reporting Standard 102 (FRS 102) and with the Companies Act 2006.

The financial statements are presented in pound sterling, which is the Company's functional and operating currency.

#### **Going concern**

The directors have assessed the Company's ability to continue as a going concern, which included consideration of the impact of COVID-19 on the Company, and have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. The Company therefore continues to adopt the going concern basis in preparing its financial statements.

#### **Turnover**

Turnover represents management and administration fees receivable in the normal course of business less any rebates paid to intermediaries. Turnover also includes performance fees which are recognised where the performance period ends on or before the year end.

All fees and costs associated with the provision of investment management services are recognised, subject to recoverability, as the services are provided.

#### **Taxation**

UK corporation tax is provided for at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted at the balance sheet date.

#### **Interest**

Interest receivable comprises interest on bank accounts and short-term deposits and is recognised in the income statement on an accruals basis.

### 2. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

In the application of the Company's accounting policies, which are described in note 1, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. As the estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant, actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis.

The directors consider that there are no accounting estimates that have been made or sources of uncertainty in the current or preceding years that would have a material effect on these financial statements.

## ARTEMIS FUND MANAGERS LIMITED

### NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2020

#### 3. TURNOVER

Turnover is derived wholly from continuing activities in the UK and represents income from investment management and administration services. Investment management and administration fees and other revenues are recognised in the income statement over the period for which those services are provided.

|                        | 2020<br>£000   | 2019<br>£000   |
|------------------------|----------------|----------------|
| Management fees        | 145,747        | 183,007        |
| Management fee rebates | (23,743)       | (32,896)       |
| Performance fees       | 1,771          | 941            |
| Other revenue          | 15             | -              |
|                        | <u>123,790</u> | <u>151,052</u> |

#### 4. (LOSS)/PROFIT BEFORE INTEREST AND TAXATION

Audit fees payable to the Company's auditors for the audit of the Company's financial statements were £27,460 (2019: £26,660). Audit fees payable to the Company's auditors for other audit-related assurance services were £105,000 (2019: £101,000). These fees were borne by Artemis Investment Management LLP.

The independent directors, who were appointed on 30 August 2019, received remuneration of £100,000 (2019: £37,000). All other directors were members of Artemis Investment Management LLP.

There were no employees during the current or prior year. All service contracts are with Artemis Investment Management LLP, the Company's immediate parent.

During the year, the Company incurred a management charge from Artemis Investment Management LLP of £116,202,000 (2019: £143,317,000) (see note 9).

#### 5. DEBTORS

|   | 2020<br>£000  | 2019<br>£000  |
|---|---------------|---------------|
| Amounts due from unitholders/shareholders | 47,624        | 46,743        |
| Management fees receivable                | 12,855        | 14,629        |
| Amounts due from Trustee/Depository       | 12,683        | 18,909        |
| Other debtors                             | 888           | 918           |
|   | <u>74,050</u> | <u>81,199</u> |



## ARTEMIS FUND MANAGERS LIMITED

### NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2020

#### 6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

|   | 2020<br>£000  | 2019<br>£000  |
|---|---------------|---------------|
| Amounts due to unitholders/shareholders | 43,824        | 50,275        |
| Amounts due to Trustee/Depository       | 16,765        | 15,493        |
| Amounts owed to group undertakings      | 10,102        | 11,731        |
| Rebates of management fees payable      | 4,186         | 4,912         |
| Other creditors                         | 2,027         | 3,413         |
|   | <u>76,904</u> | <u>85,824</u> |

Amounts owed to group undertakings are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

#### 7. CALLED UP SHARE CAPITAL

|                                       | 2020<br>£000  | 2019<br>£000  |
|---------------------------------------|---------------|---------------|
| <b>Authorised</b>                     |               |               |
| 10,000,000 ordinary shares of £1 each | <u>10,000</u> | <u>10,000</u> |
| <b>Allotted and fully paid</b>        |               |               |
| 6,212,058 ordinary shares of £1 each  | <u>6,212</u>  | <u>6,212</u>  |

There is a single class of ordinary shares. There are no restrictions on the distribution of dividends and the repayment of capital.

#### 8. ULTIMATE PARENT UNDERTAKING

The Company's immediate parent undertaking is Artemis Investment Management LLP which is registered in England. A copy of that entity's financial statements is available from the Head of Secretariat, Cassini House, 57 St James's Street, London SW1A 1LD.

The Company's ultimate parent undertaking which presents group financial statements in which the Company is included is Affiliated Managers Group, Inc., a company incorporated in the USA. These group financial statements are available from Affiliated Managers Group, Inc., 777 South Flagler Drive, West Palm Beach, Florida 33401, USA.

#### 9. RELATED PARTY TRANSACTIONS

During the year, the Company paid management fees of £116,202,000 (2019: £143,317,000) to Artemis Investment Management LLP. At the year end, the Company had a net balance due to Artemis Investment Management LLP of £10,102,000 (2019: £11,731,000).

During the year, the Company received management fees of £157,144,000 (2019: £193,834,000) and performance fees of £1,771,000 (2019: £941,000) from funds where it acts as the Manager or Authorised Corporate Director. At the year end, the Company had a net balance due from the funds of £12,004,000 (2019: £13,085,000).