

ION ASSET ARCHITECTURE UK LIMITED
DIRECTOR'S REPORT AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

SATURDAY



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COMPANIES HOUSE

ION ASSET ARCHITECTURE UK LIMITED

COMPANY INFORMATION

Director	Dennis Lohfert
Company number	06058014
Registered office	43-45 Dorset Street London W1U 7NA
Auditors	Fisher, Sassoon & Marks 43 - 45 Dorset Street London W1U 7NA

ION ASSET ARCHITECTURE UK LIMITED

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ION ASSET ARCHITECTURE UK LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 31 DECEMBER 2014

The director presents the strategic report and financial statements for the year ended 31 December 2014.

Review of the business

The results for the year are acceptable and reflect the uncertain trading conditions experienced by the industry. The board of directors have formalised a strategy that is expected to improve the performance of the company for the subsequent periods.

Financial Instruments

Treasury operations and financial instruments

The company operates appropriate controls for managing the liquidity, interest and foreign currency risks associated with the company's activities.

Liquidity risk

The company manages its cash and borrowing requirements in order to maximise interest income and minimise interest expense, whilst ensuring the company has sufficient liquid resources to meet the operating needs of the business.

Interest rate risk

The company does not use interest rate derivatives to manage its exposure to changes in interest rates.

Foreign currency risk

The company is exposed to foreign currency by making foreign currency transactions. The company does not hedge in order to fix the sterling price.

Credit risk

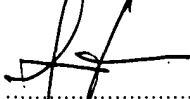
Investments of cash surpluses, borrowings and derivative instruments are made through banks and companies which must fulfil credit rating criteria approved by the Board.

All customers who wish to trade on credit terms are subject to credit verification procedures. Trade debtors are monitored on an ongoing basis and provision is made for doubtful debts where necessary.

At the year end the company had net assets of £684,512 (2013 - £613,587).

The KPI is liquidity ratio which has increased to 1.93 (2013 - 3.95). Net profit margin has increased to 4.75% (2013 - 3.85%), due to an increase in performance fees.

On behalf of the board



Dennis Lohfert

Director

13.2.2015

ION ASSET ARCHITECTURE UK LIMITED

DIRECTOR'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2014

The director presents his report and financial statements for the year ended 31 December 2014.

Principal activities and review of the business

The principal activity of the company relates to the provision of consultancy and hedge fund advisory services to the parent company and other funds.

Results and dividends

The results for the year are set out on page 6.

Post balance sheet events

There are no matters to report.

Director

The following director has held office since 1 January 2014:

Dennis Lohfert

Lukasz Wojtowicz

(Resigned 30 June 2014)

Taxation status

The company was not a close company within the provisions of the Income and Corporation Taxes Act 1988 and this position has not changed since the end of the financial year.

Auditors

In accordance with the company's articles, a resolution proposing that Fisher, Sassoon & Marks be reappointed as auditors of the company will be put at a General Meeting.

Statement of director's responsibilities

The director is responsible for preparing the Strategic Report, Director's Report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the director is 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 company will continue in business.

The director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

ION ASSET ARCHITECTURE UK LIMITED

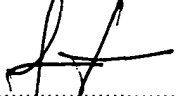
DIRECTOR'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2014

Statement of disclosure to auditors

So far as the director is aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the director has taken all the necessary steps that he ought to have taken as director in order to make himself aware of all relevant audit information and to establish that the company's auditors are aware of that information.

On behalf of the board



.....
Dennis Lohfert

Director

12.2.15
.....

ION ASSET ARCHITECTURE UK LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF ION ASSET ARCHITECTURE UK LIMITED

We have audited the financial statements of ION Asset Architecture UK Limited for the year ended 31 December 2014 set out on pages 6 to 14. 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 company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of director and auditors

As explained more fully in the Director's Responsibilities Statement set out on pages 2 - 3, the director is 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 Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the director; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2014 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.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

ION ASSET ARCHITECTURE UK LIMITED

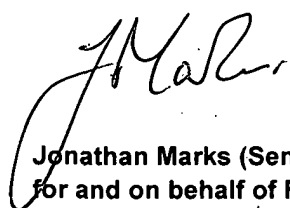
INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF ION ASSET ARCHITECTURE UK LIMITED

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 requires us to report to you if, in our opinion:

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



Jonathan Marks (Senior Statutory Auditor)
for and on behalf of Fisher, Sassoon & Marks

13-2-2015

Chartered Accountants
Statutory Auditors

43 - 45 Dorset Street
London
W1U 7NA

ION ASSET ARCHITECTURE UK LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	2014 £	2013 £
Turnover	2	1,768,777	1,682,130
Cost of sales		(156,243)	(144,573)
Gross profit		1,612,534	1,537,557
Administrative expenses		(1,530,628)	(1,475,638)
Operating profit	3	81,906	61,919
Other interest receivable and similar income	4	2,104	2,788
Profit on ordinary activities before taxation		84,010	64,707
Tax on profit on ordinary activities	5	(13,085)	(8,409)
Profit for the year	10	70,925	56,298

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

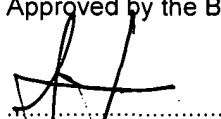
ION ASSET ARCHITECTURE UK LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2014

	Notes	2014 £	£	2013 £	£
Fixed assets					
Tangible assets	6		74,173		53,927
Current assets					
Debtors	7	578,056		223,061	
Cash at bank and in hand		688,552		526,356	
		1,266,608		749,417	
Creditors: amounts falling due within one year	8	(656,269)		(189,757)	
Net current assets			610,339		559,660
Total assets less current liabilities			684,512		613,587
Capital and reserves					
Called up share capital	9	550,000		550,000	
Profit and loss account	10	134,512		63,587	
Shareholders' funds	11		684,512		613,587

Approved by the Board and authorised for issue on 2015-02-13


Dennis Lohfert
Director

Company Registration No. 06058014

ION ASSET ARCHITECTURE UK LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2014

	£	2014 £	£	2013 £
Net cash inflow from operating activities		225,790		58,972
Returns on investments and servicing of finance				
Interest received	2,104		2,788	
Net cash inflow for returns on investments and servicing of finance		2,104		2,788
Taxation		(8,409)		-
Capital expenditure				
Payments to acquire tangible assets	(57,289)		(45,989)	
Net cash outflow for capital expenditure		(57,289)		(45,989)
Net cash inflow before management of liquid resources and financing		162,196		15,771
Financing				
Issue of ordinary share capital	-		500,000	
Net cash (outflow)/inflow from financing		-		500,000
Increase in cash in the year		162,196		515,771

ION ASSET ARCHITECTURE UK LIMITED

NOTES TO THE CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2014

1	Reconciliation of operating profit to net cash outflow from operating activities	2014	2013		
		£	£		
	Operating profit	81,906	61,919		
	Depreciation of tangible assets	37,043	24,068		
	Increase in debtors	(354,995)	(137,947)		
	Increase in creditors within one year	461,836	110,932		
	Net cash inflow from operating activities	225,790	58,972		
2	Analysis of net funds	1 January 2014	Cash flow	Other non-cash changes	31 December 2014
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	526,356	162,196	-	688,552
	Bank deposits	-	-	-	-
	Net funds	526,356	162,196	-	688,552
3	Reconciliation of net cash flow to movement in net funds	2014	2013		
		£	£		
	Increase in cash in the year	162,196	515,771		
	Movement in net funds in the year	162,196	515,771		
	Opening net funds	526,356	10,585		
	Closing net funds	688,552	526,356		

ION ASSET ARCHITECTURE UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents fees receivable from the parent company for the provision of consultancy and hedge fund advisory services as well as performance fees from funds under Ion Asset Architecture UK Limited's management.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Computer equipment	3 Years Straight Line
Fixtures, fittings & equipment	3 Years Straight Line

1.5 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

3	Operating profit	2014 £	2013 £
	Operating profit is stated after charging:		
	Depreciation of tangible assets	37,043	24,068
	Loss on foreign exchange transactions	915	2
	Fees payable to the company's auditor for the audit of the company's annual accounts	5,000	5,000
	Remuneration of auditors' non - audit work	1,625	-
		<u> </u>	<u> </u>
4	Investment income	2014 £	2013 £
	Bank interest	2,104	2,788
		<u> </u>	<u> </u>
		2,104	2,788
		<u> </u>	<u> </u>

ION ASSET ARCHITECTURE UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2014

5	Taxation	2014	2013
		£	£
	Domestic current year tax		
	U.K. corporation tax	13,085	8,409
		<u> </u>	<u> </u>
	Total current tax	13,085	8,409
		<u> </u>	<u> </u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	84,010	64,707
		<u> </u>	<u> </u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 21.00% (2013 - 20.00%)	17,642	12,941
		<u> </u>	<u> </u>
	Effects of:		
	Non deductible expenses	496	694
	Depreciation add back	7,731	4,814
	Capital allowances	(12,784)	(10,040)
		<u> </u>	<u> </u>
		(4,557)	(4,532)
		<u> </u>	<u> </u>
	Current tax charge for the year	13,085	8,409
		<u> </u>	<u> </u>

ION ASSET ARCHITECTURE UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2014

6 Tangible fixed assets

	Plant and machinery £	Fixtures, fittings & equipment £	Total £
Cost			
At 1 January 2014	97,563	6,256	103,819
Additions	50,554	6,735	57,289
At 31 December 2014	148,117	12,991	161,108
Depreciation			
At 1 January 2014	45,549	4,343	49,892
Charge for the year	35,362	1,681	37,043
At 31 December 2014	80,911	6,024	86,935
Net book value			
At 31 December 2014	67,206	6,967	74,173
At 31 December 2013	52,014	1,913	53,927

7 Debtors

	2014 £	2013 £
Trade debtors	435,004	-
Other debtors	73,583	44,919
Prepayments and accrued income	69,469	178,142
	578,056	223,061

Amounts falling due after more than one year and included in the debtors above are:

	2014 £	2013 £
Other debtors	49,630	39,580

Other debtors include security rent deposits of £49,430 (2013: £39,580) assigned to the landlord under a rent deposit agreement.

ION ASSET ARCHITECTURE UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2014

8	Creditors: amounts falling due within one year	2014	2013
		£	£
	Trade creditors	59,382	51,619
	Corporation tax	13,085	8,409
	Other taxes and social security costs	46,881	29,945
	Other creditors	42,091	8,652
	Accruals and deferred income	494,830	91,132
		<u>656,269</u>	<u>189,757</u>
9	Share capital	2014	2013
		£	£
	Allotted, called up and fully paid		
	550,000 Ordinary Shares of £1 each	<u>550,000</u>	<u>550,000</u>
10	Statement of movements on profit and loss account		Profit and loss account
			£
	Balance at 1 January 2014		63,587
	Profit for the year		<u>70,925</u>
	Balance at 31 December 2014		<u>134,512</u>
11	Reconciliation of movements in shareholders' funds	2014	2013
		£	£
	Profit for the financial year	70,925	56,298
	Proceeds from issue of shares	-	500,000
	Net addition to shareholders' funds	<u>70,925</u>	<u>556,298</u>
	Opening shareholders' funds	613,587	57,289
	Closing shareholders' funds	<u>684,512</u>	<u>613,587</u>

ION ASSET ARCHITECTURE UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2014

12	Director's remuneration	2014	2013
		£	£
	Remuneration for qualifying services	190,000	209,000
		<u> </u>	<u> </u>

13 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2014	2013
	Number	Number
	13	13
	<u> </u>	<u> </u>

Employment costs

	2014	2013
	£	£
Wages and salaries	927,265	886,229
Social security costs	111,902	108,277
	<u> </u>	<u> </u>
	1,039,167	994,506
	<u> </u>	<u> </u>

14 Control

The ultimate parent entity is ION Asset Architecture Limited, an entity operating and registered in Akara Building, 24 De Castro Street, Wickhams Cay 1, Road Town, Tortola, British Virgin Islands.

15 Post balance sheet events

There are no matters to report.

16 Related party relationships and transactions

At the year end the company was owed £nil (2013 - £nil) by the parent company, Ion Asset Architecture Limited. During the year Ion Asset Architecture UK Limited received service fees from Ion Asset Architecture Limited of £1,705,000 (2013: £1,545,500) of which £450,000 is deferred income.