

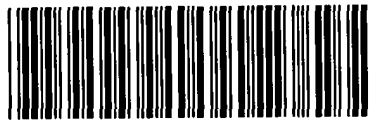
**Annual Report and Financial Statements**

**for the Year Ended 30 June 2019**

**for**

**Equity Trustees (UK & Europe) Ltd**

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**Equity Trustees (UK & Europe) Ltd**

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for the Year Ended 30 June 2019**

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## **Equity Trustees (UK & Europe) Ltd**

### **Strategic Report** **for the Year Ended 30 June 2019**

The directors present their strategic report for the year ended 30 June 2019.

#### **OBJECTIVE AND STRATEGY OF THE COMPANY**

Equity Trustees (UK & Europe) Ltd ("the Company") is the holding company for the Financial Conduct Authority ("FCA") authorised company Equity Trustees Fund Services Ltd ("ETFS") and the Central Bank of Ireland ("CBI") authorised company Equity Trustees Fund Services (Ireland) Limited ("ETFSI"). ETFS acts as an Authorised Corporate Director ("ACD") for UK-based collective investment schemes, and ETFSI acts as a management company ("Management Company") for Irish collective investment schemes. ETFS and ETFSI seek to profitably operate collective investment schemes ("the Funds") in both the UK and Ireland. By working closely with clients, ETFS and ETFSI seek to facilitate the growth in assets under management ("AUM") of their Funds whilst ensuring the Funds are operated in line with all applicable laws and regulations, and best practice.

For the year ended 30 June 2019, the Company made a loss of £131,018 (2018: loss of £303,336). The Company is yet to receive a dividend from its subsidiary operations, which will offset its own operating costs.

The Directors are in receipt of a letter of support from the Company's ultimate parent, EQT Holdings Limited, which pledges financial support for at least 18 months, as the Company seeks to implement its growth strategy, before ultimately leading to future profitability.

The Company's net assets at the end of the year amounted to £373,440 (2018: net liabilities of £302,336).

#### **PRINCIPAL RISKS**

The Company acts as a holding company and therefore its principal risks arise from and relate to its investments in ETFS and ETFSI. The value of, and risks associated with the Company's investments in ETFS and ETFSI are influenced by the operations of those businesses within the investment management industry. ETFS and ETFSI revenues are linked to the AUM in Funds operated by those companies, which is in turn vulnerable to fluctuations in financial markets which may be affected by the uncertainty of the UK departing the EU, and the attendant confidence of investors in Funds offered by those companies. Notwithstanding this, the Directors are confident that with the development of new fund ranges and ongoing pipeline of new business opportunities, AUM will continue to grow.

#### **FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES**

The Company is not directly exposed to market or credit risk. However, the Company has exposures to both market and credit risk through its investments in ETFS and ETFSI. Market risk includes both interest rate risk and price risk.

The management of both market and credit risk is a critical responsibility of both ETFS and ETFSI in their respective roles as Authorised Corporate Director and Management Company. Both companies have established appropriate risk management frameworks, which include independent risk and compliance functions, to ensure that the risks associated with each business are appropriately identified, measured and controlled.

#### **MARKET RISK**

ETFS's and ETFSI's income and therefore that of the Company is primarily driven by the value of its funds under management. Market risk is the risk that changes in market prices will affect the value of funds under management.

Each of ETFS's and ETFSI's funds market risk is managed daily by our delegated investment managers in accordance with the fund prospectus and the policies and procedures in place. ETFS and ETFSI also monitor the funds investments on a daily basis and undertakes periodic reviews of the investment managers and service providers it appoints.

**Equity Trustees (UK & Europe) Ltd**

**Strategic Report**  
**for the Year Ended 30 June 2019**

**KEY PERFORMANCE INDICATORS**

The Company's key performance indicator is dividends received from its subsidiaries. In the current year, no dividends were received (2018: nil). The Company's two operating subsidiaries, ETFS and ETFSI are relatively new operations and accordingly, have not yet paid dividends to the Company.

The key performance indicator of the Company's two operating subsidiaries is AUM, as growth in AUM is the key driver of growth in revenue (which in turn affects profits available out of which dividends can be paid). AUM is an alternative performance measure. During the financial year ended 30 June 2019, the combined AUM of ETFS and ETFSI increased from £150m to £275m, an increase of 83% (2018: £88m to £150m).

**ON BEHALF OF THE BOARD:**



.....  
Mr K Lavery - Director

Date: 31.10.19.....

## **Equity Trustees (UK & Europe) Ltd**

### **Report of the Directors for the Year Ended 30 June 2019**

The directors are pleased to present their annual report on the affairs of Equity Trustees (UK & Europe) Ltd ("the Company"), together with the financial statements and auditors report for the year ended 30 June 2019.

#### **PRINCIPAL ACTIVITIES**

The core activity of the Company is acting as a holding company for Equity Trustees Fund Services Ltd ("ETFS") and Equity Trustees Fund Services (Ireland) Limited ("ETFSI"). ETFS is an Authorised Corporate Director for UK-based collective investment schemes, and ETFSI is a Management Company Irish-based collective investment schemes. Both ETFS and ETFSI hold authorisations under relevant local laws in relation to their operating activities.

#### **DIVIDENDS**

The Directors did not propose any dividend during the year (2018: nil).

#### **DIRECTORS**

The directors shown below have held office during the whole of the year from 1 July 2018 to the date of this report.

Mr J Gardner  
Mr H H Kalman  
Mr K Lavery  
Mr M J O'Brien  
Mr P D Gentry

#### **DIRECTORS INDEMNITIES**

The Company has made qualifying third party indemnity provisions for the benefit of its directors which were made during the year and remain in force at the date of this report.

#### **EVENTS AFTER THE BALANCE SHEET DATE**

There have been no other significant events after the balance sheet date.

#### **ULTIMATE CONTROLLING PARTY**

The Company is majority owned by EQT International Holdings (UK) Limited, which in turn is wholly owned by EQT Holdings Limited, an Australian Securities Exchange ("ASX") listed company. The ultimate controlling party is EQT Holdings Limited.

#### **CORPORATE SOCIAL RESPONSIBILITY**

The Directors recognise that the Company has an impact on, and responsibilities and obligations towards society and aims to reduce its environmental impact. The Company is committed to the highest standards of business conduct and has put in place policies and procedures to facilitate the reporting of suspect and fraudulent activities, including money laundering. The Company has put in place a health and safety policy which aims, insofar as is reasonable and practicable, to ensure the health and safety of all employees, visitors and any other person who may be affected by the Company's operations and provide a safe and healthy working environment.

#### **GOING CONCERN STATEMENT**

The Directors have undertaken a going concern assessment in accordance with guidance on 'Going Concern Basis of Accounting and Reporting on Solvency and Liquidity Risks', published by the Financial Reporting Council in April 2016.

As a result of this assessment, and being in possession of a letter of support from the Company's ultimate parent, EQT Holdings Limited, the Directors are satisfied that the Company has adequate resources to continue to operate as a going concern for at least 18 months from the date of signing these financial statements, and have prepared the financial statements on that basis. In assessing whether the going concern is appropriate, the Directors have also considered the information contained in the financial statements, the latest business plan, revenue forecasts and the latest cash flow forecasts.

**Equity Trustees (UK & Europe) Ltd**

**Report of the Directors**  
**for the Year Ended 30 June 2019**

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Strategic Report, the Report of the Directors and the 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 elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors 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 company and of the profit or loss of the company for that year. In preparing these financial statements, the directors are required to:

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

**AUDITORS**

The auditors, Deloitte LLP, of 110 Queen Street, Glasgow, G1 3BX were appointed on the 15 May 2018.

Each of the persons who is a director at the date of approval of this report confirms that;

-So far as the director is aware, there is no relevant audit information of which the Company's auditor is unaware;  
and

-The directors have taken all the steps that he ought to have taken as director to make himself aware of any relevant audit information and to establish that the Company's auditor are aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

A resolution to re-appoint Deloitte LLP as auditor of the Company will be proposed at the forthcoming Annual General Meeting in accordance with Section 485-488 of the Companies Act 2006.

**ON BEHALF OF THE BOARD:**



.....  
Mr K Lavery - Director

Date: 31.10.19.....

**Report of the Independent Auditors to the Members of  
Equity Trustees (UK & Europe) Ltd**

**REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS**

**OPINION**

In our opinion the financial statements of Equity Trustees (UK & Europe) Ltd (the 'Company'):

- give a true and fair view of the state of the company's affairs as at 30 June 2019 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements which comprise:

- the profit and loss account;
- the balance sheet;
- the statement of changes in equity; and
- the related notes 1 to 17.

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).

**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 company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the 'FRC's') Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**CONCLUSIONS RELATING TO GOING CONCERN**

We are required by ISAs (UK) to report in respect of the following matters where:

- the directors' use of the going concern basis of accounting in preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company'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.

We have nothing to report in respect of these matters.

**OTHER INFORMATION**

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in respect of these matters.

**RESPONSIBILITIES OF DIRECTORS**

As explained more fully in the statement of directors' responsibilities, the directors 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 directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**Report of the Independent Auditors to the Members of  
Equity Trustees (UK & Europe) Ltd**

**RESPONSIBILITIES OF DIRECTORS - continued**

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.

**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 FRC's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

**REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

**OPINIONS ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the report of the directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the report of the directors have been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the strategic report or the report of the directors.

**MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION**

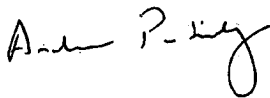
Under the Companies Act 2006 we are required to report in respect of the following matters if, in our opinion:

- 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.

We have nothing to report in respect of these matters.

**USE OF OUR REPORT**

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 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Andrew Partridge (Senior Statutory Auditor)  
For and on behalf of Deloitte LLP  
Statutory Auditor  
Glasgow, Scotland

Date: 31 October 2019



**Equity Trustees (UK & Europe) Ltd**

**Income Statement**  
**for the Year Ended 30 June 2019**

	Notes	Year Ended 30.6.19 £	Period 1.1.17 to 30.6.18 £
<b>TURNOVER</b>		-	-
Cost of sales		-	<u>2,500</u>
<b>GROSS LOSS</b>		-	(2,500)
Administrative expenses		<u>36,811</u>	<u>214,726</u>
<b>OPERATING LOSS</b>	5	(36,811)	(217,226)
Interest payable and similar expenses	6	<u>94,207</u>	<u>86,110</u>
<b>LOSS BEFORE TAXATION</b>		(131,018)	(303,336)
Tax on loss	7	-	-
<b>LOSS FOR THE FINANCIAL YEAR</b>		<u>(131,018)</u>	<u>(303,336)</u>

All items in the Income Statement derive from continuing activities.

As there are no gains or losses other than those disclosed above, a Statement of Comprehensive Income is not disclosed.


The notes form part of these financial statements

**Equity Trustees (UK & Europe) Ltd (Registered number: 10145592)**

**Balance Sheet**  
**As At 30 June 2019**

	Notes	2019 £	2018 £
<b>FIXED ASSETS</b>			
Investments	8	3,157,134	985,338
<b>CURRENT ASSETS</b>			
Debtors	9	30,500	12,099
Cash at bank and in hand		<u>1,001</u>	<u>1,006</u>
		31,501	13,105
<b>CREDITORS</b>			
Amounts falling due within one year	10	<u>(1,815,195)</u>	<u>(300,779)</u>
<b>NET CURRENT LIABILITIES</b>		<u>(1,783,694)</u>	<u>(287,674)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		1,373,440	697,664
<b>CREDITORS</b>			
Amounts falling due after more than one year	11	<u>1,000,000</u>	<u>1,000,000</u>
<b>NET ASSETS/(LIABILITIES)</b>		<u>373,440</u>	<u>(302,336)</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	14	1,663	1,000
Share premium	15	806,131	-
Retained losses	15	<u>(434,354)</u>	<u>(303,336)</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>373,440</u>	<u>(302,336)</u>

The financial statements were approved by the Board of Directors on 31.10.19 and were signed on its behalf by:

  
.....  
Mr K Lavery - Director

The notes form part of these financial statements

**Equity Trustees (UK & Europe) Ltd**

**Statement of Changes in Equity**  
**for the Year Ended 30 June 2019**

	Called up share capital £	Retained losses £	Share premium £	Total equity £
<b>Balance at 1 January 2017</b>	200	-	-	200
<b>Changes in equity</b>				
Issue of share capital	800	-	-	800
Total comprehensive loss	-	(303,336)	-	(303,336)
<b>Balance at 30 June 2018</b>	<u>1,000</u>	<u>(303,336)</u>	<u>-</u>	<u>(302,336)</u>
<b>Changes in equity</b>				
Issue of share capital	663	-	806,131	806,794
Total comprehensive loss	-	(131,018)	-	(131,018)
<b>Balance at 30 June 2019</b>	<u>1,663</u>	<u>(434,354)</u>	<u>806,131</u>	<u>373,440</u>



31.10.19

The notes form part of these financial statements

## **Equity Trustees (UK & Europe) Ltd**

### **Notes to the Financial Statements for the Year Ended 30 June 2019**

#### **1. STATUTORY INFORMATION**

Equity Trustees (UK & Europe) Ltd is a private company, limited by shares, registered in England and Wales. The company incorporated in the UK under the Companies Act 2006. The nature of the company's operations and its principal activities are set out in the Report of the Directors on page 3. The company's registered number and registered office address are as below:

<b>Registered number:</b>	10145592
<b>Registered office:</b>	1a Bow Lane London Greater London EC4M 9EE

The presentation currency of the financial statements is the Pound Sterling (£).

#### **2. STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006.

#### **3. ACCOUNTING POLICIES**

##### **Basis of preparing the financial statements**

The financial statements have been prepared under the historical cost convention on a going concern basis.

The Directors have undertaken a going concern assessment in accordance with guidance on 'Going Concern Basis of Accounting and Reporting on Solvency and Liquidity Risks', published by the Financial Reporting Council in April 2016.

As a result of this assessment and being in possession of a letter of support from the company's ultimate parent, EQT Holdings Limited, the Directors are satisfied that the company has adequate resources to continue to operate as a going concern for at least 18 months from the date of signing these financial statements, and accordingly, have prepared the financial statements on that basis. In assessing whether the going concern is appropriate, the Directors have also considered the information contained in the financial statements, the latest business plan, revenue forecasts and the latest cash flow forecasts.

##### **Financial reporting standard 102 - reduced disclosure exemptions**

The company has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows.

The financial statements of Equity Trustees (UK & Europe) Ltd are consolidated in the financial statements of EQT Holdings Limited (EQTHL), an Australian Securities Exchange listed company. EQTHL's financial statements are publicly available in Australia and are available upon request from the directors.

##### **Preparation of consolidated financial statements**

The financial statements contain information about Equity Trustees (UK & Europe) Ltd as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 400 of the Companies Act 2006 from the requirements to prepare consolidated financial statements as it and its subsidiary undertaking are included by full consolidation in the consolidated financial statements of its ultimate parent, EQTHL. EQTHL's principal place of business is Level 1, 575 Bourke Street, Melbourne, Victoria, Australia.

**Notes to the Financial Statements - continued**  
**for the Year Ended 30 June 2019**

**3. ACCOUNTING POLICIES - continued**

**Critical accounting judgements and key sources of estimation uncertainty**

In the application of the Company's accounting policies, the Directors are required to make judgments, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

In assessing the carrying value of investments, the Directors are required to apply FRS 102 Section 27 to determine if there is any indication that those investments have suffered an impairment loss. In the application of this, the directors have assessed that there is no impairment loss and that all investments are fully recoverable.

Other than the aforementioned, the Directors do not believe any other critical accounting judgements or estimates have been applied to this set of financial statements that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year.

**Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the rendering of services in the ordinary course of the Company's activities. Turnover is presented, net of value-added tax, rebates and discounts. The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and when specific criteria have been met for each of the Company's activities as follows:

**Dividend revenue:**

Dividend revenue from investments is recognised when the Company's right to receive payment is established.

**Expense recognition**

**Administration expenses:**

Administration expenses consist of salaries and wages, operating lease payments, legal, taxation, accounting and audit fees, marketing and business development expenses, and other sundry expenses. Unless expressly described otherwise, these amounts are measured at the fair value of the consideration paid or payable on an accruals basis.

**Operating leases:**

Operating lease payments are recognised as an expense on a straight-line basis over the lease term, except where another systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed.

**Interest expense:**

The Company pays interest to the holder of the preference shares issued by the Company. Interest expense is recognised in the Income Statement on a time basis, by reference to the preference shares outstanding and the effective interest rate applicable.

**Investments**

Investments in subsidiaries are carried at cost less accumulated impairment in the Company's Balance Sheet.

**Impairment:**

At each reporting date, the Company reviews the carrying amount of its investments to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in the Income Statement in such cases. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit).

**Equity Trustees (UK & Europe) Ltd**

**Notes to the Financial Statements - continued**  
**for the Year Ended 30 June 2019**

**3. ACCOUNTING POLICIES - continued**

**Investments - continued**

A reversal of an impairment loss is recognised immediately in the Income Statement in such cases. The Directors have assessed there is no impairment loss on the Company's investments.

**Debtors**

Debtors are classified as loans and receivables and are therefore measured at amortised cost. The terms of payment for all debtors is 14 days from the invoice date. All debtors outstanding more than 30 days are monitored and actively managed. No interest is charged on debtors.

**Cash at bank**

Cash at bank comprises cash on hand and demand deposits.

**Creditors**

Creditors are initially recognised at transactional cost and are subsequently measured at fair value at the Company's Balance Sheet date. The Company's policy regarding creditors is to pay all invoices by the due date.

Preference share liabilities are classified as creditors falling due after more than one year, in accordance with the terms of the underlying agreement. Outstanding preference shares are recognised at their fair value, with any accrued but unpaid interest recognised separately in creditors as part of amounts due within one year.

**Debt / equity classification**

Instruments issued by the Company are classified as either debt liabilities or equity in accordance with the terms of the underlying agreements.

**4. EMPLOYEES AND DIRECTORS**

There were no staff costs for the year ended 30 June 2019 nor for the period ended 30 June 2018.

	Year Ended 30.6.19 £	Period 1.1.17 to 30.6.18 £
Directors' remuneration	<u>-</u>	<u>-</u>

**5. OPERATING LOSS**

The operating loss is stated after charging:

	Year Ended 30.6.19 £	Period 1.1.17 to 30.6.18 £
Other operating leases	<u>36,806</u>	<u>46,542</u>

The auditor's remuneration for the year is borne by Equity Trustees Fund Services Limited, a subsidiary of the Company, and therefore the cost has been provided for in the financial statements of Equity Trustees Fund Services Limited. The auditor's remuneration amounted to £32,850 + VAT (2018: £17,000 + VAT) which includes the cost of the audit for the Company, the parent EQT International Holdings (UK) Limited and the subsidiary Equity Trustees Fund Services Limited.

**Equity Trustees (UK & Europe) Ltd**

**Notes to the Financial Statements - continued**  
**for the Year Ended 30 June 2019**

**6. INTEREST PAYABLE AND SIMILAR EXPENSES**

	Year Ended 30.6.19 £	Period 1.1.17 to 30.6.18 £
7% Preference dividend	<u>94,207</u>	<u>86,110</u>

**7. TAXATION**

**Analysis of the tax charge**

No liability to UK corporation tax arose for the year ended 30 June 2019 nor for the period ended 30 June 2018.

**8. FIXED ASSET INVESTMENTS**

	Unlisted investments £
<b>COST</b>	
At 1 July 2018	985,338
Additions	<u>2,171,796</u>
At 30 June 2019	<u>3,157,134</u>
<b>NET BOOK VALUE</b>	
At 30 June 2019	<u>3,157,134</u>
At 30 June 2018	<u>985,338</u>

The company's investments at the Balance Sheet date in the share capital of companies include the following:

**Equity Trustees Fund Services Limited**

Registered office: Bow House, 1a Bow Lane, London, England, EC4M 9EE

Nature of business: Investment fund management

	%
Class of shares:	holding
Ordinary	100.00

During the year, the Company made a further investment of £1,365,000 which is included in additions.

**Equity Trustees Fund Services (Ireland) Limited**

Registered office: 56 Fitzwilliam Square North, Dublin, Ireland, D02 X224

Nature of business: Investment fund management

	%
Class of shares:	holding
Ordinary	100.00

During the year, the Company made a further investment of £806,796 which is included in additions.

The fixed asset investments are measured at cost less impairments. There is currently no provision made for impairments.

**Equity Trustees (UK & Europe) Ltd**

**Notes to the Financial Statements - continued  
for the Year Ended 30 June 2019**

**9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2019	2018
	£	£
Trade debtors	12,250	-
Rent deposit	6,000	6,000
Prepayments	<u>12,250</u>	<u>6,099</u>
	<u>30,500</u>	<u>12,099</u>

**10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2019	2018
	£	£
Amounts owed to group undertakings (see Note 16)	1,634,878	214,669
Accrued expenses	<u>180,317</u>	<u>86,110</u>
	<u>1,815,195</u>	<u>300,779</u>

**11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2019	2018
	£	£
Preference shares (see note 12)	<u>1,000,000</u>	<u>1,000,000</u>

**12. LOANS**

An analysis of the maturity of loans is given below:

	2019	2018
	£	£
Amounts falling due between two and five years:		
Preference shares	<u>1,000,000</u>	<u>1,000,000</u>

Details of shares shown as liabilities are as follows:

Allotted and issued:			2019	2018
Number:	Class:	Nominal value:	£	£
1,000,000	7% Redeemable Preference Shares	£1	<u>1,000,000</u>	<u>1,000,000</u>

**13. LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2019	2018
	£	£
Within one year	<u>-</u>	<u>15,057</u>

**14. CALLED UP SHARE CAPITAL**

Allotted and issued:			2019	2018
Number:	Class:	Nominal value:	£	£
1,663	Share capital 11	£1	<u>1,663</u>	<u>1,000</u>

The following shares were issued during the year:

663 Ordinary shares of £1 for cash of £806,794



**Equity Trustees (UK & Europe) Ltd**

**Notes to the Financial Statements - continued**  
**for the Year Ended 30 June 2019**

**15. RESERVES**

	Retained losses £	Share premium £	Totals £
At 1 July 2018	(303,336)	-	(303,336)
Loss for the year	(131,018)		(131,018)
Cash share issue	-	806,131	806,131
At 30 June 2019	<u>(434,354)</u>	<u>806,131</u>	<u>371,777</u>

**16. RELATED PARTY DISCLOSURES**

During the year, the subsidiary Equity Trustees Fund Services Limited, incurred costs on behalf of the Company amounting to £55,209. Therefore liabilities of £119,878 (2018: £64,669) remained outstanding at the year end and is included within creditors.

During the year, the company received a loan of £806,794 which was repaid in full. This loan was with the Company's immediate parent company EQT International Holdings (UK) Limited. There were no guarantees or provisions made on this loan.

During the year, EQT Services Pty Limited, a company registered in Australia, made a loan of £1,365,000 (2018: £150,000) to the Company. Therefore liabilities of £1,515,000 (2018: £150,000) remained outstanding at the year end and is included within creditors.

There are no provisions or guarantees made on the above amounts. These amounts are interest free and repayable on demand.

**17. ULTIMATE CONTROLLING PARTY**

During the year, the company was under the control of the ultimate controlling party, EQT Holdings Limited, a company listed on the Australian Securities Exchange.

**Equity Trustees (UK & Europe) Ltd**

**Unaudited Trading and Profit and Loss Account**  
**for the Year Ended 30 June 2019**

	Year Ended 30.6.19		Period 1.1.17 to 30.6.18
	£	£	£
<b>Income</b>		-	-
<b>Cost of sales</b>			
IM fee		-	<u>2,500</u>
<b>GROSS LOSS</b>		-	(2,500)
(0% 2018 : 0%)			
<b>Expenditure</b>			
Rent	36,806		46,542
Telephone	-		393
Advertising	-		1,320
Computer costs	-		407
Consultancy fees	-		92,286
Legal fees	-		<u>73,543</u>
		<u>36,806</u>	<u>214,491</u>
		(36,806)	(216,991)
<b>Finance costs</b>			
Bank charges	5		235
Dividends - preference shares	<u>94,207</u>		<u>86,110</u>
		<u>94,212</u>	<u>86,345</u>
<b>NET LOSS</b>		<u>(131,018)</u>	<u>(303,336)</u>

This page does not form part of the statutory financial statements