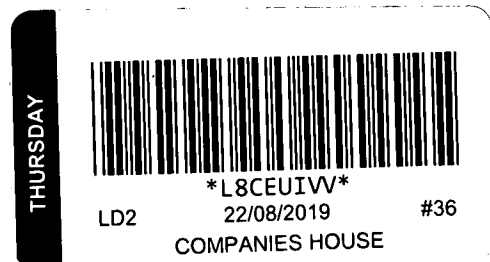


Registered number 11108299

## **Allianz Global Investors Holdings Ltd**

Directors' Report and Financial Statements  
for the period December 12, 2017 to December 31, 2018



# Allianz Global Investors Holdings Ltd

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## Contents

Company Information	1
Strategic Report	2-3
Directors' Report	4-5
Statement of Directors' Responsibilities	6
Independent Auditors' Report	7-10
Statement of Comprehensive Income	11
Statement of Financial Position	12
Statement of Cash Flows	13
Statement of Changes in Equity	14
Notes to the Financial Statements	15-24

# Allianz Global Investors Holdings Ltd

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## Company Information

<b>Directors</b>	Andreas E F Utermann Karen F Prooth Dr Markus J Kobler
<b>Company secretary</b>	Marie-Louise H N S Bryce
<b>Registered office</b>	199 Bishopsgate London EC2M 3TY
<b>Independent auditors</b>	PricewaterhouseCoopers LLP 7 More London Riverside London SE1 2RT

# Allianz Global Investors Holdings Ltd

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## Strategic Report

The Directors present their Strategic Report of Allianz Global Investors Holdings Ltd (“the Company”) for the period December 12, 2017 to December, 31 2018.

### Principal activities

The Company was incorporated on December 12, 2017 and started trading on April, 1 2018. The principal activity of the Company is to manage a group of companies active in the financial service sector, in particular the asset management sector. The Company also holds investments in subsidiaries.

No changes to the principal activities are anticipated in the foreseeable future.

### General business review and key performance indicators

The results for the period are set out in the Statement of Comprehensive Income on page 11. The profit for period December 12, 2017 to December, 31 2018 amounted to £0.3m. As at December 31, 2018 the Company had net assets of £26.6m. The profit is derived from recharges with related parties.

During the period the Company made an investment into Allianz Capital Partners GmbH, of £23.7m.

### Principal risks and uncertainties

The Company’s management of risk is set at a Group level rather than subsidiary Company level.

Allianz Global Investors’ Global Risk Strategy forms the highest level risk governance document. It sets the overall approach and standards for the establishment and maintenance of the risk management system across risk types and is designed to ensure that all activities in all locations adopt the same minimum risk management standards appropriate to its nature, scale and complexity and to ensure full integration of all our activities in our overall risk governance. The Global Risk Strategy is supported by Risk Appetite Statements that capture management’s high level appetite for each risk type.

The Global Risk Strategy is developed and owned by the Global Head of Risk Management, who is also responsible to drive and oversee implementation, whereas accountability for implementation resides with the Global Executive Committee.

It is the responsibility of the Global Risk Committee to monitor Allianz Global Investors’ risk profile relative to the level of risk that our firm is prepared to accept as pre-defined by the Global Executive Committee.

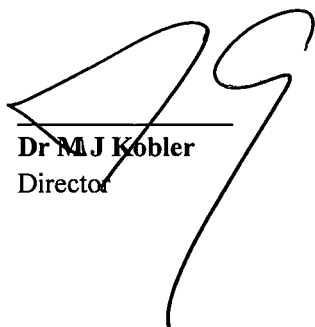
To ensure full oversight, the Independent Enterprise Risk Management function prepares holistic risk reports on regional and global levels covering all risk types across Allianz Global Investors on a quarterly basis. The reports lists all relevant risks that were identified, including an assessment of whether Allianz Global Investors’ risk appetite has been exceeded, together with an assessment of the adequacy and effectiveness of the management of such risks. The risk reports are discussed and reviewed in the quarterly global and regional Risk Committee meetings before being presented to the Global Executive Committee. Based on the risk reports, the Risk Committee, as mandated by the Global Executive Committee, fulfils its oversight and escalation responsibilities which encompass business, portfolio, operational and reputational risks. The reports are based on data gathered by relevant global, regional and functional Risk Committees before being presented to the Global Executive Committee and where required to the formal Boards of Managing Directors and the supervisory board.

# Allianz Global Investors Holdings Ltd

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## Strategic Report (continued)

On behalf of the board



Dr M J Kobler  
Director

# Allianz Global Investors Holdings Ltd

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## Directors' Report

The directors present their report and the audited financial statements for the period December 12, 2017 to December 31, 2018. The Company was incorporated on December 12, 2017 and commenced trading on April 1, 2018. The results for the period are set out in the statement of comprehensive income on page 11. A review of the Company's business activities and any likely future developments can be found in the Strategic Report.

## Directors

The directors who held office from date of incorporation of the Company and throughout the period under review and up to date of the financial statements, were as follows:

Andreas E F Utermann	(appointed on December 12, 2017)
Karen F Prooth	(appointed on December 12, 2017)
Dr Markus J Kobler	(appointed on December 12, 2017)

## Going Concern

The directors have reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future and therefore continue to adopt the going concern basis for the Financial Statements.

## Dividends

No dividends were declared and paid during the period December 12, 2017 to December 31, 2018. No final dividend has been proposed by the directors since the balance sheet date.

## Disclosure of information to auditors

The directors who held office at the date of approval of this directors' report and financial statements confirm that:

- So far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware.
- Each director has taken all the steps that he/she ought to have taken as a director to make himself/herself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

## Independent auditors

Independent auditors PricewaterhouseCoopers LLP were appointed as the auditors of the Company from financial period December 12, 2017 to December 31, 2018 and have expressed their willingness to continue in office.

# Allianz Global Investors Holdings Ltd

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## Directors' Report (continued)

On behalf of the board



**Dr M J Kobler**  
Director

# Allianz Global Investors Holdings Ltd

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## Statement of Directors' Responsibilities

The directors are responsible for preparing the Annual Report and the Financial Statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial period. Under that law the directors have prepared the financial statements in accordance with International Financial Reporting Standards as adopted by the European Union (IFRSs) as adopted by the European Union. 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 period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable IFRSs as adopted by the European Union have been followed, subjected to any material departures disclosed and explained in the financial statements;
- make judgements and estimates that are reasonable and prudent; 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 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.

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.

## Directors' confirmations

In the case of each director in office at the date the Directors' Report is approved:

- so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware; and
- they have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

# Allianz Global Investors Holdings Ltd

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## **Independent Auditors' Report to the members of Allianz Global Investors Holdings Ltd**

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

#### **Opinion**

In our opinion, Allianz Global Investors Holdings Ltd's financial statements:

- give a true and fair view of the state of the company's affairs as at December 31, 2018 and of its profit and cash flows for the 13 month period then ended;
- have been properly prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Directors' report and financial statements (the "Annual Report"), which comprise: the statement of financial position as at December 31, 2018; the statement of comprehensive income, the statement of cash flows, the statement of changes in equity for the 13 month period 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**

We have nothing to report in respect of the following matters in relation to which ISAs (UK) require us to report to you when:

- the directors' use of the going concern basis of accounting in the 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.
- However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern. For example, the terms on which the United Kingdom may withdraw from the European Union, which is currently due to occur on 29 March 2019, are not clear, and it is difficult to evaluate all of the potential implications on the company's trade, customers, suppliers and the wider economy.

# Allianz Global Investors Holdings Ltd

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## **Independent Auditors' Report to the members of Allianz Global Investors Holdings Ltd (continued)**

### **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 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 the responsibilities described above and our work undertaken in the course of the audit, ISAs (UK) require 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 period ended December 31, 2018 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 set out on page 6 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.

# Allianz Global Investors Holdings Ltd

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## **Independent Auditors' Report to the members of Allianz Global Investors Holdings Ltd (continued)**

### **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.

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 members 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 received 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.

# Allianz Global Investors Holdings Ltd

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**Independent Auditors' Report  
to the members of Allianz Global Investors Holdings Ltd (continued)**

*R Hawkins.*

Robert Hawkins (Senior Statutory Auditor)

for and on behalf of PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors

7 More London Riverside

London

SE1 2RT

March 15, 2019

# Allianz Global Investors Holdings Ltd

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## Statement of Comprehensive Income for the period December 12, 2017 to December 31, 2018

		for the period December 12, 2017 to December 31, 2018 £ '000
	Note	
Revenue	3	9,076
Administrative expenses	4	(8,643)
<b>Operating profit</b>		<u>433</u>
Finance costs	5	(1)
<b>Profit before income tax</b>		<u>432</u>
Income tax expense	7	(83)
<b>Profit and total comprehensive income for the period</b>		<u><u>349</u></u>

The above results were derived from continuing operations.

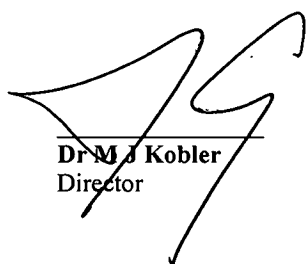
The notes on pages 15 to 24 form part of these financial statements

# Allianz Global Investors Holdings Ltd

## Statement of Financial Position As at December 31, 2018

	Note	2018 £ '000
<b>Non-current assets</b>		
Investment in subsidiaries	8	23,744
		<u>23,744</u>
<b>Current assets</b>		
Trade and other receivables	9	6,949
Cash and cash equivalents	10	8,344
		<u>15,293</u>
<b>Total assets</b>		<u><u>39,037</u></u>
<b>Current liabilities</b>		
Trade and other payables	11	12,393
Current tax liabilities	7	83
<b>Total liabilities</b>		<u>12,476</u>
<b>Equity</b>		
Share capital	12	100
Share premium	13	89
Other reserves	14	26,023
Profit for the period		<u>349</u>
<b>Total equity</b>		<u>26,561</u>
<b>Total equity and liabilities</b>		<u><u>39,037</u></u>

These financial statements on pages 11 to 24 were approved by the board of directors on March 15, 2019 and were signed on its behalf by:



Dr M J Kobler  
Director

The notes on pages 15 to 24 form part of these financial statements.

# Allianz Global Investors Holdings Ltd

## Statement of Cash Flows for the period December 12, 2017 to December 31, 2018

		for the period December 12, 2017 to December 31, 2018
	Note	£
<b>Operating activities</b>		
Profit for the period		349
<i>Adjustments for:</i>		
Interest expense on bank		1
Decrease in trade and other receivables		(6,949)
Increase in trade and other payables		12,476
<b>Net cash inflow from operating activities</b>		<b>5,877</b>
<b>Cash used in investing activities</b>		
Interest expense on bank	5	(1)
Acquisitions of subsidiaries	8	(23,744)
<b>Net cash outflow from investing activities</b>		<b>(23,745)</b>
<b>Cash generated from financing activities</b>		
Proceeds of issues of shares	12	100
Proceeds of issues of share premium	13	89
Proceeds from capital contributions	14	26,023
<b>Net cash inflow from financing activities</b>		<b>26,212</b>
<b>Increase in cash and cash equivalents</b>		<b>8,344</b>
Cash and cash equivalent, as at December, 12 2017		-
<b>Cash and cash equivalents, as at December, 31 2018</b>	<b>10</b>	<b>8,344</b>

The notes on pages 15 to 24 form part of these financial statements.

# Allianz Global Investors Holdings Ltd

## Statement of Changes in Equity for the period December 12, 2017 to December 31, 2018

	Share Capital	Share premium	Other reserves	Retained earnings	Total equity
	£ '000	£ '000	£ '000	£ '000	£ '000
<b>Balance as at December, 12 2017</b>	-	-	-	-	-
Shares issued during the period	100	-	-	-	100
Share premium issued during the period	-	89	-	-	89
Other reserves created during the period	-	-	26,023	-	26,023
Profit and total comprehensive income for the period	-	-	-	349	349
<b>Balance as at December, 31 2018</b>	<u>100</u>	<u>89</u>	<u>26,023</u>	<u>349</u>	<u>26,561</u>

The notes on pages 15 to 24 form part of these financial statements.

# Allianz Global Investors Holdings Ltd

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## Notes to the Financial Statements for the period December 12, 2017 to December 31, 2018

### 1. Authorisation of financial statements and statement of compliance with IFRS.

Allianz Global Investors Holdings Ltd is a private limited liability company by share capital incorporated and domiciled in England and Wales, United Kingdom.

The financial statements of Allianz Global Investors Holdings Ltd (the “Company”) for the period December 12, 2017 to December 31, 2018 were authorised for issue by the Board of Directors on March 15, 2019 and the balance sheet was signed on behalf of the Board by Dr M J Kobler.

#### Statement of compliance

The financial statements of the Company have been prepared and approved by the Directors in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union (EU).

### 2. Accounting policies

#### Basis of preparation

The financial statements of the Company have been prepared in accordance with IFRS as adopted by the EU and those parts of the Companies Act 2006 applicable to UK companies reporting under IFRS and under the historic cost convention.

The principal accounting policies applied in the preparation of these financial statements are set out below. These accounting policies have been applied consistently during the period December 12, 2017 to December 31, 2018.

The Company maintains its books and records in sterling (“£”).

The financial statements contain information about Allianz Global Investors Holdings 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 requirement to prepare consolidated financial statements as it and its subsidiary undertakings are included by full consolidation in the consolidated financial statements of its parent, Allianz SE. Copies of the group accounts are available on request from Allianz SE, - Königinstrasse 28 – 80802 Munich – Germany.

#### Going concern

The financial statements are compiled on a going concern basis.

#### Foreign currency translations

Transactions in foreign currencies are initially recorded in the functional currency by applying the exchange rate ruling at the date of transactions. Monetary assets and liabilities denominated in foreign currencies are retranslated into the functional currency of the company at the prevailing rates at the reporting period date. All monetary foreign exchange differences resulting from the translation of assets and liabilities denominated in foreign currencies are taken to the statement of comprehensive income. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates as at the dates of the initial transactions.

# Allianz Global Investors Holdings Ltd

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## Notes to the Financial Statements for the period December, 12 2017 to December, 31 2018 (continued)

### 2. Accounting policies (continued)

#### Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and in hand with a maturity of three months or less.

#### Investments in subsidiaries

Investments in subsidiary undertakings are held at cost and reviewed for any impairment. The Company assesses annually for any indication that an asset might be impaired.

#### Trade and other receivables

Trade and other receivables are stated at their costs, which approximates to fair value.

#### Trade and other payables

Trade and other payables are initially stated at their fair value and subsequently measured at amortised cost using the effective interest method.

#### Revenue

Revenue is recognised on an accruals basis and is stated net of VAT. Revenue comprises of transfer pricing transactions between related parties.

#### Expenses

Expenses are recognised on an accruals basis, in the statement of comprehensive income in the period in which they are incurred.

#### Income taxes

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted by the balance sheet.

Income tax is charged or credited directly to equity if it relates to items that are credited or charged to equity. Otherwise income tax is recognised in the statement of comprehensive income.

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

The preparation of financial statements require management to make estimates and judgements that affect the amounts reported in the financial statements and accompanying notes. Management does not believe there are any critical accounting judgements or key sources of estimation in the preparation of these financial statements.

#### Financial risk management

Through its operations, the company is exposed to a number of risk and the most important ones are credit risk and liquidity risk. The strategy of the risk management is managed from the Group level as disclosed within the strategy report.

# Allianz Global Investors Holdings Ltd

## Notes to the Financial Statements for the period December, 12 2017 to December, 31 2018 (continued)

### 2. Accounting policies (continued)

#### Financial risk management (continued)

Credit risk: This is the risk that the counterparty will be unable to meet their obligations in full when due. The main counterparty is Allianz Global Investors GmbH that is a related party and overall risk is managed group wide.

Liquidity risk: This is the risk that cash may not be available to pay obligations when due. The cash flow requirements are managed group wide.

### 3. Revenue

	for the period December 12, 2017 to December 31, 2018 £ '000
Recharges to related parties	9,076

All revenues are received from Allianz Global Investors GmbH, based on a service agreement between the companies.

### 4. Administrative expenses

	for the period December 12, 2017 to December 31, 2018 £ '000
Administrative expenses	8,643
- Audit Fees	21
- Staff costs and directors' remuneration	8,106
- Other Administrative expenses	495
- FX (gains)/losses	21

# Allianz Global Investors Holdings Ltd

## Notes to the Financial Statements for the period December, 12 2017 to December, 31 2018 (continued)

### 4. Administrative expenses (continued)

During the period, the Company obtained the following services from the Company auditors and its's associates:

	for the period December 12, 2017 to December 31, 2018 £ '000
Fees payable to Company's auditors for the audit of the financial statements	21
Fees payable to Company's auditors for other services	-
	<u>21</u>

### 5. Finance costs

	for the period December 12, 2017 to December 31, 2018 £ '000
Interest expense on bank	<u>1</u>

### 6. Staff costs and directors' remuneration

The key management personnel of the Company are the directors, and the directors are the only employees of the Company.

	for the period December 12, 2017 to December 31, 2018 £ '000
Wages and salaries	4,126
Social security and taxes	994
Other pension costs	36
Long term incentive plans	2,950
	<u>8,106</u>

# Allianz Global Investors Holdings Ltd

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## Notes to the Financial Statements for the period December, 12 2017 to December, 31 2018 (continued)

### 6. Staff costs and directors' remuneration (continued)

The Company was incorporated on December 12, 2017 and employment contracts for services were entered into on April 1, 2018. The average number of persons employed by the Company (including directors) during this period was 3.

The group's Executives participate in various long term incentive plans, the Long-term Incentive Plan Award ("LTIPA"), Deferral Into Funds ("DIF") plan and Allianz Equity Incentive ("AEI") plan.

The LTIPA provides a link between longer-term group performance and compensation. The award vests in full after three years. Payment is made based on the operating profit growth of Allianz Global Investors during these three years, commencing on each January, 1 and terminating on December, 31 three years later.

Under DIF employees invest their award in funds that Allianz Global Investors manages. The DIF plan was established to increase alignment with clients, improve product awareness for non-investment and distribution professionals, and align with industry best practice by making the products part of the overall compensation package. The award value develops over the three-year vesting period with the performance of the underlying funds that the participant selects. During the first quarter following the end of the vesting period, plan participants will receive payment of the post-liquidation value of the investments held in their deferral account following the sale of the investments.

The AEI is a deferral plan that is part of the variable compensation offerings and is provided to selected executives to benefit from Allianz's long-term success. It is a forward-looking award that aims to tie employees to Allianz's future success by linking variable compensation to the longer term development of the ultimate parent company Allianz SE ("Allianz") stock during continued employment until vesting. The AEI is a long-term equity-based plan granting Restricted Stock Units ("RSU"), also known as virtual stock. The RSU have a four-year vesting period from the time of their grant. Allianz stock performance over the four-year vesting period drives the ultimate value of the AEI award.

The number of directors who were accruing benefits under money purchase schemes for the period April 1, 2018 to December 31, 2018 was 1.

The aggregate amount of remuneration and benefits paid or receivable in respect of the highest paid director for the period April 1, 2018 to December 31, 2018 was £3,920k. The amount paid in respect of defined benefit contributions is £nil.

# Allianz Global Investors Holdings Ltd

## Notes to the Financial Statements for the period December, 12 2017 to December, 31 2018 (continued)

### 7. Income tax expense

#### *(a) Income tax recognised in profit or loss*

	for the period December 12, 2017 to December 31, 2018
Current tax:	£ '000
Income tax expense for the period	83

The income tax expense for the period can be reconciled to the profit as follows:

Profit before tax	432
Income tax calculated at 19%	82
<i>Adjusted for effects of:</i>	
Non-deductible expenses	1
Total income tax expense for the period	83

#### *(b) Current taxation liability*

	2018 £ '000
As at December 12, 2017	-
Current period tax expense	83
As at December 31, 2018	83

The tax rates used for the 2018 reconciliation above is the corporate tax rate payable by corporate entities in the UK on taxable profits under tax law in that jurisdiction. The standard rate of UK tax will be 19% for 2019.

# Allianz Global Investors Holdings Ltd

## Notes to the Financial Statements for the period December, 12 2017 to December, 31 2018 (continued)

### 8. Investment in subsidiaries

	2018 £ '000
As at December, 12 2017	-
Additions for the period	23,744
As at December, 31 2018	<u>23,744</u>

On December 31, 2017 the Company acquired 100% of the voting rights and equity in Allianz Capital Partners GmbH from Allianz SE, the ultimate parent company. The Company recorded an investment in subsidiary of £83k. On April 20, 2018 the Company also made additional capital contributions of £23,661k. to Allianz Capital Partners GmbH.

On October 14, 2018 the Company acquired 100% and voting rights of Allianz Global Investors UK Limited.

Investments in subsidiaries are recorded at cost, which is the fair value of the consideration paid.

Details of the investment in subsidiaries as at December 31, 2018 are as follows:

Name of Subsidiary	Principal Activity	Registered Office	Voting Rights and Shares Held
			2018
Allianz Capital Partners GmbH	Investment Management	Allianz Capital Partners GmbH Theresienstrasse 6-8, D-80333 Munich, Germany	100%
Allianz Global Investors UK Limited	Non-trading	199 Bishopsgate London, EC2M 3TY	100%

### 9. Trade and other receivables

	2018 £ '000
Amounts due from related parties	6,942
Other receivables	7
As at December 31, 2018	<u>6,949</u>

Trade and other receivables approximate to fair value. Amounts due from related parties are interest free and repayable on demand.

# Allianz Global Investors Holdings Ltd

## Notes to the Financial Statements for the period December, 12 2017 to December, 31 2018 (continued)

### 10. Cash and cash equivalents

	2018
	£ '000
Cash at bank and in hand	8,344

The carrying amount of cash at bank and in hand approximates to its fair value.

### 11. Trade and other payables

	2018
	£ '000
Other payables	961
Amounts due to related parties	5,282
Accruals	6,150
	12,393

Trade and other payables approximate to fair value. Amounts due to related parties are interest free and repayable on demand.

### 12. Share Capital

	2018
	No
Allotted, called up and fully paid	
Ordinary shares of £1 each	100,100

	2018
	£ '000
As at December, 12 2017	-
Ordinary shares issued during the period	100
As at December, 31 2018	100

# Allianz Global Investors Holdings Ltd

## Notes to the Financial Statements for the period December, 12 2017 to December, 31 2018 (continued)

### 13. Share Premium

The share premium is the difference between the nominal value of shares issued and the full consideration received on the day of issue.

	2018 £ '000
As at December 12, 2017	-
Share Premium issued during the period	89
As at December 31, 2018	89

### 14. Other Reserves

	2018 £ '000
As at December 12, 2017	-
Capital contribution for the period	26,023
As at December 31, 2018	26,023

During the period the Company received a capital contribution of £26,023k from its parent company, Allianz Asset Management GmbH. The capital contribution was for no reciprocal consideration and was used to provide funding for Allianz Capital Partners GmbH, a wholly owned subsidiary of the Company.

### 15. Dividends

No dividends were paid or declared during the period December 12, 2017 to December 31, 2018.

### 16. Related party transactions

During the period the Company entered into transactions, in the ordinary course of business, with related parties.

On December 31, 2017 the Company acquired 100% of the voting rights and equity in Allianz Capital Partners GmbH from Allianz SE, the ultimate parent company as detailed in note 8.

# Allianz Global Investors Holdings Ltd

## Notes to the Financial Statements for the period December, 12 2017 to December, 31 2018 (continued)

### 16. Related party transactions (continued)

Transactions entered into and trading balances outstanding at December 31, 2018 are as follows:

	Recharges paid to related parties	Recharges received from related parties
	2018 £ '000	2018 £ '000
Revenue during the period December 12, 2017 to December 31, 2018	-	9,076
	Amounts owing from related parties	Amounts owing to related parties
	2018 £ '000	2018 £ '000
Balance as at December 31, 2018	6,942	5,282

Recharges to related parties are made on an arm's length basis. All amounts owing at December 31, 2018 are with group related entities and are short- term, interest free and repayable on demand.

### 17. Ultimate parent company

The Company is a subsidiary undertaking of Allianz Asset Management GmbH. The ultimate controlling party is Allianz SE - Königinstrasse 28 – 80802 Munich – Germany.

The largest and only group in which the results of the Company are consolidated is that headed by Allianz SE, incorporated in Germany.

### 18. Subsequent events

There were no events post the statement of financial position date requiring disclosure in these financial statements.