

**Assured Investment Management (London) LLP**  
(Registered Number: OC311093)

**Members' Report and Financial Statements**  
**For the Year Ended 31 December 2021**



# Assured Investment Management (London) LLP

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31 December 2021

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# Assured Investment Management (London) LLP

Members and Advisors

31 December 2021

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## MEMBERS

Assured Guaranty UK Holdings Ltd.  
(Designated Member)  
Assured Guaranty Finance Overseas Ltd.  
(Designated Member)

## REGISTERED OFFICE

6 Bevis Marks  
12th Floor  
London  
EC3A 7BA

## INDEPENDENT AUDITORS

PricewaterhouseCoopers LLP  
7 More London Riverside  
London  
SE1 2RT

## TAX ADVISERS

Deloitte LLP  
Hill House  
1 Little New Street  
London  
EC4A 3TR

## REGISTERED NUMBER

OC311093

# Assured Investment Management (London) LLP

Members' Report

31 December 2021

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The Members present their report and the audited financial statements of Assured Investment Management (London) LLP ("the partnership") for the year ended 31 December 2021.

## Principal activities

The principal activity of the partnership is the provision of investment management services to Assured Investment Management LLC (formerly, BlueMountain Capital Management, LLC) ("AssuredIM"). The partnership is regulated by the UK Financial Conduct Authority ("FCA").

## Review of business and future developments

Turnover was £3,342,444 (2020: £4,368,286).

Overall, in the opinion of the Members, the state of the partnership's affairs at 31 December 2021 was satisfactory and they do not anticipate any significant change to the partnership's activities in the forthcoming year.

The partnership is owned by two UK regulated entities wholly-owned by Assured Guaranty Ltd. ("AGL"): Assured Guaranty Finance Overseas Ltd. ("AGFOL") and Assured Guaranty UK Holdings Ltd.

During 2020, the World Health Organisation declared a pandemic in relation to the emergence of the novel COVID-19 virus, this has continued to have a significant impact on the global economic environment. The partnership has been able to continue its operations by implementing remote work arrangements for its employees. All core tasks continue to be done effectively and can continue during an extended period with the employees working remotely.

## Results for the year and division among Members

The income for the financial year before Members' remuneration and profit shares available for discretionary division among Members was £70,589 (2020: loss of £1,252,293). The 2020 loss was the result of the transfer pricing agreement in place during the first four months of 2020, where the partnership shared the loss of AssuredIM. The transfer pricing agreement was revised to a cost plus 5% model effectively ensuring that the partnership would generate profits in future years.

## Designated Members

The Designated Members of the partnership that served during the year were as follows:

Assured Guaranty Finance Overseas Ltd.  
Assured Guaranty UK Holdings Ltd.

## Members' drawings and the subscription and repayment of Members' capital

Drawings and capital subscriptions are determined taking into account the anticipated cash needs and capital requirements of the partnership.

The partnership can make distributions of cash or property to the Members at the discretion of the partnership.

However, no withdrawal can be made from Members' capital accounts without the approval of the Designated Members and unless an equal amount of capital is contributed by another Member. No distribution can be made which would result in the partnership ceasing to hold sufficient funds and liquid capital or otherwise ceasing to comply with the financial resources requirements of the FCA.

In order to ensure that the FCA's requirements are met, Assured Guaranty UK Holdings Ltd. is entitled to require the partnership to retain profits otherwise available for distribution to Members.

## Pillar 3 disclosure

In accordance with the rules of the FCA, the partnership has published information on its risk management objectives and policies, regulatory capital requirements and resources and on its remuneration policies. This information is available on our website ([www.assuredinvestmentmanagement.com](http://www.assuredinvestmentmanagement.com)).

## Financial risk management

The partnership has in place a risk management programme that seeks to limit any potential adverse effects on the financial performance of the partnership. The partnership does not use derivative financial instruments to manage interest rate costs and no hedge accounting is applied.

Given the size of the partnership, the Members have not delegated the responsibility of monitoring financial risk management to a sub-committee. The policies set by the Members are implemented by the partnership's finance function.

### Price risk

The partnership has equity exposure to security price risk through the obligations in its deferred compensation plan. The partnership's deferred compensation obligations were indexed to select exchange traded funds ("ETFs") or money market funds.

### Credit risk

As the partnership generates income from the provision of management services to another group entity, the exposure to credit risk is not considered to be significant.

The partnership is also exposed to the credit risk of the banks at which cash is held. All cash is held at major financial institutions.

## Assured Investment Management (London) LLP

Members' Report (continued)

31 December 2021

### *Liquidity and financial solvency risk*

The partnership's solvency is monitored and assured within the framework of the regulations laid down by the FCA.

### *Interest rate risk*

The partnership has interest bearing assets. Interest bearing assets include only cash balances which earn interest at a floating rate.

The Members have reviewed the risk management programme in light of the COVID-19 pandemic and determined that the procedures and policies in place remain appropriate.

### **Disclosure of information to the auditors**

At the date of approval of this report, each Designated Member of the partnership has confirmed that in fulfilling their duties as a Designated Member:

- they have taken all necessary steps to make themselves aware of any information relevant to the audit and to establish that the auditors are aware of that information; and
- so far as they are aware, there is no relevant audit information of which the auditors have not been made aware.

### **Independent auditors**

PricewaterhouseCoopers LLP have indicated their willingness to continue as auditors.

### **Statement of members' responsibilities in respect of the financial statements**

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

Company law, as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 (the "Regulations"), requires the members to prepare financial statements for each financial year. Under that law the members have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law).

Under company law, as applied to limited liability partnerships, members must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the partnership and of the profit or loss of the partnership for that period. In preparing the financial statements, the members are required to:

- select suitable accounting policies and then apply them consistently;

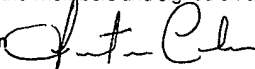
- state whether applicable United Kingdom Accounting Standards, comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements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

The members are responsible for safeguarding the assets of the partnership and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The members are also responsible for keeping adequate accounting records that are sufficient to show and explain the partnership's transactions and disclose with reasonable accuracy at any time the financial position of the partnership and enable them to ensure that the financial statements comply with the Companies Act 2006.

Approved by the Members and signed on their behalf

Justin Cohen



On behalf of Assured Guaranty UK Holdings Ltd., Designated Member

21 April 2022



# Independent auditors' report to the members of Assured Investment Management (London) LLP

## Report on the audit of the financial statements

### Opinion

In our opinion, Assured Investment Management (London) LLP's financial statements:

- give a true and fair view of the state of the partnership's affairs as at 31 December 2021 and of its profit and cash flows for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006 as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008.

We have audited the financial statements, included within the Members' Report and Financial Statements (the "Annual Report"), which comprise: the Balance Sheet as at 31 December 2021; the Statement of Comprehensive Income; the Statement of Changes in Members' Interests and the Cash Flow Statement for the year then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

### Basis for opinion

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

### Independence

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

### Conclusions relating to going concern

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the partnership's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the members' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

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

## **Reporting on other information**

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The members 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 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.

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

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

As explained more fully in the Statement of members' responsibilities in respect of the financial statements, the members 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 members 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 members are responsible for assessing the partnership'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 members either intend to liquidate the partnership or to cease operations, or have no realistic alternative but to do so.

### **Auditors' responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Based on our understanding of the partnership and industry, we identified that the principal risks of non-compliance with laws and regulations related to breaches of UK regulatory principles, such as those governed by the Financial Conduct Authority, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the financial statements such as the Companies

Act 2006 as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to the completeness and accuracy over the inputs related to revenue and the postings of inappropriate journal entries to revenue or expenses. Audit procedures performed by the engagement team included:

- Reviewing correspondence with the Financial Conduct Authority in relation to the compliance with laws and regulations;
- Discussions with management, and review of relevant members' meeting minutes, including consideration of known or suspected instances of non-compliance with laws and regulations and fraud;
- Understanding of management's internal controls designed to prevent and detect irregularities;
- Testing the completeness and accuracy of inputs into the cost-plus basis revenue calculation;
- Testing journal entries, with a focus on journals indicating unusual transactions and account combinations based on our understanding of the business; and
- Designing audit procedures to incorporate unpredictability around the nature, timing or extent of our testing.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

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

### **Use of this report**

This report, including the opinions, has been prepared for and only for the members of the partnership as a body in accordance with the Companies Act 2006 as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 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 as applicable to limited liability partnerships we are required to report to you if, in our opinion:

- we have not obtained all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the partnership, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.



James Mee (Senior Statutory Auditor)  
for and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
London  
21 April 2022



# Assured Investment Management (London) LLP

Statement of Comprehensive Income for the Year Ended 31 December 2021  
(in Pounds Sterling)

	Note	2021	2020
<b>Turnover</b>			
Management fees	£	3,342,444	£ 4,368,286
Administrative expenses		(4,088,565)	(6,172,596)
<b>Operating loss</b>	3	(746,121)	(1,804,310)
Interest receivable and similar income		169	6,724
Other income	13	816,541	545,293
<b>Income/(loss) for the financial year before Members' remuneration and profit shares available for discretionary division among Members</b>		70,589	(1,252,293)
Total other comprehensive income		-	-
<b>Total comprehensive income/(loss) for the financial year</b>	£	70,589	£ (1,252,293)

All of the partnership's operations are classed as continuing.

The accompanying notes are an integral part of these financial statements.

# Assured Investment Management (London) LLP

Balance Sheet as at 31 December 2021

(in Pounds Sterling)

	Note	2021	2020
<b>Fixed assets</b>			
Tangible assets	6	£ 9,500	£ 3,770
		9,500	3,770
<b>Current assets</b>			
Debtors	7	4,751,468	5,612,944
Cash at bank and in hand		866,445	1,296,222
		5,617,913	6,909,166
<b>Creditors: amounts falling due within one year</b>	8	(1,530,126)	(2,886,238)
<b>Net current assets</b>		4,087,787	4,022,928
<b>Total assets less current liabilities</b>		4,097,287	4,026,698
<b>Net assets attributable to members</b>		£ 4,097,287	£ 4,026,698
<b>Represented by:</b>			
<b>Loans and other debts due to Members within one year</b>			
Other amounts		7,760,562	7,831,151
<b>Members' other interests</b>			
Members' capital		10,137,247	10,137,247
Other reserves		(13,800,522)	(13,941,700)
		£ 4,097,287	£ 4,026,698
<b>Total Members' interests</b>			
Loans and other debts due to Members		7,760,562	7,831,151
Members' other interests		(3,663,275)	(3,804,453)
		£ 4,097,287	£ 4,026,698

The financial statements on pages 7 to 15 were approved and authorised for issue by the Members on 21 April 2022 and were signed on their behalf by:

**Justin Cohen**

On behalf of Assured Guaranty UK Holdings Ltd.  
Designated Member



The accompanying notes are an integral part of these financial statements.

# Assured Investment Management (London) LLP

Statement of Changes in Members' Interests for the Year Ended 31 December 2021  
(in Pounds Sterling)

	Members' other interests			Loans and other debts due to Members	
	Members' Capital (Classified as equity)	Other reserves	Total	Other amounts	Total
<b>Members' interests at 1 January 2020</b>	£ 1,166,735	£ (11,437,114)	£ (10,270,379)	£ 6,578,858	£ (3,691,521)
Total comprehensive loss for the financial year	-	(1,252,293)	(1,252,293)	-	(1,252,293)
Members' interests after loss for the year	1,166,735	(12,689,407)	(11,522,672)	6,578,858	(4,943,814)
Introduced by Members	8,970,512	-	8,970,512	-	8,970,512
Allocated profits	-	(1,252,293)	(1,252,293)	1,252,293	-
<b>Members' interests at 31 December 2020</b>	£ 10,137,247	£ (13,941,700)	£ (3,804,453)	£ 7,831,151	£ 4,026,698
<b>Members' interests at 1 January 2021</b>	£ 10,137,247	£ (13,941,700)	£ (3,804,453)	£ 7,831,151	£ 4,026,698
Total comprehensive income for the financial year	-	70,589	70,589	-	70,589
Members' interests after income for the year	10,137,247	(13,871,111)	(3,733,864)	7,831,151	4,097,287
Allocated profits	-	70,589	70,589	(70,589)	-
<b>Members' interests at 31 December 2021</b>	£ 10,137,247	£ (13,800,522)	£ (3,663,275)	£ 7,760,562	£ 4,097,287

Loans and amounts due to Members are not subordinated upon dissolution of the partnership. Assets are applied to creditors of the partnership, in the order of priority provided by law, including fees and reimbursements to the Members or their affiliates.

The accompanying notes are an integral part of these financial statements.

**Assured Investment Management (London) LLP ,**

Cash Flow Statement for the Year Ended 31 December 2021

(in Pounds Sterling)

	2021	2020
<b>Cash flows from operating activities</b>		
Operating loss for the financial year	£ (746,121)	£ (1,804,310)
Adjustments for:		
Depreciation of tangible assets	4,156	6,512
Write off of tangible assets	-	63,700
Interest receivable and similar income	169	6,724
Other income	816,541	545,293
Decrease/(increase) in debtors	861,476	(169,586)
Decrease in creditors	(1,356,112)	(6,780,726)
Net cash used in operating activities	(419,891)	(8,132,393)
<b>Cash flows from investing activities</b>		
Purchases of tangible assets	(9,886)	-
Cash used in investing activities	(9,886)	-
<b>Cash flows from financing activities</b>		
Ordinary capital introduced by Members	-	8,970,512
Cash generated from financing activities	-	8,970,512
Net (decrease)/increase in cash and cash equivalents	(429,777)	838,119
Cash and cash equivalents at beginning of year	1,296,222	458,103
<b>Cash and cash equivalents at end of year</b>	£ 866,445	£ 1,296,222

The accompanying notes are an integral part of these financial statements.

# Assured Investment Management (London) LLP

## Notes to the Financial Statements

31 December 2021

(in Pounds Sterling)

### 1. Partnership information

Assured Investment Management (London) LLP (the "partnership") is organised as a partnership, regulated by the UK Financial Conduct Authority. The partnership provides investment management services to Assured Investment Management LLC ("AssuredIM"). The address of its registered office is 6 Bevis Marks, 12th Floor, London, EC3A 7BA.

On 7 August 2019, Assured Guaranty US Holdings Inc., a wholly-owned subsidiary of Assured Guaranty Ltd. ("AGL"), entered into an agreement to purchase all of the outstanding equity interests of AssuredIM and the partnership.

### 2. Accounting policies

The financial statements have been prepared in accordance with the applicable United Kingdom Accounting Standards, including Financial Reporting Standard 102, "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland" ("FRS 102"), the Companies Act (2006) and the Statement of Recommended Practice "Accounting by Limited Liability Partnerships".

The accounting policies adopted are described below and have been applied consistently, unless otherwise stated.

#### Basis of accounting

The financial statements have been prepared under the historical cost convention, in Pounds Sterling which is the functional currency, and on a going concern basis.

#### Turnover

Turnover is accounted for on an accruals basis. Turnover represents management fees earned from AssuredIM, which is recognised in the year during which the related services are performed and the amounts have been contractually earned.

#### Capital, allocation of profits and drawings

Each Member's capital account includes the cash initially contributed by the Member to the partnership and any subsequent contributions. Undistributed allocated profits are retained in Other reserves and any amounts distributed are credited to a Member's distribution account.

Assured Guaranty UK Holdings Ltd., in its capacity as Designated Member, is entitled to cause the partnership to establish such reserves as it deems reasonably necessary. These reserves reduce the amounts distributable to Members in the proportion that such amounts were distributable. As the partnership has the unconditional right to withhold amounts held in other reserves, this balance has been classified as equity under FRS 102.

#### Tangible fixed assets

All tangible fixed assets are initially recorded at cost. Cost includes original purchase price of the asset and the costs attributable to bringing the asset to its working condition for its intended use. Thereafter, tangible fixed assets are stated at historical cost less accumulated depreciation.

#### Depreciation

Depreciation is calculated so as to write off the cost of the asset, less its estimated residual value, over the useful economic life of the asset, as follows:

Leasehold improvements	20% straight line
Fixtures and fittings	20% straight line
Computer equipment	33% straight line

#### Taxation

Members are personally liable for UK taxation on their share of the partnership profits. Consequently, no reserve for taxation is made in these financial statements.

#### Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

#### Foreign currencies

Transactions denominated in a foreign currency are translated into Pounds Sterling at the rate of exchange ruling at the date of the transaction. At the balance sheet date, monetary assets and liabilities denominated in foreign currencies are translated into Pounds Sterling at the rate ruling at the balance sheet date. All exchange differences are dealt within the profit and loss account.

#### Pension costs

The partnership operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the partnership. The annual contributions payable are charged to the profit and loss account.

#### Deferred compensation plan

The partnership has entered into agreements with certain employees, whereby a portion of their total compensation is deferred and subject to forfeiture (refer to note 10). Compensation charges are recognised in the partnership's financial statements over the vesting period. There is no unvested amount as of 31 December 2021.

#### Severance pay

The partnership provides severance pay to certain eligible employees in the event of an involuntary termination of employment. The partnership accrued for severance and other employee separation costs when it is probable that benefits will be paid, and the amount is reasonably estimable. The rates used in determining severance accruals are based on negotiated settlements.

#### Provisions

Provisions are recognised when the partnership has a present obligation, as a result of a past event, it is probable that a transfer of economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

# Assured Investment Management (London) LLP

Notes to the Financial Statements (continued)

31 December 2021

(in Pounds Sterling)

## 2. Accounting policies (continued)

### Critical accounting judgements and estimation uncertainty

The partnership makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The estimates and assumptions that could have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

#### Deferred compensation plan:

The partnership indexes all employees' deferred amounts to select ETFs and money market funds. These vested amounts are estimated at the end of each reporting period based on the performance of the indexed employee election.

## 3. Operating loss

	2021	2020
Operating loss is stated after charging/(crediting):		
Depreciation of owned fixed assets	£ 4,156	£ 6,512
Operating lease costs	210,025	1,029,460
Net loss/(gain) on foreign currency translation	4,670	(9,497)

## 4. Auditors' remuneration

	2021	2020
Fees to the auditors for the audit of the financial statements	£ 57,062	£ 48,630
Audit related assurance services	4,410	4,200
<b>Total</b>	<b>£ 61,472</b>	<b>£ 52,830</b>

## 5. Employee information and staff costs

Employee information	2021	2020
The average monthly number of persons employed by the partnership during the year was (a majority of which were performing portfolio management research services):	8	12
Staff costs	2021	2020
Staff costs for the above persons were:		
Wages and salaries	£ 1,962,014	£ 3,084,135
Social security costs	256,724	429,119
Other pension costs	82,820	104,682
<b>Total</b>	<b>£ 2,301,558</b>	<b>£ 3,617,936</b>

## Assured Investment Management (London) LLP

Notes to the Financial Statements (continued)

31 December 2021

(in Pounds Sterling)

### 6. Tangible assets

Cost	Leasehold improvements	Fixtures and fittings	Computer equipment	Total
At 1 January 2021	£ 738,827	£ 176,426	£ 631,505	£ 1,546,758
Additions	-	-	9,886	9,886
<b>At 31 December 2021</b>	<b>£ 738,827</b>	<b>£ 176,426</b>	<b>£ 641,391</b>	<b>£ 1,556,644</b>
<b>Accumulated depreciation</b>				
At 1 January 2021	£ 738,827	£ 175,178	£ 628,983	£ 1,542,988
Charge for the year	-	454	3,702	4,156
<b>At 31 December 2021</b>	<b>£ 738,827</b>	<b>£ 175,632</b>	<b>£ 632,685</b>	<b>£ 1,547,144</b>
<b>Net book value</b>				
<b>At 31 December 2021</b>	<b>£ -</b>	<b>£ 794</b>	<b>£ 8,706</b>	<b>£ 9,500</b>
<b>At 31 December 2020</b>	<b>£ -</b>	<b>£ 1,248</b>	<b>£ 2,522</b>	<b>£ 3,770</b>

### 7. Debtors

	2021	2020
Amounts owed by group undertakings	£ 4,665,974	£ 5,272,175
VAT recoverable	35,222	44,329
Prepayments and accrued income	21,550	235,945
Security deposit	18,000	52,000
Other debtors	10,583	8,495
Other assets	139	-
<b>Total</b>	<b>£ 4,751,468</b>	<b>£ 5,612,944</b>

Amounts owed by group undertakings are interest free, unsecured and repayable on demand.

### 8. Creditors: amounts falling due within one year

	2021	2020
Amounts owed to group undertakings	£ 31,607	£ 86,327
Deferred rentals	123,469	196,833
Taxation and social security	157,420	53,310
Accruals and deferred compensation	1,217,630	2,549,768
<b>Total</b>	<b>£ 1,530,126</b>	<b>£ 2,886,238</b>

## Assured Investment Management (London) LLP

Notes to the Financial Statements (continued)

31 December 2021

(in Pounds Sterling)

### 9. Member information

	2021	2020
The average number of Members during the year was:	2	2
The amount of profit attributable to the Member with the largest entitlements is:		
The highest amount distributed to an individual Member in the year	£ -	£ -

### 10. Deferred compensation plan

The partnership has entered into agreements with certain employees, whereby a portion of their total compensation is deferred and subject to forfeiture for a period of three years vesting pro-rata over such period of time. Effective 1 January 2020, employees' unvested deferred amounts were indexed to select ETFs or money market funds. Compensation charges are recognised in the partnership's financial statements over the vesting period. Accordingly, the partnership recorded charges of £7 (2020: £14.6 thousand) for deferred compensation vested during 2021. The unpaid liabilities of £17.3 thousand (2020: £20 thousand) were included in accruals and deferred compensation (see note 8 above). Additionally, there is no unvested deferred amount as of 31 December 2021.

### 11. Share-based payments

The partnership's ultimate parent, AGL has a number of share-based payment schemes for eligible employees, which includes employees of the partnership. The Incentive Plan authorises the grant of incentive stock options, non-qualified stock options, stock appreciation rights, and full value awards that are based on AGL's common stock.

#### Restricted stock units

Restricted stock units may be granted under the Incentive Plan. Restricted stock units are valued based on the closing price of the underlying shares at the date of grant. Restricted stock units, except for performance restricted stock units, generally vest in equal annual instalments over a four-year period.

#### Employee stock purchase plan

Eligible employees of the partnership may participate in the AGL Employee Stock Purchase Plan established by AGL in accordance with U.S. Internal Revenue Code Section 423. Maximum annual purchases by participants are limited to the number of whole shares that can be purchased by an amount equal to 10% of the participant's compensation or, if less, shares having a value of US\$25,000. Participants may purchase shares at a purchase price equal to 85% of the lesser of the fair market value of the stock on the first day or the last day of the subscription period.

### 12. Severance pay

The partnership reversed charges of £57.5 thousand (2020: £164.1 thousand) for severance recognised during 2021. The unpaid liabilities of £191 thousand (2020: £972.4 thousand) were included in accruals and deferred compensation disclosed in note 8.

### 13. Commitments under operating lease

At 31 December, the partnership had aggregate future minimum rental payments under non-cancellable operating leases as set out below.

Land and buildings	2021	2020
Within 1 year	£ 874,220	£ 818,975
Within 2 to 5 years	818,975	1,637,950
	£ 1,693,195	£ 2,456,925

The above lease was assigned to a new party starting 16 April 2020 with guarantee that the assignee will duly and punctually comply with all the tenant covenants of the lease. The partnership recognised £816,541 (2020: £545,293) sublease income for the year ended 31 December 2021. At 31 December 2021, the aggregate future minimum rental payments under non-cancellable operating leases resulting from the assignment are the same as set out above.



## **Assured Investment Management (London) LLP**

Notes to the Financial Statements (continued)

31 December 2021

(in Pounds Sterling)

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### **14. Related party transactions**

During the year, the partnership recognised turnover for sub-management services totalling £3,342,444 (2020: £4,368,286) to AssuredIM.

During the year, there was no compensation paid to key management (2020: £nil).

At the balance sheet date, the partnership was owed £4,662,974 (2020: £5,246,736) by AssuredIM and £3,000 (2020: £25,439) by BlueMountain Monteners GP S.à r.l. These amounts are included within 'Debtors - Amounts owed by group undertakings'. At the balance sheet date, the partnership owed £nil (2020: £37,319) to AG US Group Services, Inc., £14,265 (2020: £49,008) to AG Limited, £2,979 (2020: £nil) to AG Finance Overseas Ltd and £14,363 (2020: £nil) to AG UK Services Limited. These amounts are included within 'Creditors: amounts falling due within one year - Amounts owed to group undertakings'.

### **15. Ultimate parent undertaking and controlling party**

At 31 December 2021, the immediate parent and the controlling party is Assured Guaranty UK Holdings Ltd., a wholly-owned subsidiary of AGL.

AGL is the parent at which these financial statements are consolidated at 31 December 2021.