

Registration number: OC325075

ADA CAPITAL LLP

**REPORT FOR THE MEMBERS AND
UNAUDITED FINANCIAL STATEMENTS**
31 December 2015



ADA CAPITAL LLP

REPORT FOR THE MEMBERS AND UNAUDITED FINANCIAL STATEMENTS 31 December 2015

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ADA CAPITAL LLP

PARTNERS AND OTHER OFFICERS

Members: Arsen Agadzhanyan 99,00%
Gegam Agadzhanyan 1,00%

Designated members Arsen Agadzhanyan
Gegam Agadzhanyan

Registered address: 21 St Thomas Street
Bristol
BS1 6JS
United Kingdom

Registration number: OC325075

ADA CAPITAL LLP

REPORT OF THE PARTNERS

The Partners present their report and unaudited financial statements of the Partnership for the year ended 31 December 2015.

Principal activities

The principal activities of the Partnership, which are unchanged from last year, are the financing of companies and providing short term interest bearing loans to third parties.

Review of current position, future developments and significant risks

The Partnership's development to date, financial results and position as presented in the financial statements are not considered satisfactory and the partners are making an effort to reduce the Partnership losses.

Results

The Partnership's results for the year are set out on page 4.

Partners

The Partners of ADA Capital LLP as at 31 December 2015 and at the date of this report are presented on page 1. All of them were Partners throughout the year ended 31 December 2015.

There were no significant changes in the assignment of responsibilities and remuneration of the Partners.

By order of the Members,

Arsen Agadzhanyan
Designated member



Limassol, 14 October 2016

ADA CAPITAL LLP

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Year ended 31 December 2015

	Note	2015 €	2014 €
Income	3	192.285	434.008
Administration expenses		<u>(66.492)</u>	<u>(1.762.097)</u>
Operating profit/(loss)		125.793	(1.328.089)
Finance costs	5	<u>(6.706)</u>	<u>(802.015)</u>
Net profit/(loss) for the year		119.087	(2.130.104)
Other comprehensive income		<u>-</u>	<u>-</u>
Total comprehensive loss for the year		<u>119.087</u>	<u>(2.130.104)</u>

The notes on pages 7 to 10 form an integral part of these financial statements.

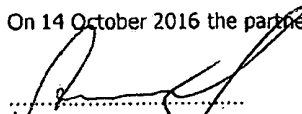
ADA CAPITAL LLP

STATEMENT OF FINANCIAL POSITION

31 December 2015

	Note	2015 €	2014 €
ASSETS			
Non-current assets			
Current assets			
Receivables	6	2.752.742	3.066.292
Cash at bank and in hand	7	157	424
		2.752.899	3.066.716
Total assets		2.752.899	3.066.716
PARTNERS' EQUITY AND LIABILITIES			
Partner's equity		1.470.753	2.909.325
Total equity		1.470.753	2.909.325
Current liabilities			
Trade and other payables	8	1.282.146	157.391
		1.282.146	157.391
Total partners' equity and liabilities		2.752.899	3.066.716

On 14 October 2016 the partners authorised these financial statements for issue.


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Arsen Agadzhanyan
Designated member

Audit exemption

The LLP is entitled to exemption from audit under Section 477 of the Companies Act 2006 as modified by the Limited Liability Partnership (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 for the year ended 31 December 2013.

The Members acknowledge their responsibilities to:

(a) ensure that the LLP keeps accounting records which comply with Section 386 and 387 of the Companies Act 2006 as modified by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulation 2008 and

(b) prepare financial statements which give a true and fair view of the state of affairs of the LLP as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 as modified by the Limited Liability Partnership (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 relating to financial statements, so far as applicable to the LLP.

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 as modified by the Limited Liability Partnerships (Accounts and Audit) (Application of the Companies Act 2006) Regulations 2008 relating to small LLPs and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The notes on pages 7 to 10 form an integral part of these financial statements.

ADA CAPITAL LLP

CASH FLOW STATEMENT

Year ended 31 December 2015

	Note	2015 €	2014 €
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/(loss) for the year		119.087	(2.130.104)
Adjustments for:			
Prior year adjustments		623.228	-
Interest income	3	(192.285)	(434.008)
Interest expense	5	-	797.526
Cash flows from/(used in) operations before working capital changes		550.030	(1.766.586)
Decrease in receivables		313.550	7.513.558
Increase/(Decrease) in trade and other payables		1.124.755	(618)
Cash flows from operations		1.988.335	5.746.354
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received		192.285	434.008
Net cash flows from investing activities		192.285	434.008
CASH FLOWS FROM FINANCING ACTIVITIES			
Partner's deposits		3.551	3.316.145
Repayment of loans from subsidiary companies		-	(8.500.000)
Partner's drawings		(2.184.438)	(205.751)
Interest paid		-	(797.526)
Net cash flows used in financing activities		(2.180.887)	(6.187.132)
Net decrease in cash and cash equivalents		(267)	(6.770)
Cash and cash equivalents:			
At beginning of the year		424	7.194
At end of the year	7	157	424

The notes on pages 7 to 10 form an integral part of these financial statements.

ADA CAPITAL LLP

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

Year ended 31 December 2015

1. Incorporation and principal activities

Country of incorporation

The Partnership ADA CAPITAL LLP (the "Partnership") was incorporated in the UK on 28th December 2006 as a partnership under the Partnership Law, Cap. 116. Its registered address is at 21 St Thomas Street, Bristol, BS1 6JS, United Kingdom.

Principal activities

The principal activities of the Partnership, which are unchanged from last year, are the financing of companies and providing short term interest bearing loans to third parties.

2. Accounting policies

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented in these financial statements unless otherwise stated.

Basis of preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union (EU). The financial statements have been prepared under the historical cost convention.

Adoption of new and revised IFRSs

During the current year the Partnership adopted all the new and revised International Financial Reporting Standards (IFRS) that are relevant to its operations and are effective for accounting periods beginning on 1 January 2015. This adoption did not have a material effect on the accounting policies of the Partnership.

At the date of approval of these financial statements, standards and interpretations were issued by the International Accounting Standards Board which were not yet effective. Some of them were adopted by the European Union and others not yet. The Partners expects that the adoption of these accounting standards in future periods will not have a material effect on the financial statements of the Partnership.

Audit exemption

The LLP is entitled to exemption from audit under Section 477 of the Companies Act 2006 as modified by the Limited Liability Partnership (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 for the year ended 31 December 2015.

The Members acknowledge their responsibilities to:

(a) ensure that the LLP keeps accounting records which comply with Section 386 and 387 of the Companies Act 2006 as modified by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulation 2008 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the LLP as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 as modified by the Limited Liability Partnership (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 relating to financial statements, so far as applicable to the LLP.

ADA CAPITAL LLP

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

Year ended 31 December 2015

2. Accounting policies (continued)

Revenue recognition

Revenues earned by the Partnership are recognised on the following bases:

- **Interest income**

Interest income is recognised on a time-proportion basis using the effective interest method.

Finance costs

Interest expense and other borrowing costs are charged to profit or loss as incurred.

Foreign currency translation

(1) **Functional and presentation currency**

Items included in the Partnership's financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Euro (€), which is the Partnership's functional and presentation currency.

(2) **Transactions and balances**

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Financial instruments

Financial assets and financial liabilities are recognised in the Partnership's statement of financial position when the Partnership becomes a party to the contractual provisions of the instrument.

Cash and cash equivalents

For the purpose of the cash flow statement, cash and cash equivalents comprise cash at bank and in hand.

Trade payables

Trade payables are initially measured at fair value and are subsequently measured at amortised cost, using the effective interest rate method.

Derecognition of financial assets and liabilities

Financial assets

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognised when:

- the rights to receive cash flows from the asset have expired;
- the Partnership retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a 'pass through' arrangement; or
- the Partnership has transferred its rights to receive cash flows from the asset and either (a) has transferred substantially all the risks and rewards of the asset, or (b) has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

ADA CAPITAL LLP

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

Year ended 31 December 2015

2. Accounting policies (continued)

Derecognition of financial assets and liabilities (continued)

Financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the statement of financial position if, and only if, there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the asset and settle the liability simultaneously. This is not generally the case with master netting agreements, and the related assets and liabilities are presented gross in the statement of financial position.

3. Other income

	2015	2014
	€	€
Interest income	<u>192.285</u>	<u>434.008</u>
	<u>192.285</u>	<u>434.008</u>

4. Expenses by nature

	2015	2014
	€	€
Other expenses	<u>66.492</u>	<u>1.762.097</u>
Total expenses	<u>66.492</u>	<u>1.762.097</u>

5. Finance costs

	2015	2014
	€	€
Net foreign exchange transaction losses	(45)	-
Interest expense	-	797.526
Other finance expenses	<u>6.751</u>	<u>4.489</u>
	<u>6.706</u>	<u>802.015</u>

6. Receivables

	2015	2014
	€	€
Deposits and prepayments	<u>2.752.742</u>	<u>3.066.292</u>
	<u>2.752.742</u>	<u>3.066.292</u>

The fair values of trade and other receivables due within one year approximate to their carrying amounts as presented above. The amount of €2.752.742 is a prepayment made to Zareniel Investments Ltd for the purchase of equipment as per agreement dated 25 June 2012.

ADA CAPITAL LLP

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

Year ended 31 December 2015

7. Cash at bank and in hand

Cash balances are analysed as follows:

	2015	2014
	€	€
Cash at bank and in hand	157	424
	<u>157</u>	<u>424</u>

8. Trade and other payables

	2015	2014
	€	€
Accruals	2.500	2.050
Payables to related companies (Note 9)	1.279.646	155.341
	<u>1.282.146</u>	<u>157.391</u>

The fair values of trade and other payables due within one year approximate to their carrying amounts as presented above.

9. Related party transactions

The following transactions were carried out with related parties:

9.1 Partners' equity

	2015	2014
	€	€
Balance 1 January	2.909.325	1.929.035
Prior year adjustment (Note 10)	623.228	-
Partners' withdrawals	(2.184.438)	(205.751)
Funds introduced	3.551	3.316.145
(Loss)/Profit for the year	119.087	(2.130.104)
	<u>1.470.753</u>	<u>2.909.325</u>

10. Prior year adjustments

An amount of €1,131,548 was erroneously credited as interest receivable from debtors and has now been removed from the debtors' balances.

An amount of €1,754,776 was charged as bad debt of Marvelsa Trading Ltd but this amount has been taken over in 2015 and set against the amount due by ADA Capital LLP to Bogateor Consulting Ltd, a group company.

11. Events after the reporting period

There were no material events after the reporting period, which have a bearing on the understanding of the financial statements.

ADA CAPITAL LLP

DETAILED INCOME STATEMENT

Year ended 31 December 2015

	Page	2015 €	2014 €
Revenue			
Other interest income		<u>192.285</u>	<u>434.008</u>
		192.285	434.008
Operating expenses			
Administration expenses	12	<u>(66.492)</u>	<u>(1.762.097)</u>
Operating profit/(loss)		125.793	(1.328.089)
Finance costs	13	<u>(6.706)</u>	<u>(802.015)</u>
Net profit/(loss) for the year		<u>119.087</u>	<u>(2.130.104)</u>

ADA CAPITAL LLP

OPERATING EXPENSES

Year ended 31 December 2015

	2015 €	2014 €
Administration expenses		
Accounting fees	2.500	6.071
Legal and professional	1.502	1.250
Bad debts written off	<u>62.490</u>	<u>1.754.776</u>
	<u>66.492</u>	<u>1.762.097</u>

ADA CAPITAL LLP

FINANCE COSTS

Year ended 31 December 2015

	2015 €	2014 €
Finance costs		
Interest expense		
Loan interest	-	797.526
Other finance expenses		
Bank charges	6.751	4.489
Net foreign exchange transaction losses		
Realised exchange loss	(45)	-
	<u>6.706</u>	<u>802.015</u>