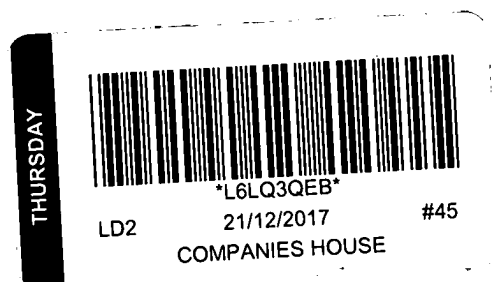


Limited Liability Partnership Registration No. OC347020 (England and Wales)

ANIMATRIX CAPITAL LLP
MEMBERS' REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017
PAGES FOR FILING WITH REGISTRAR



ANIMATRIX CAPITAL LLP

LIMITED LIABILITY PARTNERSHIP INFORMATION

Designated members	R C G Lywood S J Lawson
Limited liability partnership number	OC347020
Registered office	First Floor Thavies Inn House 3-4 Holborn Circus London EC1N 2HA
Accountants	Wilson Wright LLP Chartered Accountants Thavies Inn House 3-4 Holborn Circus London EC1N 2HA

ANIMATRIX CAPITAL LLP

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STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2017

	Notes	2017 £	£	2016 £	£
Fixed assets					
Property, plant and equipment	4		7,545		11,952
Investments	5		15,088,717		16,663,164
			<u>15,096,262</u>		<u>16,675,116</u>
Current assets					
Trade and other receivables	6	706,188		962,924	
Cash and cash equivalents		979,182		286,465	
		<u>1,685,370</u>		<u>1,249,389</u>	
Current liabilities	7	(4,721,803)		(59,936)	
Net current (liabilities)/assets			<u>(3,036,433)</u>		<u>1,189,453</u>
Total assets less current liabilities			<u>12,059,829</u>		<u>17,864,569</u>
Non-current liabilities	8		(31,769,769)		(35,037,908)
Net liabilities attributable to members			<u>(19,709,940)</u>		<u>(17,173,339)</u>
Represented by:					
Members' other interests					
Members' capital classified as equity			556,100		556,100
Other reserves classified as equity			(20,266,040)		(17,729,439)
			<u>(19,709,940)</u>		<u>(17,173,339)</u>
Total members' interests					
Members' other interests			<u>(19,709,940)</u>		<u>(17,173,339)</u>

The members of the limited liability partnership have elected not to include a copy of the income statement within the financial statements.

For the financial year ended 31 March 2017 the limited liability partnership was entitled to exemption from audit under section 477 of the Companies Act 2006 (as applied by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008) relating to small limited liability partnerships.

The members acknowledge their responsibilities for complying with the requirements of the Act (as applied to limited liability partnerships) with respect to accounting records and the preparation of accounts.

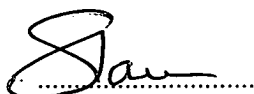
These financial statements have been prepared and delivered in accordance with the provisions applicable to limited liability partnerships subject to the small limited liability partnerships' regime.

ANIMATRIX CAPITAL LLP

STATEMENT OF FINANCIAL POSITION (CONTINUED)

AS AT 31 MARCH 2017

The financial statements were approved by the members and authorised for issue on 12/12/17..... and are signed on their behalf by:



S J Lawson

Designated member

Limited Liability Partnership Registration No. OC347020

ANIMATRIX CAPITAL LLP

RECONCILIATION OF MEMBERS' INTERESTS FOR THE YEAR ENDED 31 MARCH 2017

Current financial year

Current financial year	EQUITY			DEBT		TOTAL
	Members' other interests			Loans and other debts due to members less any amounts due from members in debtors		MEMBERS' INTERESTS
	Members' capital (classified as equity)	Other reserves	Total	Other amounts	Total	Total 2017
	£	£	£	£	£	£
Members' interests at 1 April 2016	556,100	(17,729,439)	(17,173,339)	-	-	(17,173,339)
Loss for the financial year available for discretionary division among members	-	(2,344,601)	(2,344,601)	-	-	(2,344,601)
Members' interests after loss for the year	556,100	(20,074,040)	(19,517,940)	-	-	(19,517,940)
Allocation of loss for the financial year	-	(192,000)	(192,000)	192,000	192,000	-
Drawings	-	-	-	(192,000)	(192,000)	(192,000)
Members' interests at 31 March 2017	556,100	(20,266,040)	(19,709,940)	-	-	(19,709,940)

ANIMATRIX CAPITAL LLP

RECONCILIATION OF MEMBERS' INTERESTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2017

Prior financial year

Prior financial year	EQUITY			DEBT		TOTAL MEMBERS' INTERESTS
	Members' other interests			Loans and other debts due to members less any amounts due from members in debtors		
	Members' capital (classified as equity)	Other reserves	Total	Other amounts	Total	
	£	£	£	£	£	
Amounts due to members				89,472		
Members' interests at 1 April 2015	556,100	(15,277,850)	(14,721,750)	89,472	89,472	(14,632,278)
Loss for the financial year available for discretionary division among members	-	(2,361,061)	(2,361,061)	-	-	(2,361,061)
Members' interests after loss for the year	556,100	(17,638,911)	(17,082,811)	89,472	89,472	(16,993,339)
Allocation of loss for the financial year	-	(90,528)	(90,528)	90,528	90,528	-
Drawings	-	-	-	(180,000)	(180,000)	(180,000)
Members' interests at 31 March 2016	556,100	(17,729,439)	(17,173,339)	-	-	(17,173,339)

ANIMATRIX CAPITAL LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

Limited liability partnership information

Animatrix Capital LLP is a limited liability partnership incorporated in England and Wales. The registered office is First Floor, Thavies Inn House, 3-4 Holborn Circus, London, EC1N 2HA.

The limited liability partnership's principal activities are disclosed in the Members' Report.

1.1 Accounting convention

These financial statements have been prepared in accordance with the Statement of Recommended Practice "Accounting by Limited Liability Partnerships" issued in January 2017, together with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the limited liability partnership. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain financial instruments at fair value. The principal accounting policies adopted are set out below.

These financial statements for the year ended 31 March 2017 are the first financial statements of Animatrix Capital LLP prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 April 2015. An explanation of how transition to FRS 102 has affected the reported financial position and financial performance is given in note 12.

The limited liability partnership has taken advantage of the exemption under section 399 of the Companies Act 2006 not to prepare consolidated accounts, on the basis that the group of which this is the parent qualifies as a small group. The financial statements present information about the limited liability partnership as an individual entity and not about its group.

1.2 Going concern

R C G Lywood, a designated member, has provided assurances of his ongoing support to the limited liability partnership. At the reporting date the limited liability partnership owed £31,769,769 to R C G Lywood and has received assurance that it is not currently the intention of R C G Lywood to call upon the loan balance until such time as the limited liability partnership has sufficient resources to settle the liability. On the basis of these assurances, the members consider it appropriate to prepare the financial statements on the going concern basis.

1.3 Revenue

Revenue is recognised when the service is performed or when loan interest is earned to the extent that it is probable that economic benefits will flow into the LLP and excludes value added tax.

ANIMATRIX CAPITAL LLP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

(Continued)

1.4 Members' participating interests

Members' participation rights are the rights of a member against the LLP that arise under the members' agreement (for example, in respect of amounts subscribed or otherwise contributed remuneration and profits).

Members' participation rights in the earnings or assets of the LLP are analysed between those that are, from the LLP's perspective, either a financial liability or equity, in accordance with section 22 of FRS 102. A member's participation rights including amounts subscribed or otherwise contributed by members, for example members' capital, are classed as liabilities unless the LLP has an unconditional right to refuse payment to members, in which case they are classified as equity.

All amounts due to members that are classified as liabilities are presented within 'Loans and other debts due to members' and, where such an amount relates to current year profits, they are recognised within 'Members' remuneration charged as an expense' in arriving at the relevant year's result. Undivided amounts that are classified as equity are shown within 'Members' other interests'. Amounts recoverable from members are presented as debtors and shown as amounts due from members within members' interests.

1.5 Property, plant and equipment

Property, plant and equipment are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and machinery	25%
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1.6 Non-current investments

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the limited liability partnership. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

An associate is an entity, being neither a subsidiary nor a joint venture, in which the limited liability partnership holds a long-term interest and where the limited liability partnership has significant influence. The limited liability partnership considers that it has significant influence where it has the power to participate in the financial and operating decisions of the associate.

Entities in which the limited liability partnership has a long term interest and shares control under a contractual arrangement are classified as jointly controlled entities.

Other financial assets, including investments in equity instruments which are not subsidiaries, associates or joint ventures, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in profit or loss, except that investments in equity instruments that are not publicly traded and whose fair values cannot be measured reliably are measured at cost less impairment.

ANIMATRIX CAPITAL LLP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

(Continued)

1.7 Impairment of non-current assets

At each reporting period end date, the limited liability partnership reviews the carrying amounts of its tangible assets 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 limited liability partnership estimates the recoverable amount of the cash-generating unit to which the asset belongs.

1.8 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include deposits held at call with banks.

1.9 Financial instruments

The limited liability partnership has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the limited liability partnership's statement of financial position when the limited liability partnership becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset and the net amounts presented in the financial statements when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the limited liability partnership after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including trade and other payables, bank loans, loans from fellow group companies, are initially recognised at transaction price.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost.

1.10 Equity instruments

Equity instruments issued by the limited liability partnership are recorded at the proceeds received, net of direct issue costs.

ANIMATRIX CAPITAL LLP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

(Continued)

1.11 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or non-current assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the limited liability partnership is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.13 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease.

1.14 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the income statement for the period.

2 Employees

The average number of persons (excluding members) employed by the partnership during the year was 7 (2016 - 6).

3 Other gains and losses

	2017 £	2016 £
Change in value of financial assets held at fair value through profit or loss	(297,745)	(5,998,988)
Gain on disposal of investments held at fair value	-	1,708,115
(Loss)/gain on disposal of fixed asset investments	(1,313,170)	739,586
Impairment losses	(660,026)	(1,241,395)
	<u>(2,270,941)</u>	<u>(4,792,682)</u>

ANIMATRIX CAPITAL LLP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2017

4 Property, plant and equipment

	Plant and machinery £
Cost	
At 1 April 2016	33,091
Additions	2,799
	<u>35,890</u>
At 31 March 2017	<u>35,890</u>
Depreciation and impairment	
At 1 April 2016	21,139
Depreciation charged in the year	7,206
	<u>28,345</u>
At 31 March 2017	<u>28,345</u>
Carrying amount	
At 31 March 2017	7,545
	<u>11,952</u>
At 31 March 2016	<u>11,952</u>

5 Fixed asset investments

	2017 £	2016 £
Investments	4,209,150	2,950,614
Loans	10,879,567	13,712,550
	<u>15,088,717</u>	<u>16,663,164</u>

ANIMATRIX CAPITAL LLP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2017

(Continued)

5 Fixed asset investments

Movements in non-current investments

	Shares in group undertakings and participating interests £	Loans to group undertakings and participating interests £	Unlisted investments £	Listed investments £	Total £
Cost or valuation					
At 1 April 2016	7,542,405	15,499,812	1	-	23,042,218
Additions	2,875,369	1,667,392	-	1,602,458	6,145,219
Valuation changes	-	-	-	(297,745)	(297,745)
Reclassifications	(278)	-	278	-	-
Disposals	(7,507,419)	(5,013,904)	-	-	(12,521,323)
At 31 March 2017	2,910,077	12,153,300	279	1,304,713	16,368,369
Impairment					
At 1 April 2016	4,591,792	1,787,262	-	-	6,379,054
Impairment losses	5,919	654,107	-	-	660,026
Disposals	(4,591,792)	(1,167,636)	-	-	(5,759,428)
At 31 March 2017	5,919	1,273,733	-	-	1,279,652
Carrying amount					
At 31 March 2017	2,904,158	10,879,567	279	1,304,713	15,088,717
At 31 March 2016	2,950,613	13,712,550	1	-	16,663,164

6 Trade and other receivables

	2017 £	2016 £
Amounts falling due within one year:		
Trade receivables	22,509	97,348
Other receivables	683,679	865,576
	<u>706,188</u>	<u>962,924</u>

Other receivables includes £nil (2016 - £52,500) which is due after more than one year.

ANIMATRIX CAPITAL LLP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2017

7 Current liabilities

	2017 £	2016 £
Trade payables	25,546	20,458
Amounts due to group undertakings	4,645,000	-
Other taxation and social security	26,746	24,553
Other payables	24,511	14,925
	<u>4,721,803</u>	<u>59,936</u>

The bank overdraft facility (not being utilised at the reporting date) is secured by a floating charge over the assets of the limited liability partnership.

8 Non-current liabilities

	2017 £	2016 £
Other payables	<u>31,769,769</u>	<u>35,037,908</u>

Included above is an amount of £31,769,768 (2016 - £35,037,908) due to R C G Lywood which has no fixed repayment date. The loan has been secured by a first legal charge over all present and future assets and rights of the limited liability partnership.

9 Loans and other debts due to members

In the event of a winding up the amounts included in "Loans and other debts due to members" will rank equally with unsecured creditors.

10 Operating lease commitments

Lessee

At the reporting end date the limited liability partnership had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

	2017 £	2016 £
	<u>112,000</u>	<u>280,000</u>

11 Related party transactions

At the reporting date £4,645,000 (2016 - £nil) was due to Animatrix Finance Limited, a company controlled by R C G Lywood.

12 Reconciliations on adoption of FRS 102

ANIMATRIX CAPITAL LLP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2017

12 Reconciliations on adoption of FRS 102

(Continued)

Reconciliation of members' interests

	1 April 2015 £	31 March 2016 £
Members' interests as reported under previous UK GAAP and under FRS 102	(14,632,280)	(17,173,339)

Reconciliation of profit or loss

	Notes	2016 £
Profit or loss as reported under previous UK GAAP		3,637,927
Adjustments arising from transition to FRS 102:		
i) Revaluation of a listed investment		(5,998,988)
Profit or loss reported under FRS 102		(2,361,061)

Notes to reconciliations on adoption of FRS 102

i) Revaluation of a listed investment

The revaluation of a listed investment was adjusted through the income statement under FRS 102. Under previous UK GAAP this was adjusted through a revaluation reserve.