ABG Sundal Collier Partners LLP

Report and Financial Statements

For the period from 22 September 2010 to 31 December 2011

Registered No OC358100

Registered in England

ABG Sundal Collier Partners LLP

Contents

ABG Sundal Collier Partners LLP

Designated members and professional advisors

Designated members

ABG Sundal Collier Limited (acting by its duly appointed representative, Johan Roth)

Gard Haugen

Registered office

St Martin's Court
10 Paternoster Row
London EC4M 7EJ

Bankers

Nordea Bank Finland Plc
London Branch
8th Floor, City Place House
55 Basinghall Street
London EC2V 5NB

Solicitors

Travers Smith LLP
10 Snow Hill
London EC1A 2AL

Auditor

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

ABG Sundal Collier Partners LLP

Chief Executive's statement

Financial highlights:

- **Turnover of £6.8m.**
- **Administrative expenses of £2.6m.**
- **Operating profit of £4.2m.**
- **Regulatory capital resources of £3.0m, comfortably exceeding its FSA financial resources requirement of £1.8m.**

Introduction

ABG Sundal Collier Partners LLP is part of the ABG Sundal Collier group, a Nordic investment bank listed on Oslo Stock Exchange The Partnership was incorporated on 22 September 2010, and started operating from June 2011 when ABG Sundal Collier Limited transferred its business and employees to the Partnership

Current position

The industry experienced highly volatile markets which depressed investor sentiment The inability of investors to assess the risk presented by the excess government debt in several countries in the Euro zone resulted in lower demand for equities and reduced opportunities for doing IPOs and other equity capital markets transactions Despite difficult market conditions, the Partnership had a turnover of £6 8 million and operating profit of £4 2 million The Partnership holds capital well in excess of the FSA regulatory requirement

Future plans

2012 has begun on a firmer note as investors have increased their risk appetite While this is a positive development for our business, depressed volumes in equity trading and the concerns about global economic activity continue to restrain our revenues The Partnership strives to be prepared in order to adjust swiftly both to changes in market conditions and to possibilities for further growth

I am of the opinion that 2012 presents many uncertainties related to economic growth, but we are well positioned with our team of experienced professionals, our flexible cost structure and our opportunistic business culture These attributes should enable us to improve our position relative to competition and deliver reasonable earnings in relation to the prevailing market conditions

Charles Hedley

Interim Chief Executive

1 June 2012

ABG Sundal Collier Partners LLP

Designated Members' Report for the year ended 31 December 2011

The members present their report together with the audited financial statements for the year ended 31 December 2011

Principal activity

The principal activity of ABG Sundal Collier Partners LLP is investment advisory services It is regulated by the Financial Services Authority in this regard The Partnership was established on 22 September 2010, and started its operations on 1 June 2011, from then onwards conducting the activities that had been historically carried on by its corporate member ABG Sundal Collier Limited

Business review

Nordic equity markets suffered steep losses in a year that, in many respects, was marked by economic as well as political uncertainty, with civil unrest in many parts of the world At the end of the year, and during the beginning of 2012, the news flow generally turned more upbeat, and the new year has begun on a firmer note Despite the difficult market conditions, the Partnership performed well and made a profit of £4,297,829 in the year

Results for the year and allocation to members

The profit for the year to 31 December 2011 attributable to members was £4,297,829

The members are satisfied with the result for the year

Going concern

The members have formed a judgement, at the time of approving the financial statements, that there is a reasonable expectation that the Partnership has adequate resources to continue in operational existence for the foreseeable future For this reason the members continue to adopt the going concern basis in preparing the financial statements

Principal risks and uncertainties

From the perspective of the Partnership, the principal risks and uncertainties are monitored by the members in accordance with the Financial Services Authority's rules and regulations and corporate practice

Competitive pressure in the Nordic financial markets is a continuing risk for the Partnership which could result in it losing turnover or personnel to its key competitors The Partnership manages these risks by delivering value to clients, in the provision of quality research in a niche market and operating a Partnership type structure for senior employees which encourages loyalty from staff The Partnership is subject to regulation by the UK Financial Services Authority If it fails to comply with regulatory requirements, it may not be able to conduct business The Partnership manages this risk through effective internal control procedures

Financial risk management objectives and policies

The Partnership's activities expose it to a number of financial risks including currency risk, liquidity risk and credit risk These are described in more detail in note 12 to the financial statements

Capital requirement and capital risk management

The Partnership manages its capital to ensure that it is able to continue as a going concern and meet regulatory requirements while maximising profit for its members

The Partnership is subject to the regulatory capital requirements of the Financial Services Authority (FSA) which are summarised below The Partnership includes capital contribution from its members as capital for the purpose of meeting its regulatory requirements The Partnership falls within the EU's Capital Requirements Directive (CRD) and FSA's regulatory rules as laid out in the Prudential Sourcebook for Banks, Building Societies and Investment Firms (BIPRU) The partnership met its capital requirements throughout the year The capital resources requirement as at 31 December 2011 under the FSA reporting rules applicable to BIPRU limited activity firms is set out below

Pillar 1 calculation					**£ 000**
Partnership capital					3,085
Capital resources – all Tier 1					3,085
Base capital resource requirements	42	-	-	-	
Market risk requirement	-	26	-	-	
Credit risk requirement	-	-	37	-	
Fixed overhead requirement	-	-	-	1,800	
Capital resources requirement	42	26	37	1,800	1,800
Excess capital resources					1,285

Designated members

The designated members throughout the year were

ABG Sundal Collier Limited (acting by its duly appointed representative, Johan Roth)

Gard Haugen

Allocation of profits and losses

Any profit and losses are shared among the members as governed by the Partnership Agreement

Members are remunerated solely out of the profits or losses of the Partnership and final allocations of profit or losses to members are made in accordance with the Partnership Agreement

Capital

The members contribute to the Partnership's capital in accordance with the Partnership Agreement No member is entitled to interest on their contributed capital

Policy for drawings, subscriptions and repayment of members' capital

The Partnership Agreement governs policies for members' drawings, subscriptions and repayment of members' capital No drawings or other payments can be made to or on behalf of any members, other than distributions of profits, without the consent of the Remuneration Committee as governed by the Partnership Agreement The

Partnership will reserve, out of profits before distributions, sufficient funds to provide for the working and regulatory capital requirement of the business

Disclosure of information to auditors

Each person who is a Designated Member at the date of approval of this report confirms that

- so far as the Designated members are aware, there is no relevant audit information of which the Partnership's auditor is unaware, and
- the Designated Members have taken all the steps that he/she ought to have taken as a Designated Member in order to make himself/herself aware of any relevant audit information and to establish that the Partnership's auditor is aware of that information

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

Reappointment of auditor

Deloitte LLP have expressed their willingness to continue in office as auditors and a resolution to reappoint them will be proposed at the forthcoming Annual Meeting

Approved by the members of the Limited Liability Partnership on 1 June 2012

Gard Haugen

Designated Member

ABG Sundal Collier Partners LLP

Designated Members' Responsibilities statement

The designated members are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations

The Limited Liability Partnership Regulations 2001, made under the Limited Liability Partnerships Act 2000 and the Limited Liability Partnerships (Accounts & Audit) (Application of Companies Act 2006) Regulations 2008, require the members to prepare financial statements for each financial year Under that law the members have elected to prepare the financial statements in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union The financial statements are required by law to give a true and fair view of the state of the firm and of the profit or loss of the Limited Liability Partnership for that period In preparing the financial statements the members are required to

- select suitable accounting policies and then apply them consistently,
- present information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information,
- provide additional disclosures when compliance with the specific requirements in IFRSs are insufficient to enable users to understand the impact of particular transactions, other events and conditions on the entity's financial position and financial performance, and
- make an assessment of the Limited Liability Partnership's ability to continue as a going concern

The members are 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 Limited Liability Partnership and enable them to ensure that the financial statements comply with the Companies Act 2006, as applicable to Limited Liability Partnerships They are also responsible for safeguarding the assets of the Limited Liability Partnership and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

Independent auditor's report to the members of ABG Sundal Collier Partners LLP

We have audited the financial statements of ABG Sundal Collier Partners LLP for the period from 22 September 2010 to 31 December 2011 which comprise the profit and loss account, the balance sheet, the cash flow statement, and the related notes to the accounts The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the European Union

This report is made solely to the partners, as a body, in accordance with Chapter 3 of Part 16 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 Our audit work has been undertaken so that we might state to the limited liability partnership's members those matters we are required to state to them in an auditor's report and for no other purpose To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Bank and the Bank's members as a body, for our audit work, for this report, or for the opinions we have formed

Respective responsibilities of members and auditor

As explained more fully in the Members' Responsibilities Statement, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error This includes an assessment of whether the accounting policies are appropriate to the Partnership's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the members, and the overall presentation of the financial statements In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report

Opinion on financial statements

In our opinion

- the financial statements give a true and fair view of the limited liability partnership's affairs as at 31 December 2011 and of the limited liability partnership's profit for the year then ended,
- the financial statements have been properly prepared in accordance with IFRSs as adopted by the European Union, and
- the financial statements have been prepared in accordance with the requirements of the Companies Act 2006, as applicable to Limited Liability Partnerships

Opinion in relation to IFRSs as issued by the IASB

As explained in Note 1 to the financial statements, the limited liability partnership in addition to applying IFRSs as adopted by the European Union, has also applied IFRSs as issued by the International Accounting Standards Board (IASB)

In our opinion the financial statements comply with IFRSs as issued by the IASB

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Members' Report for the financial year for which the financial statements are prepared is consistent with the financial statements

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

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

Mark Rhys FCA (Senior Statutory Auditor)

for and on behalf of Deloitte LLP

Chartered Accountants and Statutory Auditor

London, United Kingdom

1 June 2012

ABG Sundal Collier Partners LLP

Profit and loss account for the period from 22 September 2010 to 31 December 2011

	Notes	2011
		£
Turnover	2	6,895,347
Administrative expenses		(2,615,013)
Operating profit		4,280,335
Finance charges		(5,663)
Interest receivable		23,157
Profit for the period before members' remuneration and profit share	5	4,297,829
Members' remuneration		(1,552,946)
Profit for the period available for discretionary division among members		2,744,883

All recognised gains and losses in the current year are included in the profit and loss account Accordingly, no statement of total recognised gains and losses has been prepared

All amounts relate to continuing activity

The notes on pages 12 to 23 form part of these financial statements

ABG Sundal Collier Partners LLP

Balance sheet at 31 December 2011

	Notes	2011
		£
Non current assets		
Tangible fixed assets	6	252,494
Current assets		
Trade and other receivables	7	6,551,337
Cash at bank and in hand	11	330,639
		6,881,976
Creditors		
Creditors amounts falling due within one year	8	(640,840)
Net assets attributable to members		6,493,630
Represented by		
Loan and other debts due to members within one year		3,408,630
Equity – members' Capital		3,085,000
		6,493,630
Total members' interests:		
Members' capital	9	3,085,000
Loans and other debt due to members	9	3,408,630
Total members' interests		6,493,630

The financial statements were approved by the members of the Limited Liability Partnership and authorised for issue on 1 June 2012

Gard Haugen

Designated Member

The notes on pages 12 to 23 form part of these financial statements

ABG Sundal Collier Partners LLP

Cash flow statement for the period from 22 September 2010 to 31 December 2011

	Notes	2011
		£
Net cash outflow from operating activities	10	(1,567,176)
Return on investments and servicing of finance		
Interest received		23,157
Finance charges		(5,663)
Investment in fixed assets	6	(315,481)
Transaction with members		
Members' capital introduced	9	3,085,000
Drawings	9	(889,198)
Increase in cash at bank and in hand during the period		330,639

1 Accounting policies

The requirements for Limited Liability Partnerships are set out in the Limited Partnership Regulations 2001 (SI 2001/1090), as amended by the Limited Liability Partnerships (Amendment) Regulations 2005 (SI 2005/1989)

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union and therefore comply with Article 4 of the EU IAS Regulation and the Statement of Recommended Practice "Accounting by Limited Liability Partnerships" (issued March 2010) The financial statements have also been prepared in accordance with IFRS issued by the International Accounting Standards Board (IASB) and interpretations issued by the International Financial Reporting Interpretations Committee of the IASB The financial statements have been prepared for the period from the date of incorporation on 22 September 2010 until 31 December 2011 as the Partnership was dormant from the date of incorporation until 1 June 2011 when ABG Sundal Collier Limited transferred its business and employees to the Partnership and no financial statements were required at 31 December 2010

Going concern

The business activities, together with the factors likely to affect its future development, performance and position are set out in the Designated Members' Report There is reasonable expectation that the Partnership has adequate resources to continue in operational existence for the foreseeable future For this reason the Designated Members have adopted the going concern basis in preparing the financial statements

Adoption of new and revised Standards

At the date of authorisation of these financial statements, the following Standards and Interpretations have been adopted in the current year

- IFRS 7 (amended) Financial Instruments Disclosures
- IAS 1 (amended) Presentation of Financial Statements
- IAS 24 (revised) Related Party Disclosures

At the date of authorisation of these financial statements, the following Standards and Interpretations which have not been applied in these financial statements were in issue but not yet effective

- IFRS 9 (revised) Financial Instruments
- IFRS 10 Consolidated Financial Statements
- IFRS 13 Fair Value Measurement
- IAS 1 (amended) Presentation of Items of Other Comprehensive Income
- IAS 12 (amended) Deferred Tax – Recovery of Underlying Assets

The directors anticipate that the adoption of these Standards and Interpretations in future periods will have no material impact on the financial statements of the Partnership.

Turnover

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for services provided in the normal course of business, net of VAT and other sales related taxes and net trading gains or losses

Turnover comprises introducing fees arising from efforts to broker securities to investors on behalf of the parent company Introducing fees are recognised when invoiced

Taxation

The taxation payable on the Partnership's profits is the liability of its members during the year Accordingly, no taxation charge / credit has been disclosed in the financial statements

Foreign currency

The functional currency is GBP Foreign currency transactions are translated at the rates prevailing when they occurred Foreign currency monetary assets and liabilities are translated at the rates prevailing at the balance sheet dates Any difference are taken to the profit and loss account

Leases

Rentals payable under operating leases are charged to income on a straight-line basis over the term of the relevant lease even if the payments are not made on such a basis Benefits received and receivable as an incentive to sign an operating lease are also spread on a straight-line basis over the lease term

Retirement benefit costs

Contributions to the Partnership's defined contribution pension schemes are charged to the profit and loss account in the period in which they become payable The assets of the scheme are held separately in an independently administered fund

Financial assets

The Partnership's financial assets are all classified as receivables

Receivables - Trade receivables, cash and cash equivalents, and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as loans and receivables Receivables are measured at amortised cost using the effective interest method The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to its initial carrying value, less any impairment, except for short-term receivables when the recognition of interest would be immaterial All the financial assets are short-term, therefore there is no material difference between the carrying value and fair value

Trade receivables

Trade receivables are stated at their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts Other debtors include balances representing unsettled sold securities transactions and are recognised on a trade date basis All such balances are shown gross

Derecognition of financial assets

The Partnership derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity If the Partnership neither transfers nor retains substantially all the risks and rewards of ownerships and continues to control the transferred asset, the Partnership recognises its retained interest in the asset and an associated liability for amounts it may have to pay If the Partnership retains substantially all risks and rewards of ownership of a transferred financial asset, the Partnership continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received

Financial liabilities

The Partnership's financial liabilities are all classified as 'other financial liabilities'

Other financial liabilities - Other financial liabilities in this category include non-derivative payables with fixed or determinable payments that are not quoted on an active market They are initially measured at fair value and subsequently measured at amortised cost using the effective interest rate method, except for short term or sundry payables when the recognition of interest would be immaterial This category includes trade and other payables All the financial liabilities are short-term, therefore there are no material differences between the carrying value and fair value

Trade payables

Trade payables are stated at their nominal value The Partnership accrues for all goods and services consumed but as yet unbilled at amounts representing management's best estimate of fair value Other creditors include balances representing unsettled purchased securities transactions and are recognised on a trade date basis All balances are shown gross

Derecognition of financial liabilities

The Partnership derecognises a financial liability when and only when the Partnership's obligation is discharged, cancelled or it expires

Fixed assets

Fixtures and fittings and computer equipment are stated at cost less accumulated depreciation and any impairment loss Depreciation is charged so as to write off the cost or valuation of assets over their estimated useful lives, using the straight-line method

The carrying value of fixtures and fittings and computer equipment is reviewed for impairment when events or changes in circumstances indicate the carrying value may be impaired If such an indication exists, the recoverable amount of the asset is estimated in order to determine the impairment or loss

Cash and cash equivalents

Cash and cash equivalents (which are presented as a single class of assets on the face of the balance sheet) comprise cash at bank and other short-term highly liquid investments with a maturity of three months or less

Impairment of financial assets

The Partnership assesses at each balance sheet date whether there is any objective evidence that a financial asset is impaired A financial asset is impaired and an impairment loss incurred if there is objective evidence that an event or events since initial recognition of the asset have adversely affected the amount or timing of future cash flows from the asset

Provisions

Provisions are recognised for present obligations arising from the consequences of past events where it is probable that a transfer of economic benefit will be necessary to settle the obligation and it can be reliably estimated Contingent liabilities are possible obligations whose existence will be confirmed only by uncertain future events or present obligations where the transfer of economic benefit is uncertain or cannot be reliably measured Contingent liabilities are disclosed as provisions and recognised in the financial statements at the discretion of the directors

Members' remuneration

Members' are remunerated according to the Partnership agreement The fixed component, Priority Profit share, is charged as an expense and paid in equal monthly instalments The remaining Profit for the year, Merit based profit, is available for discretionary division among members according to governance given by the Partnership agreement, payable annually in March

Members' interest

Members contribute capital in accordance with the Partnership agreement Members are not entitled to interest on their contributed capital

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Turnover

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for services provided in the normal course of business, net of VAT and other sales related taxes and net trading gains or losses

Turnover comprises introducing fees arising from efforts to broker securities to investors on behalf of the parent company Introducing fees are recognised when invoiced

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Operating profit

Operating profit for the period has been arrived at after charging

	2011
	£
Depreciation of plant and equipment	62,986
Staff costs for employees	1,626,402
Auditor's remuneration	
- fees payable to the Partnership's auditor for the audit of the Partnership's annual accounts (audit services)	15,000
- fees payable to the Partnership's auditor for regulatory assurance	4,000
Rental of land and buildings under operating leases	111,090

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Employees

	2011
	£
Staff costs consist of	
Wages and salaries	1,265,758
Social security costs	85,586
Other pension costs	275,058
	1,626,402

The average number of employees (excluding members) during the period 1 June 2011 to 31 December 2011 was 8

ABG Sundal Collier Partners LLP

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Members' share of profits

Profit and losses are shared by the members at the end of the period in accordance with agreed profit and loss sharing arrangements governed by the Partnership Agreement

	2011
	Number
Average number of members	17

	2011
	£
Average profit per member	252,813

The amount attributable to the member with the largest allocation of profit was £1,761,911

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Tangible fixed assets

	Office and computer equipment	Furniture and fixtures	Total
	£	£	£
Net book value at 1 June 2011	88,463	188,965	277,428
Additions 2011	38,053	-	38,053
Depreciations for the period	(32,410)	(30,576)	(62,986)
Net book value at 31 December 2011	94,105	158,389	252,494

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Trade and other receivables

	2011
	£
Amount owed by group undertakings	6,403,147
Prepayments	109,407
Other debtors	38,784
	6,551,337

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Creditors amounts falling due within one year

	2011
	£
Trade creditors	54,795
Other taxation and social security	300,129
Accruals	285,915
	640,840

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Members' interests

	Members' capital £	Loans and other debt due to members £	2011 £
Members' interest at incorporation	-	-	-
Capital Contribution	3,085,000	-	3,085,000
Members' remuneration charged as an expense	-	1,552,946	1,552,946
Profit for the year available for discretionary division among members	-	2,744,883	2,744,883
Drawings	-	(889,198)	(889,198)
Members' interest at 31 December 2011	3,085,000	3,408,630	6,493,630

Capital is repayable in accordance with the terms set out in the Partnership Agreement Members' capital and other debt rank after unsecured creditors in the event of a winding up The Financial Services Authority regulates the Partnership and the Partnership is required to comply with the Capital Requirements Directive

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Reconciliation of operating profit to net cash outflow from operating activities

	2011 £
Operating profit	4,280,335
Depreciation	62,986
Increase in trade and other receivables	(6,551,337)
Increase in creditors	640,840
Net cash outflow from operating activities	(1,567,176)

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Reconciliation of net cash inflow to movement in net cash

	2011
	£
Cash at bank and in hand at 22 September 2010	-
Cash flow	330,639
Cash at bank and in hand at 31 December 2011	330,639

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Financial risk management

The Partnership is exposed to currency risk, liquidity risk and credit risk The management committee seek to identify, assess and monitor each class of risk in accordance with defined policies and procedures

The risk team is charged with monitoring the risk faced by the Partnership The Management Committee approves all risk management policies and limits, and review all internal controls and associated risk management systems

Currency risk

Currency risk arises from the exposure to changes to foreign exchange spot and forward prices and volatility of exchange rates The Partnership is exposed to the risk that the GBP value of monetary assets or the GBP value of the profit and loss could change as a result of foreign exchange movements The Partnership's policy is to minimise exposure to currency risk The Partnership minimises its currency risk by exchanging foreign currency balances for sterling on a regular basis to such an extent that impact of unexchanged balances would be immaterial

The intra-group accounts between the Partnership and its group parent company are held in both GBP To the extent that exchange movements affect the intercompany balances, equal and opposite exchange movements occur in the records of the parent company The Partnership does not have any significant exposure to foreign currency as this is retained and managed within the parent company

Prior to allocation to the Partnership, the introducing fee revenue is typically received by the group in Norwegian Krona This revenue is converted to GBP at the prevailing average monthly rate in which it is generated The Partnership therefore has exposure in its revenue stream to fluctuations in the GBP Norwegian Krona exchange rate This risk is partly mitigated by the fact that some of the Partnership's costs are originally denominated in Norwegian Krona so creating a natural economic hedge

The tables below summarise the effect of percentage changes in exchange rates against sterling movements on the Partnership's assets and liabilities as at 31 December 2011 Assumed +/-10 percent change in foreign exchange rates

	Assets	Liabilities	Net position	Gain
	£	£	£	£
NOK	38,951	-	38,951	3,895
SEK	6,256	-	6,256	626
USD	29,885	-	29,885	2,988
EUR	40,493	-	40,493	4,049
Total	115,586	-	115,586	11,559

Liquidity risk

The Partnership maintains most of its cash with its group parent company which it draws down as necessary in order to meet short term obligations The amount due from ABG Sundal Collier Norge ASA was £6,403,147

The following table details the expected maturity of the Partnership's material liabilities less than five year from the balance sheet date The table has been drawn up based on the undiscounted net cash outflows

	Less than 1 month and on demand	1-3 months	3 months to 1 year	1-5 years	5+ years
	£	£	£	£	£
Operating lease commitments	-	64,317	192,951	700,418	-
Creditors	-	417,605	-	223,235	-
Total	-	481,922	192,951	934,653	-

Credit risk

The Partnership's principal financial assets are bank balances and cash, trade and other receivables The Partnership is exposed to credit risk on its bank balance and on amounts due from the group parent company

Credit risk is the potential loss that the Partnership would incur if a counterparty fails to settle under its contractual obligations or there is a failure of a deposit taking institution The Partnership manages this exposure by the use of the group parent company to hold surplus funds and to settle transactions The Partnership has no debtor which is past due but not yet impaired The Partnership's only major debtor is its group parent company ABG Sundal Collier Norge ASA, which has sufficient funds to pay the debt as and when required The amount due from ABG Sundal Collier Norge ASA £6,403,147

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Retirement benefits - Defined contribution scheme

The Partnership operates a defined contribution retirement benefit scheme for all members and employees The total cost charged to income of £275,058 represents contributions payable to these schemes by the Partnership at rates specified in the rules of the plans As at 31 December 2011, all contributions due in respect of the current reporting period had been paid over to the scheme

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Related parties transactions

As the Partnership acts as an introducing broker for its parent, the majority of its income is derived from ABG Sundal Collier Norge ASA In addition there are some transactions related to the Corporate member ABG Sundal Collier Limited There are no other related party transactions

During the year, the Partnership entered into the following transactions with related parties

	Introducing fees	Rent expense	Interest (paid) / received	Amount owed by / (to) related parties
	2011	2011	2011	2011
	£	£	£	£
ABG Sundal Collier Norge ASA	6,915,146	-	28,614	6,403,147
ABG Sundal Collier Limited	-	111,090	(7,057)	(1,881,809)
Group undertakings	6,915,146	111,090	21,557	4,521,338

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Operating leases arrangements

	2011
	£
Minimum lease payments under operating lease recognised as an expense in the year	117,130

At the balance sheet date the Partnership had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows

	2011
	£
Within one year	257,268
In the second to fifth years inclusive	700,418
After five years	-
	957,686

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Ultimate parent company

The Partnership is a subsidiary of ABG Sundal Collier Limited, a company incorporated in England The ultimate parent company, ultimate controlling party and the only company to prepare group accounts is ABG Sundal Collier Holding ASA This is the largest and smallest group within which the results of the company are consolidated

The group accounts for ABG Sundal Collier Holding ASA are available from Munkedamsveien 45, 0250, Oslo, Norway

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Subsequent events

There were no material subsequent events since the balance sheet date