

**Macro Advisory Partners
LLP**

**Unaudited
Financial statements**

for the year ended 31 May 2018

Registered number: OC385173



Statement of financial position

As at 31 May 2018

| | Note | 2018 £ | 2017 £ |
|---|------|-------------------------|-------------------------|
| Fixed assets | | | |
| Tangible assets | 5 | 12,048 | 9,010 |
| Investments | 6 | 100 | 100 |
| | | <u>12,148</u> | <u>9,110</u> |
| Current assets | | | |
| Debtors | 7 | 1,438,255 | 861,194 |
| Cash at bank and in hand | 8 | 1,312,492 | 2,159,769 |
| | | <u>2,750,747</u> | <u>3,020,963</u> |
| Creditors: amounts falling due within one year | 9 | (694,269) | (572,548) |
| Net current assets | | <u>2,056,478</u> | <u>2,448,415</u> |
| Net assets | | <u><u>2,068,626</u></u> | <u><u>2,457,525</u></u> |
| Represented by: | | | |
| Loans and other debts due to members within one year | | | |
| Other amounts | 11 | 655,319 | 1,045,218 |
| Members' other interests | | | |
| Members' capital classified as equity | | 1,413,307 | 1,412,307 |
| | | <u><u>2,068,626</u></u> | <u><u>2,457,525</u></u> |
| Total members' interests | | | |
| Amounts due from members (included in debtors) | 7 | (18,965) | - |
| Loans and other debts due to members | 11 | 655,319 | 1,045,218 |
| Members' other interests | | 1,413,307 | 1,412,307 |
| | | <u><u>2,049,661</u></u> | <u><u>2,457,525</u></u> |

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small LLPs regime.

The entity 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.

The members acknowledge their responsibilities for complying with the requirements of the Companies Act 2006, as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008, with respect to accounting records and the preparation of financial statements.


The financial statements have been delivered in accordance with the provisions applicable to LLPs subject to the small LLPs regime.

The entity has opted not to file the statement of comprehensive income in accordance with the provisions applicable to entities subject to the small LLPs regime.

Statement of financial position (continued)

As at 31 May 2018

The financial statements were approved and authorised for issue by the members and were signed on their behalf on 20 September 2018.

A handwritten signature in black ink, appearing to read 'D J Claydon', is written over the printed name.

D J Claydon
Designated member

The notes on pages 4 to 9 form part of these financial statements.

Reconciliation of members' interests

for the year ended 31 May 2018

| | EQUITY Members' other interests | | | DEBT Loans and other debts due to members less any amounts due from members in debtors | | Total members' interests |
|---|--|-------------------------|------------------|---|------------------|---------------------------------|
| | Members' capital (classified as equity) £ | Other reserves £ | Total £ | Other amounts £ | Total £ | Total £ |
| Members' remuneration charged as an expense - restated | - | - | - | 1,244,373 | 1,244,373 | 1,244,373 |
| Profit for the year available for discretionary division among members - restated | - | 2,096,528 | 2,096,528 | - | - | 2,096,528 |
| Members' interests after profit for the year - restated | 1,412,307 | 2,096,528 | 3,508,835 | 2,127,654 | 2,127,654 | 5,636,489 |
| Other division of profits - restated | - | (2,096,528) | (2,096,528) | 2,096,528 | 2,096,528 | - |
| Drawings | - | - | - | (3,178,964) | (3,178,964) | (3,178,964) |
| Amounts due to members | | | | 1,045,218 | 1,045,218 | |
| Balance at 31 May 2017 | 1,412,307 | - | 1,412,307 | 1,045,218 | 1,045,218 | 2,457,525 |
| Members' remuneration charged as an expense | - | - | - | 1,483,481 | 1,483,481 | 1,483,481 |
| Profit for the year available for discretionary division among members | - | 2,128,508 | 2,128,508 | - | - | 2,128,508 |
| Members' interests after profit for the year | 1,412,307 | 2,128,508 | 3,540,815 | 2,528,699 | 2,528,699 | 6,069,514 |
| Other division of profits | - | (2,128,508) | (2,128,508) | 2,128,508 | 2,128,508 | - |
| Amounts introduced by members | 1,000 | - | 1,000 | - | - | 1,000 |
| Drawings | - | - | - | (4,020,853) | (4,020,853) | (4,020,853) |
| Amounts due to members | | | | 655,319 | 655,319 | |
| Amounts due from members | | | | (18,965) | (18,965) | |
| Balance at 31 May 2018 | 1,413,307 | - | 1,413,307 | 636,354 | 636,354 | 2,049,661 |

The notes on pages 4 to 9 form part of these financial statements.

As an entity regulated by the Financial Conduct Authority (FCA), members are not permitted to reduce capital in the LLP (included as part of Members' other interests) without prior consent from the FCA.

Notes to the financial statements

for the year ended 31 May 2018

1. General information

Macro Advisory Partners LLP is a limited liability partnership incorporated in England, registration number OC385173. The registered office and principal place of business of the LLP is 180 Piccadilly, London, W1J 9HF.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' ('FRS 102'), the Companies Act 2006 and the requirements of the Statement of Recommended Practice "Accounting by Limited Liability Partnerships" (issued January 2017).

The following principal accounting policies have been applied:

2.2 Foreign currency translation

Functional and presentation currency

The LLP's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of comprehensive income except when deferred in other comprehensive income as qualifying cash flow hedges.

2.3 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the LLP and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Turnover from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of turnover can be measured reliably;
- it is probable that the LLP will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

Notes to the financial statements

for the year ended 31 May 2018

2. Accounting policies (continued)

2.4 Pensions

Defined contribution pension plan

The LLP operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the LLP pays fixed contributions into a separate entity. Once the contributions have been paid the LLP has no further payment obligations.

The contributions are recognised as an expense in the Statement of comprehensive income when they fall due. Amounts not paid are shown in other creditors as a liability in the Statement of financial position. The assets of the plan are held separately from the LLP in independently administered funds.

2.5 Taxation

Tax is recognised in the Statement of comprehensive income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the LLP operates and generates income.

2.6 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

| | | |
|-----------------------|---|-----|
| Fixtures and fittings | - | 25% |
| Office equipment | - | 33% |

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of comprehensive income.

2.7 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

2.8 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.9 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Notes to the financial statements

for the year ended 31 May 2018

2. Accounting policies (continued)

2.10 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.11 Financial instruments

The LLP only enters into transactions that result in the recognition of basic financial instruments like trade and other debtors and creditors and loans to related parties.

Debt instruments that are payable or receivable within one year, typically trade creditors or debtors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration, expected to be paid or received. However if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Investments in trade investments are measured at cost less impairment.

Financial assets that are measured at cost or amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Consolidated statement of income and retained earnings. The impairment loss is measured as the excess of an asset's carrying amount over its recoverable amount, which is an approximation of the amount that the group would receive for the asset if it were to be sold at the reporting date.

3. Employees

The average monthly number of employees, including directors, during the year was 9 (2017 - 7).

4. Information in relation to members

The average monthly number of members during the year was 5 (2016 - 5).

Notes to the financial statements
for the year ended 31 May 2018

5. Tangible fixed assets

| | Fixtures and fittings £ | Office equipment £ | Total £ |
|--------------------------|-------------------------------|--------------------------|------------|
| Cost or valuation | | | |
| At 1 June 2017 | 6,000 | 25,779 | 31,779 |
| Additions | - | 9,978 | 9,978 |
| Disposals | - | (7,180) | (7,180) |
| At 31 May 2018 | 6,000 | 28,577 | 34,577 |
| Depreciation | | | |
| At 1 June 2017 | 6,000 | 16,769 | 22,769 |
| Charge for the year | - | 6,668 | 6,668 |
| Disposals | - | (6,908) | (6,908) |
| At 31 May 2018 | 6,000 | 16,529 | 22,529 |
| Net book value | | | |
| At 31 May 2018 | - | 12,048 | 12,048 |
| At 31 May 2017 | - | 9,010 | 9,010 |

6. Fixed asset investments

| | Trade investments £ |
|----------------|---------------------------|
| At 1 June 2017 | 100 |
| At 31 May 2018 | 100 |

Notes to the financial statements
for the year ended 31 May 2018

7. Debtors

| | 2018 £ | 2017 £ |
|------------------------------------|------------------|----------------|
| Trade debtors | 674,636 | 317,326 |
| Amounts owed by group undertakings | 385,094 | 431,631 |
| Other debtors | 68,732 | 29,290 |
| Prepayments and accrued income | 290,828 | 82,947 |
| Amounts due from members | 18,965 | - |
| | <u>1,438,255</u> | <u>861,194</u> |

8. Cash and cash equivalents

| | 2018 £ | 2017 £ |
|--------------------------|------------------|------------------|
| Cash at bank and in hand | 1,312,492 | 2,159,769 |
| | <u>1,312,492</u> | <u>2,159,769</u> |

9. Creditors: amounts falling due within one year

| | 2018 £ | 2017 £ |
|------------------------------------|----------------|----------------|
| Trade creditors | 230,147 | 306,379 |
| Other taxation and social security | 264,967 | 121,065 |
| Other creditors | 4,922 | - |
| Accruals and deferred income | 194,233 | 145,104 |
| | <u>694,269</u> | <u>572,548</u> |

10. Financial instruments

| | 2018 £ | 2017 £ |
|--|------------------|------------------|
| Financial assets | | |
| Financial assets measured at fair value through profit or loss | <u>1,312,492</u> | <u>2,159,769</u> |

Financial assets measured at fair value through profit or loss comprise cash at bank and in hand.

Notes to the financial statements
for the year ended 31 May 2018

11. Loans and other debts due to members

| | 2018 £ | 2017 £ |
|------------------------------|------------------|--------------------|
| Other amounts due to members | (655,319) | (1,045,218) |
| | <u>(655,319)</u> | <u>(1,045,218)</u> |

Loans and other debts due to members may be further analysed as follows:

| | 2018 £ | 2017 £ |
|-----------------------------|------------------|--------------------|
| — | | |
| Falling due within one year | (655,319) | (1,045,218) |
| | <u>(655,319)</u> | <u>(1,045,218)</u> |

Loans and other debts due to members rank equally with debts due to ordinary creditors in the event of a winding up.

12. Pension commitments

The entity operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the entity in an independently administered fund. The pension cost charge represents contributions payable by the entity to the fund and amounted to £41,613 (2017 - £31,391). Contributions totalling £4,922 (2017 - £3,110) were payable to the fund at the reporting date and are included in creditors.