

Registered number: OC301191

Baker Steel Capital Managers LLP
Members' Report and Financial Statements
For the Year Ended 31 December 2015



Baker Steel Capital Managers LLP

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Baker Steel Capital Managers LLP

Administrative Information

Designated Members

Baker Steel Limited
T D Steel

Members

C Isnardi
Northcliffe Holdings Pty Limited
P M Tompson
J C Withall

LLP registered number

OC301191

Registered office

34 Dover Street
London
W1S 4NG

Auditor

Ernst & Young LLP
25 Churchill Place
London
E14 5EY

Bankers

Coutts & Co
440 Strand
London
WC2R 0QS

Legal advisors

Simmons & Simmons
CityPoint
One Ropemaker Street
London
EC2Y 9SS

Baker Steel Capital Managers LLP

Members' Report For the Year Ended 31 December 2015

The Members present their annual report together with the audited financial statements of Baker Steel Capital Managers LLP ("the LLP") for the year ended 31 December 2015.

Principal activities and business review

The LLP is authorised and regulated by The Financial Conduct Authority and its principal activity during the year under review was the provision of investment management services and investment advisory services to a range of investment vehicles ("the Funds") predominantly based in the Cayman Islands, Luxembourg and the United Kingdom.

The LLP Sydney branch, established in 2004, is engaged in analysis and research, including using research to make investment recommendations to the decision making fund managers in London.

The aggregate assets under management of the Funds at 31 December 2015 were £78million (2014: £212 million).

Results and allocation to Members

The profit for the year was £538,126 (2014: £1,264,132) as shown on page 8. The LLP allocated £869,651 (2014: £2,032,043) on a discretionary basis to its Members. Any profits are shared amongst the Members as decided by the LLP Board and governed by the Partnership Agreement dated 30 November 2007.

Financial position

The LLP's Statement of Financial Position as detailed on page 9 shows a satisfactory position, and includes Members' other interests amounting to £921,714 (2014: £1,153,239).

Future developments

The Members do not expect any change in the principal activity of the LLP in the foreseeable future.

Policy for Members' drawings, subscriptions and repayment of Members' capital

Policies for Members' drawings, subscriptions and repayment of Members' capital are governed by the Partnership Agreement dated 30 November 2007. Further details of these policies can be found in Note 2.11 and 2.12.

Baker Steel Capital Managers LLP

Members' Report (continued) For the Year Ended 31 December 2015

Risks and uncertainties

The principal risks or uncertainties facing the LLP are those relating to market and competition risks. Should the funds managed by the LLP perform poorly relative to its competitors the assets under management may decline and revenues fall.

Going concern

The future profitability of the LLP is dependent on maintaining a consistent level of Assets under Management from which to generate future revenues. Whilst the level of assets under management is subject to market volatility and subject to potential investor redemptions, the LLP has a diversified investor base that protects the LLP in the event of redemption by one or more investors.

The financial and liquidity position of the LLP are reflected on the Statement of Financial Position.

The LLP has sufficient financial resources and on-going investment management contracts. As a consequence, the Members believe that the LLP is well placed to manage its business risks successfully and they have a reasonable expectation that the LLP has adequate resources to continue in operational existence for the foreseeable future. Thus the going concern basis of accounting continues to be adopted in preparing the annual financial statements.

Pillar 3 and Remuneration Code disclosures

In accordance with the rules of the Financial Conduct Authority, the LLP has prepared information on its risk management objectives and policies and its regulatory capital requirements and resources ("Pillar 3 disclosures"). This information is published on the LLP's website: www.bakersteelcap.com. These disclosures are unaudited.

The remuneration code disclosures of the LLP as required by BIPRU 11.5.18 and the FCA's general organisational requirements as set out in the Systems and Controls Handbook (SYSC) 19C – BIPRU Remuneration Code, is also published on the Firm's website: www.bakersteelcap.com. These disclosures are unaudited.

UK Stewardship Code disclosures

The UK stewardship code disclosures of Baker Steel Capital Managers LLP as applied to BIPRU firms by COBS 2.2.3 – Disclosure of commitments to the Financial Reporting Council's Stewardship Code are published on the Firm's website: www.bakersteelcap.com. These disclosures are unaudited.

Baker Steel Capital Managers LLP

**Members' Report (continued)
For the Year Ended 31 December 2015**

Members

C Isnardi
Northcliffe Holdings Pty Limited
T D Steel
P M Tompson
J C Withall
A K Bhatt (resigned 16 November 2015)
S A Ellis (resigned 16 April 2015)
M B Huston (resigned 31 July 2015)
T D Steel and Baker Steel Limited were Designated Members of the LLP throughout the year.

Statement as to disclosure of information to auditor

In the case of each of the persons who are members at the time when the report is approved:

- so far as the member is aware, there is no relevant audit information of which the LLP's auditor is unaware; and
- each member has taken all the steps that ought to be taken as a member in order to make themselves aware of any relevant audit information and to establish that the LLP's auditor is aware of that information.

Auditor

A resolution to reappoint Ernst & Young LLP as the Firm's auditor will be put to the Members at a board meeting.

This report was approved by the Members on 26 April 2016 and signed on their behalf by:



Designated Member

Baker Steel Capital Managers LLP

Members' Responsibilities Statement For the Year Ended 31 December 2015

The Members are responsible for preparing the financial statements in accordance with applicable law and regulations.

The Companies Act 2006 as applied by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 made under the Limited Liability Partnerships Act 2000 requires 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under this law, the Members must not approve the financial statements unless satisfied that they give a true and fair view of the state of affairs of the LLP and of the profit or loss of the LLP for that period. In preparing these financial statements, the Members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the entity will continue in business.

The Members are responsible for keeping adequate accounting records that are sufficient to show and explain the LLP's transactions and disclose with reasonable accuracy at any time the financial position of the LLP and enable them to ensure that the financial statements comply with the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008. They are also responsible for safeguarding the assets of the LLP and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Baker Steel Capital Managers LLP

Independent Auditor's Report to the Members of Baker Steel Capital Managers LLP

We have audited the financial statements of Baker Steel Capital Managers LLP for the year ended 31 December 2015, which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Reconciliation of Members' Interests, the Statement of Cash Flows and related Notes 1 to 13. The financial reporting framework that has been applied in their preparation is applicable law including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the LLP's members as a body in accordance with the Companies Act 2006, as applied by Part 12 of 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 LLP'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 LLP and the LLP's members 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, set out on page 5, 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 Financial Reporting Council'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 LLP's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the designated members; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Members' Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. 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 state of the LLP's affairs as at 31 December 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; 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.

Baker Steel Capital Managers LLP

Independent Auditor's Report to the Members of Baker Steel Capital Managers LLP (continued)

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, as applied to Limited Liability Partnerships, requires us to report to you if, in our opinion:

- *adequate accounting records have not been kept, 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; or*
- *we have not received all the information and explanations we require for our audit.*



Neil Parker (Senior statutory auditor)

For on and behalf of Ernst & Young LLP (Statutory Auditors)

London

Date: 26 APRIL 2016

Baker Steel Capital Managers LLP

Statement of Comprehensive Income For the Year Ended 31 December 2015

	Note	2015 £	2014 £
Turnover	4	1,474,751	2,988,787
Service charge reimbursed to Baker Steel Limited		(383,291)	(692,605)
Administrative expenses		(558,664)	(1,041,672)
Operating profit	5	532,796	1,254,510
Taxation	7	5,330	9,622
Profit for the financial year available for discretionary division among members		<u>538,126</u>	<u>1,264,132</u>

All amounts are derived from continuous operations.

The notes on pages 13 to 19 form part of these financial statements.

Baker Steel Capital Managers LLP
Registered number: OC301191

Statement of Financial Position
As at 31 December 2015

	Note	2015 £	2014 £
Fixed assets			
Investments	8	25,687	2,622,241
		<u>25,687</u>	<u>2,622,241</u>
Current assets			
Debtors: amounts falling due within one year	9	1,013,805	775,725
Cash at bank and in hand	10	221,143	650,238
		<u>1,234,948</u>	<u>1,425,963</u>
Creditors: amounts falling due within one year	11	(126,059)	(139,711)
Net current assets		<u>1,108,889</u>	<u>1,286,252</u>
Net assets attributable to members		<u>1,134,576</u>	<u>3,908,493</u>
Represented by:			
Loans and other debts due to members within one year		<u>212,862</u>	<u>2,755,254</u>
Members' other interests			
Members' capital		313,864	213,864
Other reserves		607,850	939,375
		<u>1,134,576</u>	<u>3,908,493</u>
Total members' interests			
Amounts due from members (included in debtors)		(633,322)	(611,411)
Loans and other debtors due to members	13	212,862	2,755,254
Members' other interests		921,714	1,153,239
		<u>501,254</u>	<u>3,297,082</u>

The financial statements were approved and authorised for issue by the members and were signed on their behalf on 26 April 2016.



Designated member

The notes on pages 13 to 19 form part of these financial statements.

Baker Steel Capital Managers LLP

Reconciliation of Members' Interests As at 31 December 2015

	Members' capital (classified as equity) £	Other reserves £	Total members' other interest £	Loans and debts due to members less any amounts due from members in debtors £	Members' total interest 2015 £
Amounts due to members				2,755,254	
Amounts due from members				(611,411)	
Members' interests: balance at 1 January 2015	213,864	939,375	1,153,239	2,143,843	3,297,082
Profit for the year available for discretionary division among members	-	538,126	538,126	-	538,126
Member's interests after profits for the year	213,864	1,477,501	1,691,365	2,143,843	3,835,208
Introduced by members	100,000	-	100,000	-	100,000
Profit allocations	-	(869,651)	(869,651)	869,651	-
Advance drawings	-	-	-	(585,705)	(585,705)
Distributions	-	-	-	(315,610)	(315,610)
Other transactions with members	-	-	-	(2,532,639)	(2,532,639)
Amounts due to members				212,862	
Amounts due from members				(633,322)	
Members' interests: balance at 31 December 2015	313,864	607,850	921,714	(420,460)	501,254

Baker Steel Capital Managers LLP

Reconciliation of Members' Interests (continued) As at 31 December 2014

	Members' capital (Classified as equity) £	Other reserves £	Total members' other interest £	Loans and debts due to members less any amounts due from members in debtors £	Members' total interest 2014 £
Amounts due to members				2,755,254	
Amounts due from members				(1,280,640)	
Members' interests: balance at 1 January 2014	213,864	1,707,286	1,921,150	1,474,614	3,395,764
Profit for the year available for discretionary division among members	-	1,264,132	1,264,132	-	1,264,132
Member's interests after profits for the year	213,864	2,971,418	3,185,282	2,143,843	4,659,896
Profit allocations	-	(2,032,043)	(2,032,043)	2,032,043	-
Advance drawings	-	-	-	(549,759)	(549,759)
Distributions	-	-	-	(898,941)	(898,941)
Other transactions with members	-	-	-	85,886	85,886
Amounts due to members				2,755,254	
Amounts due from members				(611,411)	
Members' interests: balance at 31 December 2014	213,864	939,375	1,153,239	2,143,843	3,297,082

Baker Steel Capital Managers LLP

Statement of Cash Flows For the Year Ended 31 December 2015

	2015 £	2014 £
Cash flows from operating activities		
Profit for the financial year	538,126	1,264,132
Adjustments for:		
Taxation	(5,330)	(9,622)
(Increase) / decrease in debtors	(218,547)	34,741
Decrease in creditors	(18,751)	(177,537)
Corporation tax received	12,807	8,952
Net cash generated from operating activities	308,305	1,120,666
Cash flows from financing activities		
Capital introduced by Members	100,000	-
Distributions to Members	(315,610)	(898,941)
Advanced drawings to Members	(585,705)	(549,759)
Other transactions with Members	63,915	85,886
Net cash outflow from transactions with Members	(737,400)	(1,362,814)
Net decrease in cash and cash equivalents	(429,095)	(242,148)
Cash and cash equivalents at beginning of the year	650,238	892,386
Cash and cash equivalents at the end of year	221,143	650,238

Baker Steel Capital Managers LLP

Notes to the Financial Statements For the Year Ended 31 December 2015

1. General information

Baker Steel Capital Managers LLP is a limited liability partnership incorporated and domiciled in England and Wales. The address of the registered office is 34 Dover Street, London, W1S 4NG.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared on a going concern basis under the historical cost convention and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland and the Companies Act 2006 and the requirements of the Statement of Recommended Practice "Accounting by Limited Liability Partnerships" ("SORP") issued in July 2014.

The Financial Reporting Council has issued a revised suite of Financial Reporting Standards to be applied to entities domiciled in the United Kingdom for financial reporting periods commencing on or after 1 January 2015. Therefore, for the current financial year, the financial statements of the LLP have been prepared for the first time in accordance with FRS 102 "*The Financial Reporting Standard applicable in the UK and Republic of Ireland*" ("FRS 102"). This standard replaces all extant UK GAAP financial reporting standards previously applied by the Partnership.

In accordance with the transition provisions of FRS 102, all comparable information presented in these financial statements has also been prepared in accordance with FRS 102. FRS 102 requires the Partnership to explain how the transition from previous UK GAAP to FRS 102 has impacted the financial position and financial performance reported in previous financial statements. However, the Members note that the adoption of FRS 102 has not resulted in any change to the previously reported financial results or financial position of the LLP. As a result, no such reconciliations have been prepared for the LLP.

The financial statements have been prepared in accordance with FRS 102.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the entity's accounting policies (see note 3).

The following principal accounting policies have been applied.

2.2 Revenue

Revenue is recognised, on an accruals basis, to the extent that it is probable that the economic benefits will flow to the LLP and the revenue can be reliably measured. Revenue 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:

- Fees receivable for Investment Management services provided during the year are only recognised when the LLP obtains the right to receive consideration in exchange for its performance.

2.3 Operating leases

Rentals paid under operating leases are charged to the Statement of Comprehensive Income on a straight line basis over the period of the lease.

Baker Steel Capital Managers LLP

Notes to the Financial Statements For the Year Ended 31 December 2015

2. Accounting policies (continued)

2.4 Foreign currency translation

Functional and presentation currency

The LLP's functional and presentational currency is British Pound Sterling.

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.

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.

2.5 Expenses

Expenses have been recognised on an accruals basis.

2.6 Taxation

Each Member is exclusively liable for any tax liabilities arising out of their interest in the LLP, which will be assessed on the individual Members and not on the LLP.

2.7 Valuation of investments

Investments in unlisted company shares, whose market value can be reliably determined, are measured at cost less accumulated impairment. These investments are remeasured to market value at each Statement of Financial Position date. On recognition these investments are initially measured at fair value, which is normally the transaction price. Gains and losses on remeasurement are recognised in the Statement of Comprehensive Income for the period. Where market value cannot be reliably determined, such investments are stated at historic cost less impairment.

Investments in listed company shares are remeasured to market value at each Statement of Financial Position date. Gains and losses on remeasurement are recognised in the Statement of Comprehensive Income for the period.

2.8 Debtors

Short term debtors are measured at the amount expected to be required to settle the LLP's obligation, 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 Creditors

Short term creditors are measured at the amount expected to be required to settle the LLP's obligation. 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.

Baker Steel Capital Managers LLP

Notes to the Financial Statements For the Year Ended 31 December 2015

2. Accounting policies (continued)

2.10 Cash

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

2.11 Members' capital and profit allocations

Capital contributed by Members is recognised as equity in the financial statements of the Partnership on the basis that, in accordance with the Partnership Agreement, capital is only repayable to Members at the discretion of the Board in accordance with the Partnership Agreement.

In accordance with the Partnership Agreement, each Member of the Partnership is required to make a capital contribution to the Partnership. Additional capital subscriptions require the agreement of the Board. Capital is repayable to a Member at the discretion of the Board on ceasing to be a Member of the Partnership or on winding up at the discretion of the Board, in accordance with the Partnership Agreement.

The LLP has no fixed obligation to allocate profits to Members; all remuneration is allocated on a discretionary basis and is shown as a deduction from Members' interests.

2.12 Drawings

Policies for Members' drawings, subscriptions and repayment of Member's capital are governed by the Partnership Agreement.

Members are entitled to drawings from the Partnership at the discretion of the Board in anticipation of the allocation of future profits. If drawings are made in excess of allocated profits, the overdrawn balance shall be treated as a loan due to the LLP.

3. Judgments in applying accounting policies and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year.

(a) Critical judgements in applying the LLP's accounting policies

The Members and key management personnel have not been required to use a significant degree of judgment in determining the timing and value of amounts recognised in the financial statements.

(b) Critical accounting estimates and assumptions

The LLP makes an estimate of the recoverable value of investments. When assessing impairment of the investments, management considers factors including the current credit rating of the debtor if available, the ageing profile of debtor and historical experience. Note 8 contains details of the net carrying amount of the investment.

Baker Steel Capital Managers LLP

Notes to the Financial Statements For the Year Ended 31 December 2015

4. Turnover

Turnover arises from Investment Management activities conducted in the United Kingdom.

Analysis of turnover by country of destination:

	2015 £	2014 £
United Kingdom	424,549	1,292,476
Cayman Islands	1,050,202	1,696,311
	<u>1,474,751</u>	<u>2,988,787</u>

5. Operating profit

The operating profit is stated after charging/(crediting):

	2015 £	2014 £
Auditors' remuneration:		
- Fees payable to the LLP's auditor for the audit of the LLP's annual financial statements	17,000	18,750
- Fees payable to auditor for non-audit services – tax services	12,610	22,203
Operating lease rentals: land and buildings	10,201	15,520
Exchange differences	1,706	(800)

6. Members' remuneration

	2015 £	2014 £
Profit for the financial year before Members' remuneration and profit share available for discretionary division amongst Members	<u>538,126</u>	<u>1,264,132</u>
Profit in respect of the highest paid Member during the year	<u>293,310</u>	<u>380,255</u>
The average number of Members in the year	<u>8</u>	<u>9</u>

Baker Steel Capital Managers LLP

Notes to the Financial Statements For the Year Ended 31 December 2015

7. Taxation

	2015 £	2014 £
Foreign tax		
Tax credit on profits of Australian branch	<u>(5,330)</u>	<u>(9,622)</u>
	<u>(5,330)</u>	<u>(9,622)</u>

The Members of the LLP are liable for tax on the profits of the LLP. Consequently no charge to United Kingdom taxation on profits for the year is reflected in these financial statements.

8. Investments

	2015 £
At 1 January 2015	2,622,241
Disposals	<u>(2,596,554)</u>
At 31 December 2015	<u>25,687</u>

Investments are as follows:

Genus Natural Resources Fund	€10 unquoted non-participating founder shares
Genus Dynamic Gold Fund	US\$10 unquoted non-participating founder shares
Ironman Investment Company Limited	£10 class A ordinary shares £2,384 class B ordinary shares £10 class C ordinary shares £30 class D ordinary shares £13,176 class E ordinary shares £32 class F ordinary shares £32 class G ordinary shares
Baker Steel Resources Trust Limited	£10,000 Management ordinary class shares

The LLP owns 100% of Ironman Investment Company Limited, a company which is registered in Jersey. The company has been incorporated to carry out investment trading and investment holding activities. At 31 December 2015 the net assets of Ironman Investment Company Limited were £15,674 (2014: £2,605,010).

During the year, the LLP part-disposed at cost, the investment in Ironman Investment Company Limited.

Baker Steel Capital Managers LLP

Notes to the Financial Statements For the Year Ended 31 December 2015

9. Debtors

	2015 £	2014 £
Trade debtors	32,413	89,897
Amounts due from Baker Steel Capital Managers (Cayman) Limited	331,915	37,337
Other debtors	2,244	2,244
Prepayments	13,911	32,458
Overseas taxation	-	2,378
Amounts due from members	633,322	611,411
	<u>1,013,805</u>	<u>775,725</u>

10. Cash and cash equivalents

	2015 £	2014 £
Cash at bank and in hand	<u>221,143</u>	<u>650,238</u>

11. Creditors: Amounts falling due within one year

	2015 £	2014 £
Trade creditors	41,349	25,053
Taxation	9,074	19,728
Overseas taxation	5,099	-
Accruals	70,537	94,930
	<u>126,059</u>	<u>139,711</u>

Amounts due to members rank alongside the creditors listed above in terms of priority for repayment on winding up of the LLP.

12. Commitments under operating leases

At 31 December 2015 the LLP had future minimum commitments under cancellable operating leases in respect of buildings as follows:

	2015 £	2014 £
Within 1 year	<u>639</u>	<u>13,879</u>

Baker Steel Capital Managers LLP

Notes to the Financial Statements For the Year Ended 31 December 2015

13. Related party transactions

During the year, the LLP paid Baker Steel Limited, a Member of the LLP, in respect of administrative and support services paid to the LLP £383,291 (2014: £692,605). In addition, the LLP made allocations of £293,310 (2014: £324,759) to Baker Steel Limited. At the year end Baker Steel Limited owed the LLP £51,899 (2014: £109,189).

Baker Steel Capital Managers (Cayman) Limited is the parent undertaking of Baker Steel Limited. The LLP manages investments under various advisory agreements. During the year, the LLP received management and performance fees of £1,050,202 (2014: £1,696,311) from Baker Steel Capital Managers (Cayman) Limited. In addition, Baker Steel Capital Managers (Cayman) Limited charged the LLP £173,132 (2014: £441,109) for marketing services provided to the UK. At the year end, Baker Steel Capital Managers (Cayman) Limited owed the LLP a net amount of £331,915 (2014: £37,337).

The key management personnel of the LLP are comprised in full of the Members of the LLP with no additional personnel. The transactions with key management personnel have been disclosed within the reconciliation of Members' interests.