

Polygon Investment Management Limited
Unaudited Report and Financial Statements
For the year ended 30 November 2018



Polygon Investment Management Limited

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Polygon Investment Management Limited

Company Information

Directors:

P Dear
R Griffith

Secretary:

P Dear

Registered Office:

4 Sloane Terrace
London
SW1X 9DQ

Registered No: 04599192

Polygon Investment Management Limited

Strategic report

The Directors present their strategic report with the unaudited financial statements of Polygon Investment Management Limited ("the Company") for the year ended 30 November 2018. The Strategic report is prepared in accordance with The Companies Act 2006.

Principal activity and business review

The principal activity of the Company to 30 April 2012 was to provide support services to Polygon Investment Partners LLP and Polygon Global Partners LLP ("the LLPs") in order to enable the LLPs to carry out investment management activities.

On 30 April 2012, the Company's support service agreements were transferred to Polygon Global Management Limited (formerly Polygon Equities Management Limited), together with the assets and liabilities relating to those contracts at book value.

Since 1 May 2012, the Company has effectively ceased trading.

On behalf of the board



P. Dear – Director

22nd May 2019

Polygon Investment Management Limited

Directors' report

The Directors present their report with the unaudited financial statements of Polygon Investment Management Limited ("the Company") for the year ended 30 November 2018.

Directors

The Directors during the year under review and up to the date of this report were:

P Dear
R Griffith

Result and dividends

The Company's profit after tax for the year amounted to £64,593 (2017: loss of £49,895). The Directors do not propose payment of a final dividend. Total dividends paid in the year were £nil (2017: £nil).

Future prospects

The Directors expect the Company to continue in its current form until such time that it can complete an orderly winding up of its affairs.

On behalf of the board



P. Dear – Director

22nd May 2019

Polygon Investment Management Limited

Statement of directors' responsibilities in respect of the Directors' report and the financial statements

The directors are responsible for preparing the Strategic Report and the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

Polygon Investment Management Limited

Unaudited Statement of Comprehensive Income For the year ended 30 November 2018

	Notes	2018 £	2017 £
Administrative expenses		46,190	(50,788)
Operating profit/(loss)	4	46,190	(50,788)
Interest receivable and similar income		30,109	893
Profit/(loss) on ordinary activities before taxation		76,299	(49,895)
Taxation	5	(11,706)	-
Profit/(loss) retained for the year		64,593	(49,895)
Other Comprehensive Income			
Profit/(loss) for the financial period		64,593	(49,895)
Total Comprehensive income/(expense) for the financial year		64,593	(49,985)

All amounts are in respect of continuing activities.

The notes on pages 8 - 11 form part of these financial statements

Polygon Investment Management Limited

Unaudited Balance sheet As at 30 November 2018

	Notes	2018 £	2017 £
Current assets			
Debtors	6	2,199,136	-
Cash in hand and at bank		175,479	2,318,507
		<u>2,374,615</u>	<u>2,318,507</u>
Creditors: amounts falling due within one year	7	(79,971)	(88,456)
Net current assets		<u>2,294,644</u>	<u>2,230,051</u>
Net assets		<u>2,294,644</u>	<u>2,230,051</u>
Capital and reserves			
Called up share capital	8	5,001	5,001
Profit and loss account		2,289,643	2,225,050
Equity shareholders' funds		<u>2,294,644</u>	<u>2,230,051</u>

For the year ended 30 November 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to the small companies regime.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the Board on 22nd May 2019.



Director: P. Dear

The notes on pages 8 - 11 form part of these financial statements

Polygon Investment Management Limited

Unaudited Statement of Cash flow For the year ended 30 November 2018

	2018	2017
	£	£
Cash flows from operating activities		
Profit/(loss) for the financial year	64,593	(49,895)
Adjustments for:		
Interest received	(30,109)	(893)
Taxation	11,706	-
Increase in debtors	(2,199,136)	-
Decrease in creditors	(12,421)	(13,264)
Cash used in from operating activities	<u>(2,165,367)</u>	<u>(64,052)</u>
Income taxes paid	(7,770)	-
Net cash used in operating activities	<u>(2,173,137)</u>	<u>(64,052)</u>
 Cash flows from investing activities		
Interest received	30,109	893
Net cash generated from investing activities	<u>30,109</u>	<u>893</u>
 Net decrease in cash and cash equivalents	(2,143,028)	(63,159)
 Cash and cash equivalents at the beginning of the year	2,318,507	2,381,666
 Cash and cash equivalents at the end of the year	<u>175,479</u>	<u>2,318,507</u>

Unaudited Statement of changes in equity For the year ended 30 November 2018

	Share Capital	Profit & loss account and Other Comprehensive Income	Total
	£	£	£
At 30 November 2017	5,001	2,225,050	2,230,051
Profit for the year	-	64,593	64,593
 At 30 November 2018	<u>5,001</u>	<u>2,289,643</u>	<u>2,294,644</u>

The notes on pages 8 - 11 form part of these financial statements

Polygon Investment Management Limited

Notes to the financial statements For the year ended 30 November 2018

1. Company Information

Polygon Investment Management Limited was incorporated in the United Kingdom and its' registered office is 4 Sloane Terrace, London, SW1X 9DQ.

2. Accounting policies

Basis of preparation

These financial statements have been prepared in accordance with the applicable United Kingdom accounting standards, including Financial Reporting Standard 102 – 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' ("FRS 102"), and with Companies Act 2006.

The directors have decided to wind down the business and to voluntarily liquidate the Company. Accordingly, the going concern assumption under FRS 102 is not appropriate and the financial statements have been drawn up on a basis which reflects the directors' intention to liquidate the business in due course. The assets were already held at realisable value. Estimated costs associated with the decision to liquidate the Company have not been provided for in the financial statements as these are deemed immaterial.

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

Revenue and expenses

Revenues and expenses are recognised on an accruals basis.

Basic financial instruments

Trade and other debtors

Trade and other debtors are recognised initially at the transaction price less attributable transaction costs, subsequently trade and other debtors are measured at cost less any impairment losses.

Trade and other creditors

Trade and other creditors are recognised initially at the transaction price plus attributable transaction costs, subsequently trade and other creditors are measured at cost less any impairment losses.

Cash and cash equivalents

Cash and cash equivalents comprise of cash balances.

Foreign currencies

Transactions in foreign currencies are translated to the Company's functional currency at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are retranslated to the functional currency at the foreign exchange rate ruling at that date. Non-monetary assets and liabilities that are measured in terms of historical cost in foreign currency are translated using the exchange rate at the date of the transaction. Foreign exchange rate differences arising on translation are recognised in the profit and loss account.

3. Directors' emoluments

No Director received any emoluments as a consequence of their employment as a Director of the company.

Polygon Investment Management Limited

Notes to the financial statements For the year ended 30 November 2018

4. Operating profit/(loss)

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

	(Unaudited) 2018 £	(Unaudited) 2017 £
Foreign exchange (gains)/losses	(69,870)	28,595

5. Tax on profit/(loss) on ordinary activities

	(Unaudited) 2018 £	(Unaudited) 2017 £
(a) UK corporation tax		
Current year	3,936	-
Under provided in previous years	7,770	-
	<u>11,706</u>	<u>-</u>

(b) Factors affecting tax charge for year

The tax assessed for the year is at the standard rate of corporation tax in the UK of 19% (2017: 19.33%).

The differences are explained below:

	(Unaudited) 2018 £	(Unaudited) 2017 £
Profit/(loss) on ordinary activities before tax	<u>76,299</u>	<u>(49,895)</u>
Profit/(loss) on ordinary activities before tax at 19% (2017: 19.33%)	14,497	(9,645)
Effects of:		
Disallowed expenses	1,277	9,645
Group tax relief	(4,017)	-
Brought forward tax losses	(7,821)	-
Under provided in previous years	<u>7,770</u>	<u>-</u>
Current tax charge for year-note 5(a)	<u>11,706</u>	<u>-</u>

Polygon Investment Management Limited

Notes to the financial statements

For the year ended 30 November 2018

6. Debtors: amounts falling due within one year

	(Unaudited) 2018 £	(Unaudited) 2017 £
Director loans	2,199,136	-
	<u>2,199,136</u>	<u>-</u>

During the year, the company loaned \$2,767,000 to the Directors. These loans are interesting bearing at a rate of 3% per annum and are repayable on demand.

7. Creditors: amounts falling due within one year

	(Unaudited) 2018 £	(Unaudited) 2017 £
Other creditors	-	244
Accrued expenses	16,740	3,000
Amounts due to Polygon Investments Ltd	59,295	82,712
Amounts due to Polygon Global Management Limited	-	2,500
Corporation tax	3,936	-
	<u>79,971</u>	<u>88,456</u>

8. Called up share capital

	(Unaudited) 2018 £	(Unaudited) 2017 £
Authorised, allotted, called up and fully paid:		
Ordinary shares of £1 each	2	2
Redeemable ordinary shares of £1 each	4,999	4,999
	<u>5,001</u>	<u>5,001</u>

Polygon Investment Management Limited

Notes to the financial statements For the year ended 30 November 2018

8. Called up share capital (continued)

The rights and restrictions attaching to the redeemable ordinary shares are as follows:

Income

Redeemable ordinary shares do not entitle holders to any distribution by way of dividend or otherwise.

Capital

On a refund of capital on winding up, redeemable share capital holders shall be entitled to receive only the amount paid up on those shares.

Voting

Redeemable ordinary shares do not entitle holders to receive notice, attend or vote at general meetings. By way of written resolution holders of the redeemable ordinary shares shall be entitled to attend and vote at any general meeting only if the proposition to be submitted abrogates, varies or directly affects the rights and privileges affecting the shares.

Purchase and redemption

At any point in time the Company has the right to redeem the shares at par out of distributable profits or the proceeds of a fresh issue of shares made for the purposes of the redemptions, or out of the capital of the Company to the extent permitted by law.

9. Related party transactions

The directors of the Company are directors of Polygon Global Management Limited. The Company has charged Polygon Global Management Limited £nil (2017: £nil) in respect of expense reimbursements in the year and Polygon Global Management Limited has charged the Company £24,371 (2017: £4,118) in respect of expenses incurred on behalf of the Company. At the year end the Company owed Polygon Global Management Limited £nil (2017: £2,500).

The Company holds an intercompany balance with its parent Polygon Investments Ltd. At the year end the Company owed its parent, Polygon Investments Limited £59,295 (2017: £82,712).

10. Other financial commitments

There are no financial commitments and contingencies.

11. Ultimate parent undertaking

Polygon Investment Management Limited is a wholly owned subsidiary of Polygon Investments Limited, a company incorporated in the Cayman Islands.