

Raid Research Services LLP

Members' report and financial statements

Registered number OC304869

31 December 2013



Contents

Members' report	1
Statement of members' responsibilities in respect of the Members' report and the financial statements	2
Independent auditor's report to the members of Raid Research Services LLP	3
Profit and loss account	4
Balance sheet	5
Cash flow statement	6
Notes	7-10

Members' report

The Members present their Members' report and the audited financial statements for the year ended 31 December 2013.

Principal activities

The principal activity of Raid Research Services LLP ("the LLP" or "the Partnership"), is the provision of research services to Marble Bar Asset Management LLP.

Members

Marble Bar Asset Management LLP (Designated Member)
Hilton Nathanson (Designated Member)

- appointed 9 January 2008
- appointed 7 July 2010

Business review

Raid Research Services LLP was established to develop and maintain specialised investment research software with capabilities to extract information, generate ideas and allow reliable stock analysis. The provision of these research services has resulted in turnover for the year of \$2,764,163 (year ended 31 December 2012 : \$4,213,500).

The LLP provides its software primarily to its parent undertaking, Marble Bar Asset Management LLP. The main risks it faces relate to the continuing success of that parent and in its research continuing to be a useful tool for its parent's purposes. The LLP employs a highly skilled team of researchers and developers which has meant that the information and tools available on the site are continuously being upgraded and improved. The teams liaise regularly with the investment professionals of Marble Bar Asset Management LLP to ensure they are being provided with what they need. This ensures the ongoing success of Raid Research Services LLP and in turn Marble Bar Asset Management LLP.

Results

The LLP made a loss before members' remuneration for the year of \$4,590 (year ended 31 December 2012 loss of: \$1,106). An amount of \$4,590 has been deducted from other reserves (2012 : \$1,106).

Policy in relation to Members' capital

The Limited Liability Partnership Agreement sets down the capital contribution to be subscribed by current members. The Managing Board will determine any capital contribution to be made by new members. Members' capital is repayable on leaving the LLP.

Policy in relation to Members' profits and losses

Members' profits are allocated between them in accordance with the Limited Liability Partnership Agreement. The Limited Liability Partnership Agreement does not dictate the allocation of losses, these are therefore charged to other reserves.

Policy in relation to Members' drawings

The Limited Liability Partnership Agreement governs the rights of members regarding drawings. All partners are entitled to draw down the balance in full on their distribution account. There have been no member's drawings for the year.

Disclosure of information to the auditor

The members who were designated members as at the date of the approval of this members' report confirm that, so far as they are each aware, there is no relevant audit information of which the LLP's auditor is unaware; and each designated member has taken all of the steps that he ought to have taken as a designated member to make himself aware of any relevant audit information and to establish that the LLP's auditor is aware of that information.

Independent auditor

Our auditor, KPMG Audit Plc, has instigated an orderly wind down of the business with future audit work being transferred to its parent entity, KPMG LLP. The Board has decided to put KPMG LLP forward to be appointed as auditor.

Approval

These financial statements have been approved by the Raid Research Services LLP Board of Member Representatives on 23 April 2014.



H Nathanson
on behalf of Marble Bar Asset Management LLP (Member)

23 April 2014

Statement of members' responsibilities in respect of the Members' Report and the financial statements

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

The Limited Liability Partnership (Accounts and 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 UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

Under Regulation 8 of the Limited Liability Partnership (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 the members 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 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 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 LLP will continue in business.

Under Regulation 6 of the Limited Liability Partnership (Accounts and Audit) (Application of companies Act 2006) Regulations 2008, 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 its financial statements comply with those regulations. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the LLP and to prevent and detect fraud and other irregularities.

Independent auditor's report to the members of Raid Research Services LLP

We have audited the financial statements of Raid Research Services LLP for the year ended 31 December 2013 set out on pages 4 to 10. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

This report is made solely to the members of the limited liability partnership (LLP), as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, as required by Regulation 39 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, 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 set out on page 2, 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

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view, of the state of affairs of the LLP as at 31 December 2013 and of its loss for the year then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice, 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.

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; or
- the members were not entitled to prepare financial statements in accordance with the small limited liability partnerships' regime

SAMER HIJAZI

Samer Hijazi (Senior Statutory Auditor)
for and on behalf of KPMG Audit Plc, Statutory Auditor

Chartered Accountants
15 Canada Square
Canary Wharf
London E14 5GL

23 April

2014

Profit and loss account
for the year ended 31 December 2013

	<i>Note</i>	2013 \$000	2012 \$000
Turnover	<i>1</i>	2,884	4,484
Administrative expenses		(3,301)	(4,758)
Operating (loss)	<i>2</i>	(417)	(274)
Other interest receivable and similar income	<i>4</i>	413	273
(Loss) for the financial year before members remuneration and profit shares		(4)	(1)
Members' remuneration charged as an expense	<i>3(b)</i>	-	-
(Loss) for the financial period		(4)	(1)

The LLP has no recognised gains and losses other than the profit for the current period and therefore no separate Statement of Recognised Gains and Losses has been presented. The current year gains and losses are wholly arrived at from continuing activities.

The notes on pages 7 to 10 form part of these financial statements.

Balance sheet
at 31 December 2013

	Note	2013 \$000	2013 \$000	2012 \$000	2012 \$000
Fixed assets					
Tangible assets	5(a)		64		30
Investments	5(b)		-		-
Current assets					
Debtors	6	437		635	
Cash at bank and in hand		570		1	
		<u>1,007</u>		<u>636</u>	
Creditors: amounts falling due within one year	7	<u>(1,071)</u>		<u>(662)</u>	
Net current liabilities			<u>(64)</u>		<u>(26)</u>
Total assets less current liabilities			<u>-</u>		<u>4</u>
Net assets attributable to members			<u>-</u>		<u>4</u>
Represented by:					
Loans and other debts due to members within one year					
Amounts classified as a liability under FRS25					
Loans and other debts due to members	8		8		8
			<u>8</u>		<u>8</u>
Equity					
Members' other interests - Other reserves classified as equity under FRS25	8		(8)		(4)
Other reserves			<u>-</u>		<u>4</u>
Total Members' interests					
Loans and other debts due to members	8		8		8
Other reserves	8		(8)		(4)
			<u>-</u>		<u>4</u>

The notes on pages 7 to 10 form part of these financial statements.

These financial statements were approved by the Raid Research Services LLP Board of Member Representatives.


H Nathanson
for and on behalf of
The Raid Research Services LLP Board of Member Representatives

23 April 2014

Cash flow statement
for the year ended 31 December 2013

	<i>Note</i>	2013 US\$000	2012 US\$000
Net cash inflow / (outflow) from operating activities	10	216	(720)
Returns on investments and servicing of finance			
Income from Investment in subsidiary		413	273
Capital expenditure and financial investment			
Payment to acquire tangible fixed assets		(60)	(32)
Transactions with members and former members		-	-
Cash inflow / (outflow) before management of liquid resources and financing		<u>569</u>	<u>(479)</u>
Financing		-	-
Increase / (decrease) in cash in the period	11	<u>569</u>	<u>(479)</u>

The notes on pages 7 to 10 form part of these financial statements.

Notes

(forming part of the financial statements)

1 Significant accounting policies

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

Basis of preparation

The financial statements have been prepared in accordance with applicable UK accounting standards (UK Generally Accepted Accounting Practice), under the historical cost accounting rules and the Limited Liability Partnership Regulations 2001. The financial statements of the LLP have also been prepared in accordance with the Partnership Agreement dated 23 June 2003, the Deed of Variation and Transfer of Partnership Interest dated 29 September 2006 and the Amended and Restated Partnership Agreement dated 9 January 2008. The financial statements have also been prepared in accordance with the Statement of Recommended Practice for Limited Liability Partnerships issued by the Consultative Committee of Accounting Bodies (CCAB) in March 2006.

The financial statements have been prepared on a going concern basis, as the LLP's parent undertaking has agreed to provide financial and other support at least for the next twelve months to enable the LLP to continue to pay its debts as they fall due.

Subsidiary undertaking

The financial statements contain information about Raid Research Services LLP as an individual LLP and do not contain consolidated financial information as the parent of a group. The LLP is exempt under section 400 of the Companies Act 2006 from the requirement to prepare consolidated financial statements as it and its subsidiary undertaking are included by full consolidation in the consolidated financial statements of its ultimate parent, Marble Bar Asset Management LLP, a Limited Liability Partnership incorporated in England and Wales.

Tangible fixed assets and depreciation

Tangible fixed assets are valued at historic purchase cost less accumulated depreciation. Historic purchase cost being the original purchase price of the asset together with the costs attributable to bringing the asset to its current working condition for its intended use. Depreciation is provided to write off the cost less the estimated residual value of tangible fixed assets by equal instalments over their estimated useful economic lives as follows:

Computer software	- over the term of the software agreement
Computers and communications equipment	- 33% per annum
Office furniture and fittings	- 33% per annum
Office improvements	- over term of lease

Foreign currencies

Items included in the financial statements are measured using US\$, the LLP's functional and presentational currency. US\$ is the currency in which the LLP invoices its parent, Marble Bar Asset Management LLP.

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date and the gains and losses on translation are included in the profit and loss account.

Year end exchange rates for translation of balances denominated in foreign currencies are as follows:

	Closing rate 31 Dec 13	Closing rate 31 Dec 12
EUR	0.7264	0.7567
GBP	0.6065	0.6191

Turnover

Turnover represents the amounts derived from the provision of research services to Marble Bar Asset Management LLP and is accounted for on an accruals basis.

Income tax

Income tax payable on the LLP's profits is solely the personal liability of the individual members and consequently is not dealt with in these financial statements. The LLP is not taxed as a corporate entity.

2 Operating profit

	2013 \$000	2012 \$000
Operating profit is stated after charging:		
Auditor's remuneration - Audit	25	17
Depreciation and other amounts written off tangible fixed assets - owned	26	24
Foreign exchange loss /gain	5	(1)

Notes (continued)

3 (a) Staff numbers and costs

The average number of persons employed by the Partnership during the year, analysed by category, was as follows:

	2013	2012
	Number of	Number of
	Employees	Employees
Software development and maintenance	7	11

The aggregate payroll costs of these persons were as follows:

	2013	2012
	\$000	\$000
Wages and salaries	1,327	1,574
Social security costs	176	211
	<u>1,503</u>	<u>1,785</u>

3 (b) Members remuneration charged as an expense

	2013	2012
	\$000	\$000
Non-discretionary division of profits	(4)	(1)
	<u>(4)</u>	<u>(1)</u>

4 Other interest receivable and similar income

	2013	2012
	\$000	\$000
Bank interest	-	-
Distribution from subsidiary undertaking (see note 12)	403	273
Other Income	10	-
	<u>413</u>	<u>273</u>

Notes (continued)

5 (a) Tangible fixed assets

	Office furniture and fittings and improvements	Computer software	Computers and communications equipment	Total
	\$000	\$000	\$000	\$000
Cost				
At 1 January 2013	519	892	776	2,187
Additions	-	8	52	60
Disposals	-	-	-	-
At 31 December 2013	<u>519</u>	<u>900</u>	<u>828</u>	<u>2,247</u>
Depreciation				
At 1 January 2013	519	889	749	2,157
Charged in year	-	4	22	26
On Disposals	-	-	-	-
At 31 December 2013	<u>519</u>	<u>893</u>	<u>771</u>	<u>2,183</u>
Net book value				
At 31 December 2013	<u>-</u>	<u>7</u>	<u>57</u>	<u>64</u>
At 31 December 2012	<u>-</u>	<u>3</u>	<u>27</u>	<u>30</u>

5 (b) Investments

The LLP made an investment in Trader Data Analytics LLP as a limited liability partner on 6 October 2011. Trader Data Analytics LLP is a Limited Liability Partnership incorporated in England and Wales, whose principal activity is that of the provision of research services to third parties. The cost of Raid Research Services LLP's investment in Trader Data Analytics LLP is \$99, which represents 99% of the total capital account contributions of the LLP.

6 Debtors

	2013 \$000	2012 \$000
Other debtors	297	253
Amounts due from subsidiary undertakings (see note 12)	-	191
Prepayments and accrued income	140	191
	<u>437</u>	<u>635</u>

7 Creditors: amounts falling due within one year

	2013 \$000	2012 \$000
Trade creditors	24	-
Taxation and social security	45	74
Amounts due to parent undertakings (see note 12)	620	319
Amounts due to subsidiary undertakings (see note 12)	73	-
Accruals and deferred income	309	269
	<u>1,071</u>	<u>662</u>

Notes (continued)

8 Members' Interests

	Members' Capital (Classified as equity)	Other Reserves	Loans and other debts due to members less any amounts due from members	Total 2013	Total 2012
	\$000	\$000	\$000	\$000	\$000
Balance at 31 December 2012	-	(4)	8	4	5
Members' remuneration charged as an expense	-	-	-	-	-
Loss for the year	-	(4)	-	(4)	(1)
Members' interests after profit for the year	-	(8)	8	-	4
Drawings	-	-	-	-	-
Balance at 31 December 2013	-	(8)	8	-	4

9 Commitments

There are no capital commitments at the end of the financial period.

10 Reconciliation of operating profit to net cash flow from operating activities

	2013 US\$000	2012 US\$000
Operating (loss)	(417)	(274)
Depreciation charges	26	24
Decrease in debtors	198	1
Increase / (decrease) in creditors	409	(471)
Net cash inflow/(outflow) from operating activities	216	(720)

11 Analysis of net funds

	At beginning of year US\$000	Cash flow US\$000	At end of year US\$000
Cash in hand, at bank	1	569	570

12 Related party transactions

On 8 January 2008, the LLP entered into an agreement with its immediate parent, Marble Bar Asset Management LLP, to provide it with research services. During the year fees of \$2,764,163 (2012: \$4,213,500) were charged to Marble Bar Asset Management LLP for these services. Included in creditors is an amount of \$620,113 due to Marble Bar Asset Management LLP (2012: \$318,807).

On 6 October 2011, Trader Data Analytics LLP was incorporated. The LLP owns 99% of Trader Data Analytics LLP. During the year investment income of \$402,736 (2012: \$272,975) was distributed from this investment. Additionally, the LLP entered into an agreement to provide IT services to Trader Data Analytics LLP, this resulted in turnover of \$120,000 (2012: \$270,032). Included in creditors is an amount of \$73,432 due to Trader Data Analytics, in 2012 an amount of \$191,115 was included in debtors, due from Trader Data Analytics LLP.

13 Ultimate parent company

The LLP is a subsidiary undertaking of Marble Bar Asset Management LLP, the ultimate parent and controlling party, which is registered as an LLP in England and Wales.