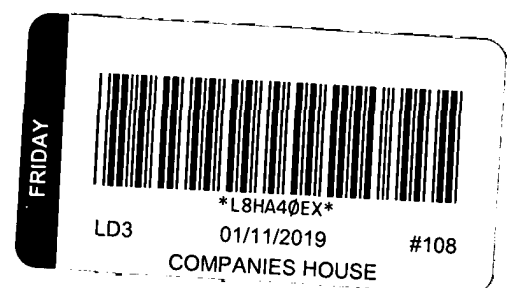


**L.G.S. Investments (Holdings) Limited**

Annual report and consolidated  
financial statements

Registered number 02873071

30 June 2019



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## Group Strategic report

The directors present their strategic report of L.G.S. Investments (Holdings) Limited for the year ended 30 June 2019.

### Principal activities

The company holds an investment in L.G.S. Investments PLC. L.G.S. Investments PLC is an investment company whose only activity is to hold local authority loan instruments and to service bonds to finance them. There are £63,000,000 8.75% secured bonds issued which are listed on the London Stock Exchange. The local authority loan instruments have been pledged to Bankers Trustee Company Limited as security for the bonds.

### Principal risks and uncertainties

#### Financial risks

The financial risks of the subsidiary Company were addressed by the directors when the company set up its financial agreements. The subsidiary company's financial receivables are loans from local authorities and its financial payables are issued bonds. The financial liabilities are matched by the same amount of financial assets. The interest rates are fixed eliminating interest rate risks.

Professional services fees have been set at a fixed amount within the corporate services agreement which enables the results of the Company to be stabilised over the life of the bonds.

#### Review of the business

The results for the year and the Company's financial position at the end of the year are shown in the attached financial statements. The Group made a loss of £13,717 after taxation (2018: £5,718) during the year. The Group had net current assets of £35,094 as at 30 June 2019 (2018: £48,987).

#### Policy and practice on payment of creditors

It is the Group's policy that payments made to suppliers are made in accordance with those terms and conditions agreed between the Group and its suppliers. The Group owed no amounts to trade creditors at 30 June 2019 (2018: £nil).

#### Going concern

The directors do not believe it is appropriate to prepare these financial statements on a going concern basis as the intention is to wind up the investments following maturity on the 22 May 2020, before the next financial year end. The bonds will be fully repaid at the time of maturity and the directors have reviewed the future forecasts and have confirmed that adequate financing is available to enable the company to meet its liabilities as they fall due.

By order of the board

  
**Mr D Wynne**  
**Wilmington Trust SP Services (London) Limited**  
*Director*

Third Floor  
1 King's Arms Yard  
London  
EC2R 7AF  
31 October 2019

## Group Directors' report

The directors present their report and audited financial statements of L.G.S. Investments (Holdings) Limited for the year ended 30 June 2019 with comparative information for the year ended 30 June 2018.

### Directors

The following directors held office during the period:

Wilmington Trust SP Services (London) Limited  
Mrs M Clarke-Whelan (resigned 01 October 2018)  
Mr D J Wynne  
Mr Robert Sutton (appointed 01 October 2018)

None of the Directors has any beneficial interest in the ordinary share capital of the Company. None of the Directors had any interest either during or at the end of the year in any material contract or arrangement with the Company.

### Corporate governance statement

The Directors are responsible for internal controls at the Group and for reviewing their effectiveness. Procedures have been designed for safeguarding assets against unauthorised use or disposition; for maintaining proper accounting records; and for the reliability and usefulness of financial information used within the business or for publication. Such procedures are designed to manage rather than eliminate the risk of failure to achieve business objectives and can only provide reasonable and not absolute assurance against material misstatements, errors, losses or fraud. The procedures enable the Group to comply with the regulatory obligations.

### Dividends

The directors do not recommend the payment of a dividend (2018: £nil).

### Audit exemption

For the year ending 30 June 2019, the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

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

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

  
Mr D Wynne  
Wilmington Trust SP Services (London) Limited  
Director

Third Floor  
1 King's Arms Yard  
London  
EC2R 7AF  
31 October 2019

Company no. 02873071

**STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE ANNUAL REPORT, STRATEGIC REPORT, THE DIRECTORS' REPORT AND THE FINANCIAL STATEMENTS**

The directors are responsible for preparing the Strategic Report, 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 its profit or loss for that period. In preparing the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements 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;
- assess the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

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 its financial statements comply with the Companies Act 2006. They are responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and 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.

The Directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the period in question in accordance with section 476 of Companies Act 2006.

**Consolidated profit and loss account and other comprehensive income**  
*for the year ended 30 June 2019*

	<i>Note</i>	Year ended 30 June 2019 £	Year ended 30 June 2018 £
Income from fixed asset investments	5	5,612,842	5,606,423
Interest payable and similar charged on bonds in issue	6	<u>(5,590,617)</u>	<u>(5,584,235)</u>
		22,225	22,188
Administrative expenses		<u>(36,039)</u>	<u>(27,884)</u>
<b>Operating loss</b>		<b>(13,814)</b>	<b>(5,696)</b>
Other interest receivable and similar income	7	97	-
Other interest payable and similar expense	8	<u>-</u>	<u>(22)</u>
<b>Loss before taxation</b>	2	<b>(13,717)</b>	<b>(5,718)</b>
Tax	9	-	-
<b>Loss for the financial year</b>		<u><b>(13,717)</b></u>	<u><b>(5,718)</b></u>
Other comprehensive income for the year		<u>-</u>	<u>-</u>
<b>Total comprehensive loss and other comprehensive income for the year</b>		<u><b>(13,717)</b></u>	<u><b>(5,718)</b></u>

All amounts relate to continuing activities. There are no other recognised gains or losses other than the profit for the year as presented above. Accordingly a separate statement of total comprehensive income has not been presented.

The Notes on pages 9 to 16 form part of these financial statements.

**Consolidated balance sheet**  
*at 30 June 2019*

	<i>Note</i>	<b>2019</b>		<b>2018</b>	
		£	£	£	£
<b>Fixed assets</b>					
Investments	<i>10</i>		-		62,845,768
<b>Current assets</b>					
Investments	<i>10</i>	62,924,060		-	
Debtors	<i>11</i>	606,527		606,527	
Cash at bank and in hand		76,241		80,851	
		<u>63,606,828</u>		<u>687,378</u>	
<b>Creditors: amounts falling due within one year</b>	<i>12</i>	<u>(63,571,929)</u>		<u>(638,391)</u>	
<b>Net current assets</b>			<b>34,899</b>		<b>48,987</b>
<b>Total assets less current liabilities</b>			<u><b>34,899</b></u>		<u><b>62,894,755</b></u>
<b>Creditors: amounts falling due after more than one year</b>	<i>13</i>		-		<u><b>(62,846,139)</b></u>
<b>Net assets</b>			<u><b>34,899</b></u>		<u><b>48,616</b></u>
<b>Capital and reserves</b>					
Called up share capital	<i>14</i>		<b>1</b>		<b>1</b>
Profit and loss account			<b>34,898</b>		<b>48,615</b>
<b>Shareholders' funds</b>			<u><b>34,899</b></u>		<u><b>48,616</b></u>

For the year ending 30 June 2019, the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.


The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

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

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

The Notes on 9 to 16 form part of these Financial Statements.

These financial statements of L.G.S. Investments (Holdings) Limited, company registration number 02873071, were approved by the board of directors on 31 October 2019 and were signed on its behalf by:

  
**Mr D Wynne**  
On behalf of Wilmington Trust SP Services (London) Limited  
*Director*

**Company balance sheet**  
*at 30 June 2019*

	<i>Note</i>	<b>2019</b>		<b>2018</b>	
		£	£	£	£
<b>Fixed assets</b>					
Investments	<i>10</i>		-		50,000
<b>Current assets</b>					
Investments	<i>10</i>	50,000			
Debtors	<i>11</i>	1		1	
		<u>50,001</u>		<u>1</u>	
<b>Creditors: amounts falling due within one year</b>	<i>12</i>	<u>(50,000)</u>		<u>(50,000)</u>	
<b>Net current liabilities</b>			<u>1</u>		<u>(49,999)</u>
<b>Total assets less current liabilities</b>			<u>1</u>		<u>1</u>
<b>Net assets</b>			<u>1</u>		<u>1</u>
<b>Capital and reserves</b>					
Called up share capital	<i>14</i>		<u>1</u>		<u>1</u>
<b>Shareholders' equity</b>			<u>1</u>		<u>1</u>

For the year ending 30 June 2019, the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

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

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

The Notes on pages 11 to 18 form part of these Financial Statements.

There were no movements in the Company shareholders' funds during the year.

These financial statements of L.G.S. Investments (Holdings) Limited, company registration number 02873071, were approved by the board of directors on 31 October 2019 and were signed on its behalf by:

  
Mr D Wynne  
On behalf of Wilmington Trust SP Services (London) Limited  
Director



**Statement of changes in equity**  
*for the year ended 30 June 2019*

Group	Called up Share capital £	Retained earnings £	Total £
Balance as at 1 July 2017	1	54,333	54,334
Total comprehensive loss for the year	<u>-</u>	<u>(5,718)</u>	<u>(5,718)</u>
Balance as at 30 June 2018	<u>1</u>	<u>48,615</u>	<u>48,616</u>

Balance as at 1 July 2018	1	48,615	48,616
Total comprehensive loss for the year	<u>-</u>	<u>(13,717)</u>	<u>(13,717)</u>
Balance as at 30 June 2019	<u>1</u>	<u>34,898</u>	<u>34,899</u>

Company	Called up Share capital £	Retained earnings £	Total £
Balance as at 1 July 2017	1	-	1
Loss for the year ended 2018	-	-	-
Total comprehensive loss for the year	<u>-</u>	<u>-</u>	<u>-</u>
Balance as at 30 June 2018	<u>1</u>	<u>1</u>	<u>1</u>

Balance as at 1 July 2018	1	-	1
Loss for the year ended 2019	-	-	-
Total comprehensive loss for the year	<u>-</u>	<u>-</u>	<u>-</u>
Balance as at 30 June 2019	<u>1</u>	<u>-</u>	<u>1</u>

The Notes on 9 to 16 form part of these Financial Statements.

**Consolidated cash flow statement**  
*for the year ended 30 June 2019*

	<i>Note</i>	<b>2019</b>	2018
		£	£
<b>Cash flows from operating activities</b>			
Loss on ordinary activities after tax		<b>(13,717)</b>	(5,718)
<b>Adjustments to reconcile profit to net cash flows from operating activities:</b>			
Amortisation of discount on debt securities issued	<i>13</i>	<b>78,116</b>	71,734
Amortisation of discount of debt securities purchased	<i>10</i>	<b>(78,292)</b>	(71,873)
Decrease in debtors	<i>11</i>	-	445
Increase in creditors	<i>12</i>	<b>9,283</b>	8,823
		<hr/>	<hr/>
<b>Net cash (outflow)/inflow from operating activities</b>		<b>(4,610)</b>	3,411
		<hr/>	<hr/>
<b>Net (Decrease)/increase in cash and cash equivalents</b>		<b>(4,610)</b>	3,411
Cash and cash equivalents at 01 July		<b>80,851</b>	77,440
		<hr/>	<hr/>
Cash and cash equivalents at 30 June		<b>76,241</b>	80,851
		<hr/> <hr/>	<hr/> <hr/>

The Notes on pages 9 to 16 form part of these financial statements.

## Notes

*(forming part of the financial statements)*

### 1 Significant accounting policies

L.G.S. Investments (Holdings) Limited is a limited company incorporated and domiciled in the United Kingdom with registered number 02873071 and has its registered office at 1 King's Arms Yard, London, EC2R 7AF.

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

#### *Statement of compliance*

The Company's financial statements have been prepared in compliance with FRS 102.

#### *Basis of preparation*

These financial statements were prepared in accordance with Financial Reporting Standard 102 *The Financial Reporting Standard* applicable in the UK and Republic of Ireland ("*FRS 102*") as issued in August 2014. The amendments to FRS 102 issued in July 2015 and effective immediately have been applied. The functional currency of these financial statements is sterling. The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

The parent company is included in the consolidated financial statements, and is considered to be a qualifying entity under FRS 102 paragraphs 1.8 to 1.12. The following exemptions available under FRS 102 in respect of certain disclosures for the parent company financial statements have been applied:

- No separate parent company Cash Flow Statement with related notes is included.

#### *Basis of consolidation*

The consolidated financial statements include the financial statements of the Company and its subsidiary undertakings made up to 30 June 2019. The acquisition method of accounting has been adopted. Under this method, the results of the subsidiary are included in the consolidated profit and loss account for the year.

Under section 408 of the Companies Act 2006 the company is exempt from the requirement to present its own profit and loss account.

#### *Investments*

Investments consist of unlisted debt securities in the form of local authority loan instruments, all with an interest of 8.75%, redeemable on 22 May 2020 and are recorded at cost, plus or minus an accrued premium or discount on acquisition which is amortised to generate a constant yield to maturity.

The directors annually review the key assumptions regarding the value of the unlisted debt securities and evaluate the recoverability of the investment.

#### *Debt securities issued*

Listed debt securities consist of 8.75% secured bonds redeemable on 22 May 2020 and are recorded at cost, plus or minus accrued premium or discount on issue which is amortised to generate a constant yield to maturity.

**Notes** (continued)

**Taxation**

Tax on the profit or loss for the year comprises current and deferred tax. Tax is recognised in the profit and loss account except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided on timing differences which arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements.

The following timing differences are not provided for: differences between accumulated depreciation and tax allowances for the cost of a fixed asset if and when all conditions for retaining the tax allowances have been met; and differences relating to investments in subsidiaries, [associates, branch, joint ventures] to the extent that it is not probable that they will reverse in the foreseeable future and the reporting entity is able to control the reversal of the timing difference. Deferred tax is not recognised on permanent differences arising because certain types of income or expense are non-taxable or are disallowable for tax or because certain tax charges or allowances are greater or smaller than the corresponding income or expense.

Deferred tax is measured at the tax rate that is expected to apply to the reversal of the related difference, using tax rates enacted or substantively enacted at the balance sheet date.

**Cash and cash equivalents**

Cash and cash equivalents comprise deposits in the Group's bank accounts.

**Accounting judgements and estimates**

In preparing its financial statements in conformity with FRS 102, the Company makes estimates concerning a variety of matters. The estimates and assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis for making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an on-going basis.

**Other payables**

Other payables are stated at cost.

**Going concern**

The directors do not believe it is appropriate to prepare these financial statements on a going concern basis as the intention is to wind up the investments following maturity on the 22 May 2020, before the next financial year end. The bonds will be fully repaid at the time of maturity and the directors have reviewed the future forecasts and have confirmed that adequate financing is available to enable the company to meet its liabilities as they fall due.

**2 Staff numbers and costs**

The company had no employees during the year (2018: nil).

**Notes** (continued)

**3 Loss on ordinary activities before taxation**

	2019	2018
	£	£
<i>Loss on ordinary activities before taxation is stated after charging:</i>		
Auditor's remuneration:		
Audit of LGS Investments Plc	10,800	9,766

**4 Remuneration of directors**

Wilmington Trust SP Services (London) Limited, a director of the Company and its subsidiary, received £11,186 (2018: £10,854) in the year for professional services provided on normal commercial terms. None of the other directors received remuneration for their services to the group

**5 Income from fixed asset investments**

	2019	2018
	£	£
Unlisted	5,534,550	5,534,550
Amortised discount	78,292	71,873
	5,612,842	5,606,423
	5,612,842	5,606,423

**6 Interest payable and similar charges on bonds in issue**

	2019	2018
	£	£
Interest paid on bonds in issue	5,512,500	5,512,500
Amortised discount	78,117	71,735
	5,590,617	5,584,235
	5,590,617	5,584,235

**7 Other interest receivable and similar income**

	2019	2018
	£	£
Bank interest received	97	-
	97	-
	97	-

**8 Other interest payable and similar expense**

	2019	2018
	£	£
Bank interest paid	-	(22)
	-	(22)
	-	(22)

Notes (continued)

9 Taxation

	2019	2018
	£	£
<i>UK corporation tax</i>		
Current tax on income for the year	-	-
Underprovision of prior year's charge	-	-
	<hr/>	<hr/>
Tax on loss on ordinary activities	-	-
	<hr/> <hr/>	<hr/> <hr/>
	2019	2018
	£	£
<i>Current tax reconciliation</i>		
Loss on ordinary activities before taxation	(13,717)	(5,696)
	<hr/>	<hr/>
Current tax charge at 19% (2018: 19%)	(2,625)	(1,082)
Trading losses carried forward	2,625	1,082
	<hr/>	<hr/>
Current tax charge	-	-
	<hr/> <hr/>	<hr/> <hr/>

Reductions in the UK corporation tax rate from 20% to 19% (effective from 1 April 2017) and 18% (effective 1 April 2020) were substantively enacted on 26 October 2015. A further reduction to the UK corporation tax rate was substantively enacted on 6 September 2016 to further reduce the tax rate to 17% (to be effective from 1 April 2020). This will reduce the company's future current tax charge accordingly.

Trading losses carried forward of £9,440 (2018: £23,157) give rise to a deferred tax asset of £1,775 (2018: £4,400). The deferred tax asset at 30<sup>th</sup> June 2019 has been calculated based on the rate of 19% substantively enacted at the balance sheet date. This asset has not been recognised as it is uncertain that the Company will generate sufficient future trading profits against which to offset the losses carried forward.

An additional reduction to 17% (effective from 1 April 2020) will reduce the company's future current tax charge accordingly and reduce the deferred tax asset at 30 June 2019 accordingly. As at 30 June 2019, there are no tax-related contingent assets or contingent liabilities in accordance with FRS 102 Section 21.

Notes (continued)

**10 Fixed asset investments**

<b>Group</b>	<b>£</b>
<i>Cost</i>	
At beginning and end of the year	62,092,800
<hr/>	
<i>Amortised discount</i>	
At the beginning of the year	752,968
Amortised discount for the year	78,292
<hr/>	
<b>At end of the year</b>	<b>831,260</b>
<hr/>	
<i>Net book value</i>	
<b>At 30 June 2019</b>	<b>62,924,060</b>
<hr/>	
At 30 June 2018	<u>62,845,768</u>

The fixed asset investment comprises unlisted debt securities in the form of local authority loan instruments, all with an interest rate of 8.785%, inclusive of management charges of 0.035%, redeemable on 22 May 2020. All of these instruments have been pledged to Bankers Trustee Company Limited as security for bonds issued by the Company.

**Company**

	<b>£</b>
<i>Cost</i>	
At beginning and end of the year	50,000
<hr/>	

The Company's fixed asset investment consists of the entire share capital of its wholly owned subsidiary, L.G.S. Investments PLC which is registered at Third Floor, 1King's Arms Yard, London EC2R 7AF.

	<b>Country of incorporation</b>	<b>Principal activity</b>	<b>Percentage of shares held</b>	<b>Class of shares held</b>
L.G.S. Investments PLC	England and Wales	Investment company	100%	£1 Ordinary

Notes (continued)

11 Debtors

Group	2019 £	2018 £
Prepayments and accrued income	606,526	606,526
Called up share capital not paid	<u>1</u>	<u>1</u>
	<u>606,527</u>	<u>606,527</u>

All debtors are due within one year.

Company	2019 £	2018 £
Called up share capital not paid	<u>1</u>	<u>1</u>
	<u>1</u>	<u>1</u>

All debtors are due within one year.

12 Creditors: amounts falling due within one year

Group	2019 £	2018 £
Accruals and deferred income	647,674	638,391
Bond in issue at cost at start of year	62,092,800	-
Amortised discount	831,455	-
	<u>63,571,929</u>	<u>638,391</u>

Company	2019 £	2018 £
Amounts owed to subsidiary undertaking	<u>50,000</u>	<u>50,000</u>



**Notes (continued)**

**13 Creditors: amounts falling due after more than one year**

<b>Group</b>	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Bond in issue at cost at start of year	-	62,092,800
Amortised discount	-	753,339
	<hr/>	<hr/>
	-	62,846,139
	<hr/> <hr/>	<hr/> <hr/>
 <b>Repayment analysis</b>	 <b>2019</b>	 <b>2018</b>
	<b>£</b>	<b>£</b>
Amounts repayable, other than by instalments, between one and five years	<b>62,924,255</b>	<b>62,846,139</b>
	<hr/> <hr/>	<hr/> <hr/>

The bonds, which are redeemable by 22 May 2020, have a nominal value of £63,000,000 and bear interest at 8.75% per annum.

The unlisted debt securities in the form of local authority loan instruments held by the Company have been pledged to Bankers Trustee Company Limited as security for the above issued bonds.

**14 Called up share capital**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
<i>Allotted, called up and not paid</i>		
1 Ordinary share of £1 each	<b>1</b>	<b>1</b>
	<hr/> <hr/>	<hr/> <hr/>

**Notes** (continued)

**15 Financial Instruments**

The Company's financial instruments comprise local authority loans, bonds, cash balances, debtors and creditors, which arise directly from its operations. It is, and has been throughout the year, the Company's policy that no trading in financial instruments is undertaken.

Categories of financial instruments

	2019	2018
Financial assets	£	£
Loans and receivables including cash at bank	<u>63,000,305</u>	<u>62,826,619</u>
Financial liabilities		
Loan notes	<u>62,924,255</u>	<u>62,846,139</u>

The Board reviews and agrees policies for managing risks which are noted below.

Capital risk management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to maintain an optimal capital structure to reduce the cost of capital. The Company is not subject to any external capital requirements except for the minimum requirement under the Companies Act 2006. The Company has not breached the minimum requirement. The capital held is shown on the statements of financial position under equity.

Liquidity risk

The Company's policy is to maintain a strong liquidity position and to manage the liquidity profile of its assets, liabilities and commitments so that cash flows are appropriately balanced, and all funding obligations are met when due.

**16 Related party transactions**

The Group is controlled by Wilmington Trust SP Services (London) Limited, a director of the Company and its subsidiary. No director received any remuneration other than Wilmington Trust SP Services (London) Limited which receives a fee for the provision of corporate services under the terms of a corporate services agreement. Under the terms of the agreement, Wilmington Trust SP Services (London) Limited is entitled to receive annual fees of £9,000 (2018: £9,000).

Included within the Groups profit and loss account are corporate services fees plus expenses and value added tax charged by Wilmington Trust SP Services (London) Limited totalling £11,186 (2018: £10,854).

At 30 June 2019, an amount of £17,486 (2018: £6,300) relating to corporate services fees were outstanding and are included within Group Creditors: amounts falling due within one year.

**17 Ultimate parent undertaking**

The entire share capital of L.G.S. Investments (Holdings) Limited is held by Wilmington Trust SP Services (London) Limited under the terms of a trust declared ultimately for charitable purposes. The results of the L.G.S. Investments (Holdings) Group Limited are not consolidated into the financial statements of any larger groups.

The ultimate controlling party is Wilmington Trust SP Services (London) Limited, Third Floor, 1 King's Arms Yard, London EC2R 7AF as trustee.

**18 Subsequent events**

There have been no subsequent events.