

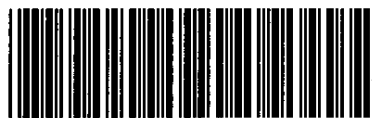
Registered number: OC432536

DOWNING EUROPEAN INVESTORS
LLP

UNAUDITED FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2024

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COMPANIES HOUSE

DOWNING EUROPEAN INVESTORS LLP
INFORMATION

Designated Members Downing LLP
 Downing Members Limited
 M Clements
 P Jeyanandhan

LLP registered number OC432536

Registered office 10 Lower Thames Street
 London
 EC3R 6EN

DOWNING EUROPEAN INVESTORS LLP

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DOWNING EUROPEAN INVESTORS LLP

MEMBERS' REPORT

FOR THE YEAR ENDED 31 MAY 2024

The members present their annual report together with the financial statements of Downing European Investors LLP (the "LLP") for the ended 31 May 2024.

Principal activities

The principal activity of the LLP is acting as an Investment Advisor to Downing European Unconstrained Income Fund.

Designated Members

The following members were designated members during the period:

Downing LLP
Downing Members Limited
M Clements
P Jeyanandhan

There are no ordinary members.

Members' capital and interests

Each member's subscription to the capital of the LLP is determined by their share of the profit and is repayable following retirement from the LLP.

Details of changes in members' capital in the ended 31 May 2024 are set out in the Reconciliation of Members' Interests.

Members are remunerated from the profits of the LLP and are required to make their own provision for pensions and other benefits. Profits are allocated and divided between members after finalisation of the financial statements. Members draw a proportion of their profit shares monthly during the year in which it is made, with the balance of profits being distributed after the year, subject to the cash requirements of the business.

Members' responsibilities statement

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

Company law, (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008), 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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law, (as applied by The Limited Liability Partnerships (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 accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the LLP will continue in business.

DOWNING EUROPEAN INVESTORS LLP

MEMBERS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2024

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 to enable them to ensure that the financial statements comply with the Companies Act 2006 (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of the 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.

This report was approved by the members and signed on their behalf by:



Tony McGing

On behalf of Downing LLP, Designated member

Date: 28 January 2025

DOWNING EUROPEAN INVESTORS LLP
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MAY 2024

	2024 £000	2023 £000
Turnover	92	196
Cost of sales	(28)	(40)
Gross profit	64	156
Administrative expenses	(718)	(521)
Operating loss	(654)	(365)
Loss available for division among members	(654)	(365)

There was no other comprehensive income for 2024 (2023:£NIL).

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

**BALANCE SHEET
AS AT 31 MAY 2024**

	Note	2024 £000	2023 £000
Current assets			
Debtors: amounts falling due within one year	4	2,015	1,311
Cash at bank and in hand	5	66	35
		<u>2,081</u>	<u>1,346</u>
Creditors: Amounts Falling Due Within One Year	6	(2,081)	(1,346)
Net current assets		<u>-</u>	<u>-</u>
Total assets less current liabilities		<u>-</u>	<u>-</u>
Net assets		<u>-</u>	<u>-</u>
Represented by:			
Total members' interests			
Amounts due from members (included in debtors)	4	(1,504)	(851)
		<u>(1,504)</u>	<u>(851)</u>

**BALANCE SHEET (CONTINUED)
AS AT 31 MAY 2024**

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

The entity was entitled to exemption from audit under section 477 of the Companies Act 2006, as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008.

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

The financial statements were approved and authorised for issue by the members and were signed on their behalf by:



Tony McGing

On behalf of Downing LLP, Designated member

Date: 28 January 2025

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

DOWNING EUROPEAN INVESTORS LLP

RECONCILIATION OF MEMBERS' INTERESTS

FOR THE YEAR ENDED 31 MAY 2024

	EQUITY Members' other interests		DEBT Loans and other debts due to members less any amounts due from members in debtors		Total members' interests
	Other reserves £000	Total £000	Other amounts £000	Total £000	Total £000
Amounts due to members			(486)	(486)	
Balance at 1 June 2022	-	-	(486)	(486)	(486)
Loss for the year available for discretionary division among members	(365)	(365)	-	-	(365)
Members' interests after loss for the year	(365)	(365)	(486)	(486)	(851)
Other division of losses	365	365	(365)	(365)	-
Amounts due from members			(851)	(851)	
Balance at 31 May 2023	-	-	(851)	(851)	(851)
Loss for the year available for discretionary division among members	(653)	(653)	-	-	(653)
Members' interests after profit for the year	(653)	(653)	(851)	(851)	(1,504)
Other division of losses	653	653	(653)	(653)	-
Amounts due from members			(1,504)	(1,504)	
Balance at 31 May 2024	-	-	(1,504)	(1,504)	(1,504)

There are no existing restrictions or limitations which impact the ability of the members of the LLP to reduce the amount of Members' other interests.

DOWNING EUROPEAN INVESTORS LLP
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2024

1. General information

Downing European Investors LLP is a limited liability partnership, domiciled in England and Wales. The registered office and principal place of business is 10 Lower Thames Street, London, EC3R 6EN.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland' and the requirements of the Companies Act 2006. The disclosure requirements of Section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The following principal accounting policies have been applied:

2.2 Going concern

After reviewing the LLP's forecasts and projections, the members have a reasonable expectation that the LLP, through the support of its parent LLP, has adequate resources to continue in operational existence for the foreseeable future. The LLP therefore continues to adopt the going concern basis in preparing its financial statements.

2.3 Foreign currency translation

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the Statement of Comprehensive Income within 'finance income or costs'. All other foreign exchange gains and losses are presented in profit or loss within 'other operating income'.

2.4 Revenue

Revenue is recognised 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:

Rendering of services

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

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

DOWNING EUROPEAN INVESTORS LLP
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2024

2. Accounting policies (continued)

2.5 Division and distribution of profits

A division of profits is the mechanism by which the profits of an LLP become a debt due to members. A division may be automatic or discretionary, may relate to some or all of the profits for a financial period and may take place during or after the end of a financial period.

An automatic division of profits is one where the LLP does not have an unconditional right to avoid making a division of an amount of profits based on the members' agreement in force at the time, whereas a discretionary division of profits requires a decision to be made by the LLP, which it has the unconditional right to avoid making.

The LLP divides profits automatically. Automatic divisions of profits are recognised as 'Members' remuneration charged as an expense in the Statement of Comprehensive Income.

2.6 Taxation

Any tax payable on profits of the LLP is the personal liability of the Members. No provisions are made in these accounts for any amounts payable.

2.7 Debtors

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

2.8 Cash and cash equivalents

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

2.9 Creditors

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

2.10 Financial instruments

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other receivables, cash and bank balances, are initially measured at their transaction price including transaction costs and are subsequently carried at their amortised cost using the effective interest method, less any provision for impairment, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Discounting is omitted where the effect of discounting is immaterial. The LLP's cash and cash equivalents, trade and most other receivables due with the operating cycle fall into this category of financial instruments.

DOWNING EUROPEAN INVESTORS LLP
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2024

2. Accounting policies (continued)

2.10 Financial instruments (continued)

Impairment of financial assets

Financial assets are assessed for indicators of impairment at each reporting date.

Financial assets are impaired when events, subsequent to their initial recognition, indicate the estimated future cash flows derived from the financial asset(s) have been adversely impacted. The impairment loss will be the difference between the current carrying amount and the present value of the future cash flows at the asset(s) original effective interest rate.

If there is a favourable change in relation to the events surrounding the impairment loss then the impairment can be reviewed for possible reversal. The reversal will not cause the current carrying amount to exceed the original carrying amount had the impairment not been recognised. The impairment reversal is recognised in the profit or loss.

Financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the LLP after the deduction of all its liabilities.

Basic financial liabilities, which include trade and other payables, bank loans and other loans are initially measured at their transaction price after transaction costs. When this constitutes a financing transaction, whereby the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Discounting is omitted where the effect of discounting is immaterial.

Debt instruments are subsequently carried at their amortised cost using the effective interest rate method.

Trade payables are obligations to pay for goods and services that have been acquired in the ordinary course of business from suppliers. Trade payables are classified as current liabilities if the payment is due within one year. If not, they represent non-current liabilities. Trade payables are initially recognised at their transaction price and subsequently are measured at amortised cost using the effective interest method. Discounting is omitted where the effect of discounting is immaterial.

3. Employees

The entity has no employees.

DOWNING EUROPEAN INVESTORS LLP
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2024

4. Debtors

	2024	2023
	£000	£000
Trade debtors	8	-
Amounts owed by group undertakings	503	453
Prepayments and accrued income	-	7
Amounts due from members	1,504	851
	<u>2,015</u>	<u>1,311</u>

5. Cash and cash equivalents

	2024	2023
	£000	£000
Cash at bank and in hand	66	35
	<u>66</u>	<u>35</u>

6. Creditors: Amounts falling due within one year

	2024	2023
	£000	£000
Trade creditors	1	1
Amounts owed to group undertakings	150	150
Accruals and deferred income	1,930	1,195
	<u>2,081</u>	<u>1,346</u>

7. Controlling party

The LLP has no one controlling party.