

REGISTERED NUMBER OC344205

INDEX VENTURES (UK) LLP

**MEMBERS' REPORT AND AUDITED FINANCIAL
STATEMENTS**

FOR THE YEAR 31 DECEMBER 2024



Index Ventures (UK) LLP

Registered number: OC344205

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Index Ventures (UK) LLP

Registered number: OC344205

Partnership Information

Designated Members and Advisors

Designated Members

Index Venture Services Limited
Mr J Hammer
Ms A Ma

Registered Office

5-8 Lower John Street
London
W1F 9DY

Auditor

MHA
6th Floor
2 London Wall Place
London
EC2Y 5AU

Index Ventures (UK) LLP

Registered number: OC344205

Members' Report

For the year ended 31 December 2024

The members present their report and the financial statements of Index Ventures (UK) LLP (the "LLP") for the year ended 31 December 2024.

Principal activities

The principal activity of the LLP during the year ended 31 December 2024 was the provision of advisory services to venture capital and growth funds, which principally invest in technology. The LLP identifies potential new investments and advises on acquisitions, management and disposals of these assets.

The LLP is authorised by the Financial Conduct Authority ("FCA") to give investment advice.

Results for the year

The LLP's profit for the year ended 31 December 2024, before members' remuneration and profit share available for discretionary division among members, was £20,093,033 (2023: £18,106,550) as shown in the Statement of Comprehensive Income. The increase to profitability is due to an increase in new fund commitments, being partly offset by an increase in salary costs and by a loss in the value of forward exchange contracts held.

Profits will be allocated to the members as governed by the Partnership Agreement dated 10 December 2021.

The LLP's Statement of Financial Position shows a satisfactory position with members' other interests amounting to £20,571,078 (2023: £19,804,543).

Future developments

The members do not anticipate any change in the nature of the LLP's principal activity going forward and there are no plans which will significantly change the activities and risks of the LLP.

Principal risks and uncertainties facing the business

The LLP's business is reliant upon its appointment as advisor to various funds, which typically have a life of 10 to 12 years. The funds are permitted to change advisors in accordance with their Limited Partnership Agreements but the members consider this risk to be minimal. Although the income stream is considered to be dependable, the LLP's revenue could be impacted by poor performance of the funds.

The LLP has exposure to foreign exchange risk as income arises in Euro and US Dollar, but the LLP's expense base is in Pounds Sterling. There is no significant exposure to other market risks (price or interest risks), credit risk, liquidity risk or operational risk. The members mitigate the foreign exchange risk by entering into forward foreign exchange contracts to convert Euro and USD, into Pounds Sterling.

Going concern

The Members have undertaken an assessment of the impact of the ongoing worldwide conflicts on the ability to continue as a going concern for a period for at least 12 months from the date of approval of these financial statements. The members consider that the Partnership has sufficient liquid cash resources and can maintain sufficient income generating assets under management to cover its costs and to meet its regulatory capital requirement for this period.

In July 2024 Index Venture XII was raised with a commitment of \$804.2m from external investors for the new fund. The fund has an initial term of 10 years and generates fees based on commitments for the Index Group over this 10 year period. The raising of this fund brings the assets managed by the Index Group to EUR 2.8 billion plus USD 8.5 billion based on commitments. The funds have an initial term of 10 years and generates fees based on commitments for the Index Group over this 10 year period.

Each of the 17 funds managed are closed ended and hence investors are not able to withdraw their investments on a large scale and therefore creating liquidity issues within the funds. The members have concluded that there are no material uncertainties that may cast significant doubt about the Partnership's ability to continue as a going concern for the next 12 months from the date of approval of these financial statements. Accordingly, the financial statements are prepared on the going concern basis.

Index Ventures (UK) LLP

Registered number: OC344205.

Members' Report (continued)

For the year ended 31 December 2024

Environmental strategy

For the current reporting period Index Ventures (UK) LLP has the following mandatory reporting requirements:

- Streamlined Energy and Carbon Reporting (SECR)

The LLP sets out its report on its environmental performance in accordance with the UK Government's SECR Guidance on pages 5 and 6 of this Annual Report.

Policy with respect to members' drawings and subscriptions and repayments of amount subscribed or otherwise contributed by members

Members are permitted to make drawings in anticipation of profits which will be allocated to them on a discretionary basis. The amount of such drawings is set at the beginning of each financial year, taking into account the anticipated cash needs of the LLP. The profit allocation that remains undrawn at the end of the financial year is able to be drawn by the members in the following financial year.

New members are required to subscribe a minimum level of capital and in subsequent years members are invited to subscribe for further capital, the amounts of which is determined by the performance and seniority of those members. On retirement, capital is repaid to members.

Members

The members of the LLP during the year ended 31 December 2024 and up to the date of approval of this report were as follows:

Index Venture Services Limited *

Mr J Hammer *

Mr D H Rimer

Mr C Gonzales-Cadenas

Ms A Ma *

Ms H Masri (appointed 1 July 2024)

* Designated Member

The responsibility for the management and control of the LLP is exercised by the members of the LLP through the Governance Committee.

Statement of disclosure of information to auditor

Each member at the time when this members' report is approved has confirmed that:

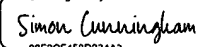
- so far as the member is aware, there is no relevant audit information of which the LLP's auditor is unaware, and
- the member has taken all the steps that ought to have been taken as a member in order to be aware of any relevant audit information and to establish that the LLP's auditor is aware of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

Auditor

The auditor, MHA, previously traded through the legal entity MacIntyre Hudson LLP. In response to regulatory changes, MacIntyre Hudson LLP ceased to hold an audit registration with the engagement transitioning to MHA Audit Services LLP. MHA will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the members on 17 April 2025 and signed on their behalf by

DocuSigned by:



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Simon Cunningham on behalf of Index Venture Services Limited (Designated Member)

Index Ventures (UK) LLP

Registered number: OC344205

Statement of Members' Responsibilities

The Designated Members are responsible for preparing the members' report and the financial statements in accordance with applicable law and generally accepted United Kingdom Accounting Principles.

The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 ("the 2008 Regulations") require the members to prepare financial statements for each financial period. Under these regulations the members have elected to prepare the financial statements in accordance with 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 Regulation 8 of the 2008 Regulations, the Designated 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 the financial statements, the Designated Members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 2008 Regulations, the Designated 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 those Regulations. The Designated Members 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.

Index Ventures (UK) LLP

Registered number: OC344205

Environmental reporting

Streamlined energy and carbon reporting (SECR)

Index Ventures (UK) LLP reports its environmental performance in accordance with the UK Government's Streamlined Energy and Carbon Reporting Guidance (SECR, or the Report) as required under the Companies (Directors' Report) and Limited Liability Partnerships (Energy and Carbon Report) Regulations 2018. This SECR covers the year ended 31 December 2024. As this is the first reporting year, the period is designated as both a reporting year and the baseline reporting year. The Report includes Scope 1 and Scope 2 emissions but excludes Scope 3 emissions.

Summary of energy consumption

Index Ventures (UK) LLP's UK energy use associated with operating during the year ended 31 December 2024 has been calculated and is detailed below. The energy use relates to activities for which Index Ventures (UK) LLP is responsible:

- Building heating and lighting (electricity only, no gas consumption)

GHG emissions summary

GHG emissions associated with Index Ventures (UK) LLP's operations during the year ended 31 December 2024 have been calculated and are detailed below. The emissions are from building heating and lighting (electricity only).

Scope 1 emissions		2024	2024
		Litres	CO2e (kg)
Diesel		n/a	n/a
Scope 2 emissions		2024	2024
		kWh	CO2e (kg)
Opus Energy	X 0.94kg for CO2e	210,426	197,801
NPower	X 0.94kg for CO2e	95,909	90,154
Total		306,335	287,955

Total 2024 CO2e from Scope 1 and Scope 2 energy consumption 287,955 CO2e.

Summary of intensity ratio (CO2e per employee)	2024
CO2e per employee	7,023 CO2e (kg) per employee

Index Ventures (UK) LLP

Registered number: OC344205

Energy management

Currently 91.6% of Index Ventures (UK) LLP's Opus energy electricity is from renewable sources.

Index Ventures (UK) LLP continuously works to reduce consumption and potential mitigation planning includes lower carbon transport options, office GHG emissions analysis, renewable energy source improvement and processes to enable Scope 3 emissions data reporting.

Methodology

Greenhouse gas emissions have been calculated from data supplied by energy supply companies.



Independent auditor's report to the members of Index Ventures (UK) LLP

Opinion

We have audited the financial statements Index Ventures (UK) LLP (the "Partnership") for the year ended 31 December 2024 included within the Annual Report & Financial Statements (the "Annual Report"), which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity, the Statement of Cash Flows and the notes to the financial statements which include a description of the significant accounting policies.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Partnership's affairs as at 31 December 2024, and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of Companies Act 2006, as applied to limited liability partnerships.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Partnership in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern.

In auditing the financial statements, we have concluded that the member's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Partnership's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the members with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The members are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Now, for tomorrow

Independent auditor's report to the members of Index Ventures (UK) LLP (continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which 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.

Responsibilities of the members

As explained more fully in the members' responsibilities statement set out on page 4, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the members are responsible for assessing the Partnership's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the member either intends to liquidate the Partnership or to cease operations, or have no realistic alternative but to do so.

Auditor responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- enquiry of management, those charged with governance, around actual and potential litigation and claims;
- enquiry of entity staff in tax and compliance functions to identify any instances of non-compliance with laws and regulations;
- performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias;
- reviewing minutes of meetings of those charged with governance;
- reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Now, for tomorrow



Independent auditor's report to the shareholders of Index Ventures (UK) LLP (continued)

Use of our report

This report is made solely to the Partnership's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, as applied to limited liability partnerships. Our audit work has been undertaken so that we might state to the Partnership'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 Partnership and the Partnership's members as a body, for this report, or for the opinions we have formed.

A handwritten signature in black ink, appearing to read 'David King'.

David King, BSc, ACA
(Senior Statutory Auditor)
for and on behalf of MHA, Statutory Auditor
London, United Kingdom
22/04/2025

MHA is the trading name of MHA Audit Services LLP, a limited liability partnership in England and Wales (registered number OC455542)

Statement of Comprehensive Income For the year ended 31 December 2024

		2024	2023
	Notes	£	£
Turnover	4	50,432,942	40,469,151
Cost of sales		(422,490)	(273,953)
Gross profit		50,010,452	40,195,198
Administrative expenses	5	(27,310,738)	(24,730,747)
Movement in unrealised (loss)/gain in the fair value of financial instruments at fair value through profit or loss	15	(2,630,488)	2,614,849
Operating profit	6	20,069,226	18,079,300
Interest receivable		31,988	33,948
Interest payable and similar charges		(8,181)	(6,698)
Profit for the financial year available for discretionary division among Members		20,093,033	18,106,550

All amounts relate to continuing operations.

The notes on pages 14 to 22 form part of these financial statements.

Statement of Financial Position
As at 31 December 2024

	Notes	2024 £	£	2023 £	£
Fixed assets					
Tangible assets	9	14,213,860		15,082,836	
Current assets					
Debtors	10	2,193,638		2,283,247	
Fair value of financial instruments at fair value through profit or loss	15	200,329		1,750,548	
Cash at bank	11	8,862,203		5,884,002	
		<u>11,256,170</u>		<u>9,917,797</u>	
Current liabilities					
Creditors: amounts falling due within one year	12	3,818,683		5,196,090	
Fair value of financial instruments at fair value through profit or loss	15	718,167		-	
		<u>4,536,850</u>		<u>5,196,090</u>	
Net current assets		<u>6,719,320</u>		<u>4,721,707</u>	
Total assets less current liabilities		<u>20,933,180</u>		<u>19,804,543</u>	
Non-current liabilities					
Fair value of financial instruments at fair value through profit or loss	15	362,102		-	
Net assets attributable to members		<u>20,571,078</u>		<u>19,804,543</u>	
Represented by:					
Loans and other debts due to members	14	19,660,165		18,913,630	
Equity					
Members' other interests - members' capital	14	910,913		890,913	
		<u>20,571,078</u>		<u>19,804,543</u>	
Total members' interests					
Loans and other debts due to members	14	19,660,165		18,913,630	
Members' other interests	14	910,913		890,913	
		<u>20,571,078</u>		<u>19,804,543</u>	

These financial statements were approved by the members and authorised for issue on 17 April 2025 and are signed on their behalf by:

DocuSigned by:

Simon Cunningham

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Simon Cunningham on behalf of Index Venture Services Limited (Designated Member)

The notes on pages 14 to 22 form part of these financial statements.

Statement of Changes in Equity As at 31 December 2024

	Members' capital classified as equity £	Other reserves £	Total members' other interests £
At 1 January 2024	890,913	-	890,913
Comprehensive income for the year			
Profit available for discretionary division among members	-	20,093,033	20,093,033
Total comprehensive income for the year	-	20,093,033	20,093,033
Contributions by and distributions to members			
Capital contribution	20,000	-	20,000
Profit allocation	-	(20,093,033)	(20,093,033)
Total contributions by and distributions to members	20,000	(20,093,033)	(20,073,033)
At 31 December 2024	910,913	-	910,913

Statement of Changes in Equity As at 31 December 2023

At 1 January 2023	890,913	-	890,913
Comprehensive income for the year			
Profit available for discretionary division among members	-	18,106,550	18,106,550
Total comprehensive income for the year	-	18,106,550	18,106,550
Contributions by and distributions to members			
Profit allocation	-	(18,106,550)	(18,106,550)
Total contributions by and distributions to members	-	(18,106,550)	(18,106,550)
At 31 December 2023	890,913	-	890,913

The notes on pages 14 to 22 form part of these financial statements.

Statement of Cash Flows For the year ended 31 December 2024

	Notes	2024 £	2023 £
Cash flows from operating activities			
Profit for the financial year		20,093,033	18,106,550
Interest receivable		(31,988)	(33,948)
Interest payable		8,181	6,698
Operating profit		<u>20,069,226</u>	<u>18,079,300</u>
Adjustments for:			
Gain on disposals of tangible fixed assets		(10,874)	-
Depreciation		3,541,378	1,960,321
Movement in unrealised loss/(gain) in the fair value of financial instruments at fair value through profit or loss		2,630,488	(2,614,849)
Movement in working capital:			
Decrease in debtors		89,611	3,405,135
(Decrease)/increase in creditors		(1,377,407)	563,291
Net cash generated from operating activities		<u>24,942,422</u>	<u>21,393,198</u>
Cash flows from investing activities			
Purchase of fixed assets		(2,676,528)	(4,755,913)
Disposals of fixed assets		15,000	-
Interest received		31,988	33,948
Interest paid		(8,181)	(6,698)
Net cash used in investing activities		<u>(2,637,721)</u>	<u>(4,728,663)</u>
Cash flows from financing activities			
Capital introduced by members		20,000	-
Drawings		(19,346,500)	(15,973,196)
Net cash used in financing activities		<u>(19,326,500)</u>	<u>(15,973,196)</u>
Increase in cash and cash equivalents for the year		2,978,201	691,339
Cash and cash equivalents at 1 January		5,884,002	5,192,663
Cash and cash equivalents at 31 December		<u><u>8,862,203</u></u>	<u><u>5,884,002</u></u>
Represented by:			
Cash at bank		<u><u>8,862,203</u></u>	<u><u>5,884,002</u></u>

The net debt reconciliation has been presented in Note 13

The notes on pages 14 to 22 form part of these financial statements.

Notes to the financial statements for the year ended 31 December 2024

1. Partnership information

Index Ventures (UK) LLP is a limited liability partnership registered and domiciled in England and Wales. The address of the registered office and place of business is 5-8 Lower John Street, London W1F 9DY.

2. Accounting policies

2.1 Basis of accounting

The financial statements have been prepared on the going concern basis, under the historical cost convention as modified by the recognition of certain financial assets and liabilities at fair value, and in accordance with Financial Reporting Standard 102 ("FRS 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 December 2021.

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

2.2 Going concern

The Members have undertaken an assessment of the impact of the ongoing worldwide conflicts on the ability to continue as a going concern for a period for at least 12 months from the date of approval of these financial statements. The members consider that the Partnership has sufficient liquid cash resources and can maintain sufficient income generating assets under management to cover its costs and to meet its regulatory capital requirement for this period.

In July 2024 Index Venture XII was raised with a commitment of \$804.2m from external investors for the new fund. The fund has an initial term of 10 years and generates fees based on commitments for the Index Group over this 10 year period. The raising of this fund brings the assets managed by the Index Group to EUR 2.8 billion plus USD 8.5 billion based on commitments. The funds have an initial term of 10 years and generates fees based on commitments for the Index Group over this 10 year period.

Each of the 17 funds managed are closed ended and hence investors are not able to withdraw their investments on a large scale and therefore creating liquidity issues within the funds. The members have concluded that there are no material uncertainties that may cast significant doubt about the Partnership's ability to continue as a going concern for the next 12 months from the date of approval of these financial statements. Accordingly, the financial statements are prepared on the going concern basis

2.3 Revenue recognition

Revenue, which is stated net of any value added tax, represents fees arising from advisory services provided.

Revenue is only recognised on an accruals basis when the services have been performed and both of the following conditions are satisfied:

- the amount of revenue can be measured reliably; and
- it is probable that the LLP will receive the consideration due under the contract.

2.4 Expenses

Expenses have been recognised on an accruals basis.

2.5 Operating leases

Rentals under operating leases, where substantially all of the benefits and risks of ownership remain with the lessor, are charged against profits on a straight line basis over the period of the lease.

2.6 Current and deferred taxation

No provision has been made for taxation in the financial statements as each member is exclusively liable for any tax liabilities arising out of their interest in the LLP. Tax is assessed on the individual members and not on the LLP.

Notes to the financial statements for the year ended 31 December 2024 (continued)

2. Accounting policies (continued)

2.7 Tangible fixed assets and depreciation

Tangible fixed assets are stated at historical cost less accumulated depreciation and any accumulated losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The LLP adds to the carrying amount of an item of fixed assets the cost of replacing part of such an item when that cost is incurred, if the replacement part is expected to provide incremental future benefits to the company. The carrying amount of the replaced part is derecognised. Repairs and maintenance are charged to profit or loss during the period in which they are incurred.

Depreciation is charged so as to allocate the cost of the assets less their residual value over their estimated useful lives, using the straight-line method. The estimated useful lives range as follows:

Leasehold property	over the length of the lease
Furniture	over 5 years
Equipment	over 3 years

2.8 Financial Instruments

Financial assets

The LLP's financial assets comprise basic financial instruments being trade and other receivables, cash and bank balances and derivatives.

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

Trade and other receivables are measured initially at transaction price and thereafter at the amount of cash or other consideration expected to be received less any impairment. Any impairment loss is recognised in the Statement of Comprehensive Income.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Comprehensive Income.

An impairment loss is measured as the difference between an asset's carrying amount and the amount that the company would receive for the asset if it were to be sold at the reporting date.

Financial assets are derecognised when the contractual rights to the cash flows from the asset expire or are settled, substantially all the risks and rewards of the ownership of the asset are transferred to another party or control of the asset has been transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

Notes to the financial statements for the year ended 31 December 2024 (continued)

2. Accounting policies (continued)

2.8 Financial Instruments (continued)

Financial liabilities

The Company's financial liabilities comprise basic financial liabilities, being including trade and other payables, amounts due to fellow group companies and accruals. These are initially measured at transaction price and thereafter at the amount of cash or other consideration expected to be paid.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Other financial liabilities comprise derivatives.

Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

Derivative instruments

Derivative financial instruments are initially measured at fair value on the date on which a derivative contract is entered into and are subsequently measured at fair value through the Statement of Comprehensive Income. Derivatives are carried as assets when the fair value is positive and as liabilities when the fair value is negative.

The fair value of the forward currency contracts is calculated by reference to current forward exchange contracts with similar maturity profiles.

Offsetting

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is an 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.

2.9 Members' participation rights

Members' participation rights are the rights of a member against the LLP that arise under the members' agreement (for example, in respect of amounts subscribed or otherwise contributed remuneration and profits).

Members' participation rights in the earnings or assets of the LLP are analysed between those that are, from the LLP's perspective, either a financial liability or equity. A member's participation right results in a liability unless the right to any payment is discretionary on the part of the LLP.

Amounts subscribed or otherwise contributed by members, for example members' capital, are classed as equity if the LLP has an unconditional right to refuse payment to members. If the LLP does not have such an unconditional right, such amounts are classified as liabilities.

Where profits are automatically divided as they arise, so the LLP does not have an unconditional right to refuse payment, the amounts arising that are due to members are in the nature of liabilities. They are therefore treated as an expense in the Statement of Comprehensive Income in the relevant year. To the extent that they remain unpaid at the year end, they are shown as liabilities in the Statement of Financial Position.

Conversely, where profits are divided only after a decision by the LLP or its representative, so that the LLP has an unconditional right to refuse payment, such profits are classed as an appropriation of equity rather than as an expense. They are therefore shown as a residual amount available for discretionary division among members in the Statement of Comprehensive Income and are equity appropriations in the Statement of Financial Position.

Notes to the financial statements for the year ended 31 December 2024 (continued)

2. Accounting policies (continued)

2.9 Members' participation rights (continued)

Other amounts applied to members, for example remuneration and interest on capital balances, are treated in the same way as all other divisions of profits, as described above, according to whether the LLP has, in each case, an unconditional right to refuse payment.

All amounts due to members that are classified as liabilities are presented in the Statement of Financial Position within "Loans and other debts due to members" and are charged to the Statement of Comprehensive Income within "members' remuneration charged as an expense". Amounts due to members that are classified as equity are shown in the Statement of Financial Position within "members' other interests".

2.10 Foreign currencies

Functional and presentation currency

The LLP's functional and presentational currency is Pounds 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. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

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, including qualifying cash flow hedges.

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 the Statement of Comprehensive Income within administrative expenses'.

2.11 Pensions

Defined contribution pension plan

The LLP operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the LLP pays fixed contributions into a separate entity. Once the contributions have been paid the Partnership has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the LLP in independently administered funds.

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

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

Critical judgements in applying the entity's accounting policies

The Members have not been required to apply any critical judgements in applying the accounting policies.

Critical accounting estimates and assumptions

The LLP makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

Notes to the financial statements for the year ended 31 December 2024 (continued)

3. Judgements in applying accounting policies and key sources of estimation uncertainty (continued)

Useful economic lives of non-financial assets

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets. See note 9 for the carrying amount of the non-financial assets, and note 2.7 for the useful economic lives for each class of assets.

Impairment of debtors

The LLP makes an estimate of the recoverable value of trade and other debtors. When assessing impairment of trade and other debtors, management considers factors including the current credit rating of the debtor, the aging profile of debtors and historical experience. See note 10 for the net carrying amount of the debtors and any associated impairment provision.

4. Turnover

Turnover, which is stated net of VAT, represents fees for the provision of advisory services in the UK to entities based in Jersey.

5. Administration expenses

Administration expenses include salaries, travel costs, professional fees and office expenses and foreign exchange gains and losses.

6. Operating profit

Operating profit is stated after charging/(crediting):

	2024	2023
	£	£
Depreciation of owned fixed assets	3,541,378	1,960,321
Operating lease rental - land and buildings	1,167,622	1,404,445
Foreign exchange loss/(gain)	2,595	(113,043)
Auditor's remuneration		
- non audit services	7,500	-
- audit services	24,500	23,050

7. Information in relation to members

	2024	2023
	£	£
Profit for the year available for discretionary division among members	20,093,033	18,106,550
The profit that is attributable to the member with the largest entitlement to profit is	6,008,765	6,278,929

The average number of members during the year ended 31 December 2024 was 5 (2023: 3).

Notes to the financial statements for the year ended 31 December 2024 (continued)

8. Employee Information

The average number of staff employed by the LLP during the year ended 31 December 2024 were as follows:

	2024	2023
Investment team	9	9
Management staff	4	3
Support staff	28	30
	<u>41</u>	<u>42</u>

The aggregate payroll costs were:

	2024	2023
	£	£
Wages and salaries	11,479,032	10,673,356
Social security costs	1,789,033	1,798,198
Other pension costs	473,840	462,728
	<u>13,741,905</u>	<u>12,934,282</u>

9. Tangible fixed assets

	Leasehold property	Furniture	Equipment	Total
	£	£	£	£
Cost or valuation				
At 1 January 2024	15,078,141	1,207,804	1,112,532	17,398,477
Additions	2,338,046	126,322	212,160	2,676,528
Disposals	-	(178,004)	-	(178,004)
At 31 December 2024	<u>17,416,187</u>	<u>1,156,122</u>	<u>1,324,692</u>	<u>19,897,001</u>
Depreciation				
At 1 January 2024	1,698,265	340,663	276,713	2,315,641
Charge for the year	3,032,997	220,990	287,391	3,541,378
Disposals	-	(173,878)	-	(173,878)
At 31 December 2024	<u>4,731,262</u>	<u>387,775</u>	<u>564,104</u>	<u>5,683,141</u>
Net book value				
At 31 December 2024	<u>12,684,925</u>	<u>768,347</u>	<u>760,588</u>	<u>14,213,860</u>
At 31 December 2023	<u>13,379,876</u>	<u>867,141</u>	<u>835,819</u>	<u>15,082,836</u>

Notes to the financial statements for the year ended 31 December 2024 (continued)

10. Debtors

	2024	2023
	£	£
Employees loans	302,982	252,847
VAT receivables	608,588	630,015
Other debtors	690,432	839,688
Prepayments and accrued income	591,636	560,697
	<u>2,193,638</u>	<u>2,283,247</u>

Included within other debtors is a rent deposit of £540,000 (2023: £540,000) falling due after one year and an amount of £78,172 (2023: £78,115), which falls due after one year and relates to loans made through a peer to peer market place. During the year ended 31 December 2024 new loans of £363,460 were made to employees, interest of £25,420 was charged and £318,714 was repaid by employees. As at 31 Dec 2024 £302,982 (2023: £252,847) was due from employees. These loans bear interest at the rate of 1% above the secured overnight financing rate (SOFR) and are repayable in five equal installments commencing on 31 December in the year following the drawdown. A 2023 receivable from the City of Westminster of £164,546, which was included in other debtors was repaid in 2024.

11. Cash at bank

Included in cash at bank is an amount of £116,629 (2023: £116,310), which has been collateralised by the bank in support of a Bond to cover credit card and financial facilities.

12. Creditors: amounts falling due within one year

	2024	2023
	£	£
Trade creditors	285,066	921,417
Amounts owed to related parties	806,513	824,631
Other taxation and social security	1,709,000	1,781,725
Other creditors	316,998	376,950
Lease incentive	116,635	145,467
Accruals and deferred income	584,471	1,145,900
	<u>3,818,683</u>	<u>5,196,090</u>

13. Analysis of net debt

	Balance at 1 January 2024	Arising from cash flows	Arising from non cash flows	Balance at 31 December 2024
Cash at bank	5,884,002	2,978,201	-	8,862,203
Net debt (before members debt)	<u>5,884,002</u>	<u>2,978,201</u>	<u>-</u>	<u>8,862,203</u>
Other amounts due to members	(18,913,630)	19,346,500	(20,093,033)	(19,660,163)
Members capital	(890,913)	(20,000)	-	(910,913)
Net debt	<u>(13,920,541)</u>	<u>22,304,701</u>	<u>(20,093,033)</u>	<u>(11,708,873)</u>

Notes to the financial statements for the year ended 31 December 2024 (continued)

14. Members' interests

	Members' capital classified as equity	Other reserves	Total Members' other interests	Other debts due to/(from) Members	Total	Total Members' interests 31 December 2023
	£	£	£	£	£	£
Amounts due to members	-	-	-	18,913,630	-	-
Amounts due from members	-	-	-	-	-	-
Balance at 1 January 2024	890,913	-	890,913	18,913,630	19,804,543	17,671,187
Profit for the financial year available for discretionary division amongst members	-	20,093,033	20,093,033	-	20,093,033	18,106,550
Members' interests after profit for the year	890,913	20,093,033	20,983,946	18,913,630	39,897,576	35,777,737
Division of profits	-	(20,093,033)	(20,093,033)	20,093,033	-	-
Repayments of capital	-	-	-	-	-	-
Contributions of capital	20,000	-	20,000	-	20,000	-
Drawings	-	-	-	(19,346,498)	(19,346,498)	(15,973,194)
Balance at 31 December 2024	910,913	-	910,913	19,660,165	20,571,078	19,804,543
Amounts due to members				19,660,165		

On winding up, if profits allow, the members shall be entitled to their profit allocation as normal, then a return of their capital contribution. The members will rank equally with other non-preferential creditors of the LLP.

15. Financial Instruments

At 31 December 2024 the LLP held forward foreign exchange contracts to hedge currency exposure of future income.

The notional principal amounts of these contracts as at 31 December 2024 amounted to £55,000,000 (2023: £46,000,000).

The contracts were/are due to be settled in January 2025, July 2025 and January 2026 (2023: January 2024, July 2024 and January 2025).

The net fair value gains/(losses) on these open contracts as at 31 December 2024, determined by reference to their market values, were as follows:

	2024 £	2023 £
Forward foreign exchange contracts:		
Fair value at 1 January	1,750,548	(864,301)
Movement in unrealised gains/(losses)	(2,630,488)	2,614,849
Fair value at 31 December	<u>(879,940)</u>	<u>1,750,548</u>
Fair value of financial instruments measured at fair value through profit and loss:		
Assets:		
Due to be settled within one year	200,329	1,375,638
Due to be settled between one and five years	-	374,910
	<u>200,329</u>	<u>1,750,548</u>
Liabilities:		
Due to be settled within one year	(718,167)	-
Due to be settled between one and five years	(362,102)	-
	<u>(1,080,269)</u>	<u>-</u>

Notes to the financial statements for the year ended 31 December 2024 (continued)

16. Operating lease commitments

At 31 December 2024 the LLP had the following annual commitments under non-cancellable operating leases as follows:

	2024 £	2023 £
Land and buildings		
Payable within one year	1,150,000	1,158,700
Payable between one and five years	3,416,301	4,566,301
Total payable	4,566,301	5,725,001

Under the non-cancellable operating lease the LLP is committed to paying service charges until the end of the lease term. The service charge is variable and is calculated each year by the landlord. During the year ended 31 December 2024 service charges amounted to £162,007 (2023: £132,400).

17. Related party transactions

Index Venture Associates III Limited, Index Venture Associates V Limited, Index Venture Growth Associates II Limited, Index Venture Associates VI Limited, Index Venture Life Associates VI Limited, Index Venture Associates VII Limited, Index Venture Associates VIII Limited, Index Venture Growth Associates III Limited, Index Venture Associates IX Limited, Index Venture Growth Associates IV Limited, Index Venture Associates X Limited, Index Venture Growth Associates V Limited, Index Associates I Origin Ltd, Index Venture Associates XI Limited, Index Venture Growth Associates VI Limited, Index Associates II Origin Ltd and Index Venture Associates XII Limited ("Index Group"), all of whom are registered in Jersey are related parties as they share common beneficial owners.

During the year end 31 December 2024, the LLP provided services on an arm's length basis totalling £50,193,487 (2023: £40,426,032) to these entities.

As at 31 December 2024 £806,513 was owed to these companies (2023: £811,548 was owed to these companies).

Index Ventures (U.S.) Inc., which is registered in the United States, is a related party as it and the LLP are fellow subsidiaries of Index Ventures SA.

During the years ended 31 December 2024 and 31 December 2023, the LLP received payments on behalf of Index Ventures (U.S.) Inc. and as at 31 December 2024 the LLP owed £nil (2023: £13,083) to Index Ventures (U.S.) Inc. and is included in amounts due to related parties.

Key management are considered to be the Members of the LLP – see note 7 for disclosure of members' remuneration.

18. Ultimate parent company

The members regard Index Ventures S.A., a company registered in Switzerland as the ultimate parent company and Index Venture Services Limited, a company incorporated in England, as the immediate parent company and has included the LLP in its consolidated financial statements.