

Registered number: 03385406

*Man Group Investments Limited*  
**Annual Report and Financial Statements**  
**for the year ended 31 December 2023**

# *Man Group Investments Limited*

## **Company Information**

Directors	D A Barber T I M Cruickshank A H J M Forterre J L Fountain (appointed 7 September 2023) A K Pannu-Purewal
Company secretary	R E Sharp E A Woods (appointed 2 May 2023)
Registered number	03385406
Registered office	Riverbank House 2 Swan Lane London EC4R 3AD United Kingdom
Independent auditor	Deloitte LLP 2 New Street Square London EC4A 3BZ United Kingdom

# *Man Group Investments Limited*

## **Contents**

<b>Strategic Report</b>	<b>1</b>
<b>Directors' Report</b>	<b>3</b>
<b>Directors' Responsibilities Statement</b>	<b>5</b>
<b>Independent Auditor's Report</b>	<b>6</b>
<b>Profit and Loss Account</b>	<b>9</b>
<b>Balance Sheet</b>	<b>10</b>
<b>Statement of Changes in Equity</b>	<b>11</b>
<b>Notes to the Financial Statements</b>	<b>12</b>

# *Man Group Investments Limited*

## **Strategic Report**

The directors of Man Group Investments Limited (the "Company") present their Strategic Report and the audited financial statements of the Company for the year ended 31 December 2023.

### **Principal activities**

During the year there were no significant changes to the principal activities of the Company which consisted of the provision of trading and execution services for Man Group plc and its subsidiaries (the "Group").

The results for the year ended 31 December 2023 are set out in the Profit and Loss Account on page 9.

### **Key performance indicators**

The Company's turnover, profit before taxation and the net assets as at the Balance Sheet date, demonstrate the Company's performance and position:

#### *Turnover*

Turnover, which consists of intercompany service fee income (as per Note 4), has decreased by 38% to \$58,559,000 in 2023 from \$93,847,000 in 2022. This is driven by a decrease in the Group's performance fees, which partially drives the Company's fee income.

#### *Profit before tax*

Profit before tax has decreased by 66% to \$6,446,000 in 2023 from \$19,063,000 in 2022, driven by a decrease in the Group's performance fees.

#### *Net assets*

Net assets have decreased by 36% to \$36,088,000 as at 31 December 2023 from \$56,692,000 as at 31 December 2022, reflecting the profit after tax for the year less the dividend paid.

As the Company is regulated by the Financial Conduct Authority ("FCA"), the directors monitor compliance with all relevant regulatory capital and liquidity requirements on an ongoing basis.

### **Principal risks and uncertainties**

The Company operates within a robust risk management framework and the Company's risk profile has not changed materially in the year.

Business risk continues to represent the biggest risk to the Company. The investment underperformance of the assets under management of the Group is the single biggest risk that may have a material impact on the performance of the Company.

The directors have not identified any market, operational, liquidity and/or climate change risks that are likely to materially impact the performance of the Company in the next year.

The directors will continue to monitor any changes in the operating environment of the Company.

### **Section 172(1) statement**

Under the Companies (Miscellaneous Reporting) Regulations 2018, the Company is required to disclose how its directors have had regard to their duties under section 172(1) (a) to (f) of the Companies Act 2006 ("s.172") during the year.

The directors confirm that during the year ended 31 December 2023, they have acted in a way that they consider, in good faith, to be most likely to promote the success of the Company for the benefit of its members as a whole, and in doing so have had regard (amongst other matters) to the matters set out under s.172 including the Company's applicable stakeholders.

The directors are mindful of the Company's purpose and function. Its role is the provision of trading and execution services for the Group. The Company seeks to further the Group's overall long-term strategy, while also adhering to the policies and procedures comprising the Group's governance framework, and the directors consider that its stakeholders are largely consistent with those identified at Group level, which are discussed in detail within the Stakeholder Engagement section of the Man Group plc 2023 Annual Report. The following key stakeholders have been identified for the Company:

# *Man Group Investments Limited*

## **Strategic Report (continued)**

### **Section 172(1) statement (continued)**

- clients;
- regulators;
- shareholders;
- other Group subsidiaries; and
- business partners and suppliers.

The Group's s.172 statement is integrated across the Governance report of the Group's 2023 Annual Report. The s.172 statement is also available on the Man Group website at [www.man.com/regulatory-disclosures](http://www.man.com/regulatory-disclosures).

The Company's Board of directors have the necessary skills and experience required to make decisions on behalf of the Company and identify any potential impacts of their decisions on its stakeholders. The directors take account of the consideration and engagement undertaken at Group level in their decision-making and management of the Company. They believe that s.172 obligations have been considered to an appropriate extent and wish to highlight certain principal decisions taken during the year to illustrate discharge of their s.172 duties.

During the year, the directors approved a distribution in specie of the entire issued share capital of the Company to another company within the Group, Man Investments Finance Limited (the "Transfer"), as part of a Group rationalisation programme. The directors agreed that the Transfer was most likely to promote the success of the Company, for the benefit of its shareholder.

The directors also considered and approved the payment of an interim dividend to its sole shareholder. The directors considered the interim dividend payment in the context of its role of a subsidiary of Man Group plc, having regard to the Group's governance structures and the requirements of the Companies Act 2006. The directors resolved that the interim dividend was an efficient use of the Company's capital resources and formed part of the Group's long-term capital policy of distributing accumulated retained earnings while maintaining sufficient capital.

The Board is satisfied that any principal decisions made were in the best interests of the Company to promote its long-term success in line with its corporate purpose.

### **Modern Slavery Statement**

During the year, the directors approved the Modern Slavery and Transparency Statement (the "Statement") on behalf of the Company pursuant to its commitment to preventing modern slavery within the business and its supply chains. The Statement reflects the policies and controls in place at Group level, which are implemented by the Company. The Statement is reviewed annually by the Board of Man Group plc, following which it is also adopted by the Company.

This report was approved by the Board and signed on its behalf.



Julie Fountain (Apr 23, 2024 13:24 GMT+1)

**J L Fountain**

Director

Date: 23 April 2024

# *Man Group Investments Limited*

## **Directors' Report**

### **For the year ended 31 December 2023**

The directors present their report, together with the audited financial statements of the Company, for the year ended 31 December 2023.

#### **Dividends**

Details of dividends paid during the year are set out in Note 11. The directors do not recommend the payment of a final dividend in respect of the year ended 31 December 2023 (2022: \$NIL).

#### **Directors**

The individuals listed within the Company Information section served as directors of the Company for the duration of the year and up to the date of approval of this report, unless otherwise stated.

#### **Qualifying third party indemnity provisions**

During the year, the existing and former directors of the Company benefited from a qualifying third-party indemnity provision, and this remains in force at the date of this report. The indemnity is provided by another company within the Group, and covers, to the extent permitted by law, any third-party liabilities which directors may incur as a result of their service on the Board.

#### **Going Concern**

After making reasonable enquiries the directors have concluded that there is a reasonable expectation that the Company will have adequate resources to continue in operational existence for a period of at least twelve months from the date of approval of the financial statements. Accordingly, the financial statements have been prepared on a going concern basis.

#### **Future developments**

The directors do not expect any development in the Company's business in the next year to be significantly different from its present activities.

#### **Employees**

The Company has no employees as all staff servicing the Company are employed by another Group subsidiary.

#### **Energy and Carbon Reporting**

Under the Streamlined Energy and Carbon Reporting rules as contained in the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 (as amended) (the "LMCGR"), the Company is required to report on carbon emissions and energy use.

The Company is exempt from the reporting requirements as it consumed less than 40,000kWh of energy during the reporting period (para 20D(7)(a), Part 7A, Schedule 7 LMCGR). Accordingly this disclosure has not been presented.

#### **Financial instruments**

The Company has exposure to market, foreign exchange, liquidity, credit, and interest rate risk. Given the absence of external borrowings for the Company, liquidity risk and interest rate risk are not considered material.

The Company's principal financial assets are amounts due from Group undertakings, and as such, the credit risk is mainly attributable to these balances. Foreign exchange and credit risk are monitored on an ongoing basis and there is currently no exposure to significant foreign exchange or credit risk.

#### **Auditor**

Deloitte LLP was reappointed as auditor of the Company and the Group for the year ended 31 December 2023. Under section 487(2) of the Companies Act 2006, Deloitte LLP will be deemed to have been reappointed as auditor 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

# *Man Group Investments Limited*

## **Directors' Report (continued)**

### **For the year ended 31 December 2023**

#### **Disclosure of information to auditor**

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

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

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

This report was approved by the Board and signed on its behalf.



Julie Fountain (Apr 23, 2024 13:24 GMT+1)

**J L Fountain**

Director

Date: 23 April 2024

## *Man Group Investments Limited*

### **Directors' Responsibilities Statement For the year ended 31 December 2023**

The directors are responsible for preparing the Strategic Report, Directors' Report, and 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 the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 101 "Reduced Disclosure Framework".

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

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make 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 Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors are responsible for the maintenance and integrity of the Company's corporate and financial information included on the Group's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.



# Independent Auditor's Report to the Members of Man Group Investments Limited

## Report on the audit of financial statements

### Opinion

In our opinion the financial statements of Man Group Investments Limited ('the Company'):

- give a true and fair view of the state of the Company's affairs as at 31 December 2023 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 101 "Reduced Disclosure Framework"; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements of the Company which comprise:

- the Profit and Loss Account;
- the Balance Sheet;
- the Statement of Changes in Equity;
- the material accounting policy information; and
- the related notes 1 to 18.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 101 "Reduced Disclosure Framework" (United Kingdom Generally Accepted Accounting Practice).

### 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 Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the 'FRC's') Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these 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 directors' 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 Company'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 directors 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 directors are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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.

# Independent Auditor's Report to the Members of Man Group Investments Limited (continued)

## Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement, the directors 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 directors 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 directors are responsible for assessing the Company'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 directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

## Auditor's 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

## Extent to which the audit was considered capable of detecting irregularities, including fraud

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 extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

We considered the nature of the Company's industry and its control environment, and reviewed the Company's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management and the directors about their own identification and assessment of the risks of irregularities, including those that are specific to the Company's business sector.

We obtained an understanding of the legal and regulatory frameworks that the Company operates in, and identified the key laws and regulations that:

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included UK Companies Act 2006 and tax legislation; and
- do not have a direct effect on the financial statements but compliance with which may be fundamental to the Company's ability to operate or to avoid a material penalty. These included compliance with Financial Conduct Authority ('FCA') requirements and regulatory capital requirements.

We discussed among the audit engagement team regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, our procedures to respond to the risks identified included the following:

- reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;

# Independent Auditor's Report to the Members of Man Group Investments Limited (continued)

- enquiring of management and legal counsel concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- reading minutes of meetings of those charged with governance and reviewing correspondence with the FCA.

## Report on other legal and regulatory requirements

### Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Directors' Report have been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Strategic Report or the Directors' Report.

### Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report in respect of the following matters 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
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in respect of these matters.

### Use of our report

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



Peter van Daesdonk (Senior Statutory Auditor)  
For and on behalf of Deloitte LLP  
Statutory Auditor  
London, United Kingdom  
Date: 23 April 2024

## *Man Group Investments Limited*

### **Profit and Loss Account**

For the year ended 31 December 2023

	<b>Note</b>	<b>2023</b> <b>\$000</b>	<b>2022</b> <b>\$000</b>
Turnover	4	58,559	93,847
Cost of sales		(22,256)	(31,734)
<b>Gross profit</b>		<hr/> 36,303	<hr/> 62,113
Administrative expenses		(32,348)	(43,295)
Other operating expense	5	(1,086)	(1,243)
<b>Operating profit</b>		<hr/> 2,869	<hr/> 17,575
Interest receivable and similar income	6	3,626	1,501
Interest payable and similar expenses	7	(49)	(13)
<b>Profit before tax</b>		<hr/> 6,446	<hr/> 19,063
Tax on profit	10	(1,514)	(3,622)
<b>Profit for the financial year attributable to owners of the Company</b>		<hr/> 4,932	<hr/> 15,441

All amounts relate to continuing operations.

There were no recognised gains and losses for the current and prior year other than those included in the Profit and Loss Account and hence a Statement of Comprehensive Income has not been prepared.

The notes on pages 12 to 19 form part of these financial statements.

# Man Group Investments Limited

## Balance Sheet

As at 31 December 2023

Registered number: 03385406

	Note		2023 \$000	2022 \$000
<b>Current assets</b>				
Cash and cash equivalents		-	5,317	
Debtors	12	47,690	70,832	
Current asset investments	13	<u>69</u>	<u>62</u>	
		47,759	76,211	
<b>Current liabilities</b>				
Creditors: amounts falling due within one year	14	<u>(11,671)</u>	<u>(19,519)</u>	
		(11,671)	(19,519)	
<b>Net current assets</b>			36,088	56,692
<b>Total assets less current liabilities</b>			<u>36,088</u>	<u>56,692</u>
<b>Net assets</b>			<u>36,088</u>	<u>56,692</u>
<b>Capital and reserves</b>				
Called-up share capital	15		31,156	31,156
Profit and loss account			<u>4,932</u>	<u>25,536</u>
			<u>36,088</u>	<u>56,692</u>

The financial statements were approved and authorised for issue by the Board and were signed on its behalf by:

  
Julie Fountain (Apr 23, 2024 13:24 GMT+1)

**J L Fountain**  
Director  
Date: 23 April 2024

The notes on pages 12 to 19 form part of these financial statements.

## *Man Group Investments Limited*

### **Statement of Changes in Equity**

For the year ended 31 December 2023

	<b>Called-up share capital</b>	<b>Profit and loss account</b>	<b>Total equity</b>
	(Note 15)		
	<b>\$000</b>	<b>\$000</b>	<b>\$000</b>
<b>At 1 January 2022</b>	<b>31,156</b>	<b>10,095</b>	<b>41,251</b>
Profit for the financial year	-	15,441	15,441
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>15,441</b>	<b>15,441</b>
<b>At 31 December 2022</b>	<b>31,156</b>	<b>25,536</b>	<b>56,692</b>
<b>At 1 January 2023</b>	<b>31,156</b>	<b>25,536</b>	<b>56,692</b>
Profit for the financial year	-	4,932	4,932
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>4,932</b>	<b>4,932</b>
Dividends paid (Note 11)	-	(25,536)	(25,536)
<b>At 31 December 2023</b>	<b>31,156</b>	<b>4,932</b>	<b>36,088</b>

The notes on pages 12 to 19 form part of these financial statements.

# ***Man Group Investments Limited***

## **Notes to the Financial Statements**

For the year ended 31 December 2023

### **1. General information**

The Company is a private company limited by shares incorporated in the United Kingdom under the Companies Act 2006 and registered in England and Wales. The Company was first incorporated on 12 June 1997. The Company's registered office address is stated within the Company Information section.

The nature of the Company's operations and its principal activities are set out in the Strategic Report on page 1.

### **2. Significant accounting policies**

The principal accounting policies are summarised below. They have all been applied consistently throughout the year and the preceding year.

#### **2.1 Basis of preparation**

The Company meets the definition of a qualifying entity under FRS 100 'Application of Financial Reporting Requirements' issued by the FRC. Accordingly, these financial statements were prepared in accordance with Financial Reporting Standard 101 'Reduced Disclosure Framework'.

As permitted by FRS 101, the Company has taken advantage of the disclosure exemptions available under that standard in relation to financial instruments, revenue from contracts with customers, capital management, income taxes, presentation of cash-flow statement, standards not yet effective, related party transactions and fair value measurement. Where required, equivalent disclosures are given in the group accounts of Man Group plc.

The Company's ultimate parent undertaking, Man Group plc includes the Company in its consolidated financial statements. The consolidated financial statements of Man Group plc are prepared in accordance with International Financial Reporting Standards as adopted by the United Kingdom and are publicly available and may be obtained from the address given in note 18 and on the Man Group website.

The financial statements have been prepared on the historical cost basis except for the revaluation of certain financial instruments that are measured at fair values at the end of each reporting period as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for the goods and services.

#### **2.2 Impact of new international reporting standards, amendments, and interpretations**

There were no new or amendments to existing accounting standards issued by the International Accounting Standards Board ("IASB") that have had a significant impact on these financial statements.

No standards or interpretations issued and not yet effective are expected to have a material impact on the Company's financial statements.

#### **2.3 Going concern**

The directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for a period of at least twelve months from the date of approval of the financial statements. Thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

# *Man Group Investments Limited*

## **Notes to the Financial Statements** For the year ended 31 December 2023

### **2. Significant accounting policies (continued)**

#### **2.4 Foreign currency**

The financial statements are presented in United States Dollars (USD), which is the currency of the primary economic environment in which the Company operates (its functional currency).

Transactions in currencies other than the functional currency are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences are recognised in profit or loss in the period in which they arise.

#### **2.5 Turnover**

The Company's primary source of turnover is intercompany service fee income, which represents a share of net management fees and performance fees earned by the Group. The intercompany service fee income relates to the provision of trading and execution services and is recognised in the year in which the services are provided.

#### **2.6 Cost of sales**

Cost of sales comprises asset servicing costs and amounts recharged by other group undertakings in respect of trade execution and distribution services, which are recognised as incurred.

#### **2.7 Interest income/(expense)**

Interest income/(expense) is recognised using the effective interest rate method. In calculating interest income/(expense), the effective interest rate is applied to the gross carrying amount of the asset, when the asset is not impaired or to the amortised cost of the liability for interest expense. For financial assets that have been impaired after initial recognition, interest income is calculated by applying the effective interest rate to the amortised cost of the financial asset. If the asset is no longer impaired the interest income calculation reverts to the gross carrying amount.

#### **2.8 Other operating expense**

Other operating expenses principally comprise expenses relates to foreign exchange gains and losses, gains and losses on investments and other expenses, all of which are recognised as earned/incurred.

#### **2.9 Costs**

Costs such as administrative expenses incurred in the operations of the business are recognised as incurred.

#### **2.10 Taxation**

The tax expense for the period comprises current tax. Tax is recognised in the Profit and Loss Account, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Current tax is based on taxable profit for the year. Taxable profit differs from net profit as reported in the Profit and Loss Account because it excludes items of income or expense that are taxable or deductible in other years, in addition to items that are never taxable or deductible.



# ***Man Group Investments Limited***

## **Notes to the Financial Statements** For the year ended 31 December 2023

### **2. Significant accounting policies (continued)**

#### **2.11 Investments**

Current asset investments are stated at fair value through profit and loss (“FVTPL”) as detailed in Note 2.12.

#### **2.12 Financial instruments**

Financial assets and financial liabilities are recognised in the Company’s balance sheet when the Company becomes a party to the contractual provisions of the instrument.

##### ***Financial assets and liabilities***

All financial assets and liabilities are recognised and derecognised on a trade date, being the date on which the Company commits to purchase or sell the asset or liability. Financial assets are derecognised only when the contractual rights to the cash flows from the asset have expired or have been transferred and the Company has transferred substantially all the risks and rewards of ownership to another entity. The Company derecognises financial liabilities when, and only when, the Company’s obligations are discharged, cancelled or they expire. Any gain or loss arising on derecognition of a financial asset or liability is recognised directly in profit or loss.

Financial assets and liabilities are initially measured at fair value, plus transaction costs, except for those financial assets and liabilities classified as at FVTPL, which are initially measured at fair value. Transaction costs of financial assets and liabilities carried at FVTPL are expensed in profit or loss.

The Company’s financial assets and liabilities are measured subsequently at amortised cost or at FVTPL depending on the classification of the financial assets and liabilities, with classification determined at the time of initial recognition.

##### ***Financial assets and liabilities at amortised cost***

Trade and other receivables and trade and other payables are subsequently measured at amortised cost using the effective interest method. Interest income and expense is recognised in profit or loss by applying the effective interest rate. The effective interest rate is the rate that exactly discounts estimated future cash flows through the expected life of the instrument or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

##### ***Financial assets and liabilities at FVTPL***

Financial assets and liabilities that do not meet the criteria for being measured at amortised cost, are measured at fair value, with gains or losses arising on remeasurement recognised in profit or loss and presented within other operating income in the Profit and Loss Account.

##### ***Valuation techniques and assumptions applied for the purposes of measuring fair value***

The fair values of financial assets and liabilities are determined as follows.

- The fair values of financial assets and liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market prices.
- The fair values of other financial assets and liabilities (excluding derivative instruments) are determined in accordance with generally accepted pricing models based on discounted cash flow analysis using prices from observable current market transactions and dealer quotes for similar instruments.
- The fair values of derivative instruments are calculated using observable prices.

# *Man Group Investments Limited*

## **Notes to the Financial Statements** For the year ended 31 December 2023

### **2. Significant accounting policies (continued)**

#### **2.12 Financial instruments (continued)**

##### *Impairment of financial assets*

The Company considers a loss allowance for expected credit losses (“ECL”) on its financial assets measured at amortised cost by applying the simplified approach under IFRS 9. The assessment of the probability of default and loss is based on historical data adjusted by observable data on events that may have a detrimental impact on the estimated future cash flows of the financial asset.

Financial assets are written off when there is information indicating that the counterparty is in severe financial difficulty and there is no realistic prospect of recovery. Any subsequent recoveries are recognised in profit or loss.

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

In the application of the Company’s accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions, which are reviewed on an ongoing basis, are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The directors have determined that there are no significant areas of judgement or key sources of estimation uncertainty that have a material impact on the Company’s financial statements.

The directors have also considered the possible impact of climate change on the estimates and assumptions used in the preparation of the Company’s financial statements and have concluded there are no key assumptions concerning the future or other key sources of estimation uncertainty at the reporting date that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

### **4. Turnover**

An analysis of the Company’s turnover is as follows:

	<b>2023</b>	<b>2022</b>
	<b>\$000</b>	<b>\$000</b>
Intercompany service fee income	58,559	93,847
	<u>58,559</u>	<u>93,847</u>

Analysis of the Company’s turnover by geographical location is set out below, which is based on the country of domicile of the group undertaking from which the Company received the service fee income:

## *Man Group Investments Limited*

### **Notes to the Financial Statements** For the year ended 31 December 2023

#### **4. Turnover (continued)**

	<b>2023</b>	<b>2022</b>
	<b>\$000</b>	<b>\$000</b>
United Kingdom	4,869	4,326
Rest of Europe	13,791	20,202
Rest of the world	39,899	69,319
	<u>58,559</u>	<u>93,847</u>

#### **5. Other operating expense**

	<b>2023</b>	<b>2022</b>
	<b>\$000</b>	<b>\$000</b>
Unrealised and realised gains on investments	4	10
Net foreign exchange (losses)/gains	(102)	59
Other expense	(988)	(1,312)
	<u>(1,086)</u>	<u>(1,243)</u>

#### **6. Interest receivable**

	<b>2023</b>	<b>2022</b>
	<b>\$000</b>	<b>\$000</b>
Bank deposits	35	-
Interest receivable from group companies	3,591	1,501
	<u>3,626</u>	<u>1,501</u>

#### **7. Interest payable**

	<b>2023</b>	<b>2022</b>
	<b>\$000</b>	<b>\$000</b>
Interest payable to group companies	49	13
	<u>49</u>	<u>13</u>

#### **8. Auditor's remuneration**

The Company paid the following amounts to its auditor in respect of the audit of the financial statements and for other services provided to the Company:

	<b>2023</b>	<b>2022</b>
	<b>\$000</b>	<b>\$000</b>
Fees for the audit of the Company	86	77
Non-audit services	7	6
	<u>93</u>	<u>83</u>

#### **9. Employees and Directors**

The Company has no employees, which is consistent with the prior year.

The directors of the Company did not receive any remuneration (2022: \$NIL). The directors of the Company were all remunerated by another Group entity for their services to the Group as a whole. It is not practicable to allocate their remuneration between their services as directors of the Company and the remuneration received from employment. The directors receive no incremental emoluments for their services to the Company.

## *Man Group Investments Limited*

### **Notes to the Financial Statements** For the year ended 31 December 2023

#### **10. Taxation**

	<b>2023</b>	<b>2022</b>
	<b>\$000</b>	<b>\$000</b>
<b>Corporation tax</b>		
Current tax on profits for the year	1,514	3,621
Adjustments in respect of prior periods	-	1
	<u>1,514</u>	<u>3,622</u>
<b>Total current tax</b>	<u>1,514</u>	<u>3,622</u>
<b>Total tax expense</b>	<u>1,514</u>	<u>3,622</u>

#### **Factors affecting tax charge for the year**

The tax assessed for the year is less than (2022: the same as) the effective rate of corporation tax in the UK of 23.5% (2022: 19%). The differences are explained below:

	<b>2023</b>	<b>2022</b>
	<b>\$000</b>	<b>\$000</b>
<b>Profit before tax</b>	6,446	19,063
	<u>6,446</u>	<u>19,063</u>
Profit multiplied by applicable rate of corporation tax in the UK of 23.5% (2022: 19%)	1,515	3,622
<b>Effects of:</b>		
Income not taxable for tax purposes	(1)	(1)
Adjustments to tax charge in respect of previous periods	-	1
	<u>1,514</u>	<u>3,622</u>
<b>Total tax expense</b>	<u>1,514</u>	<u>3,622</u>

#### **Factors that may affect future tax charges**

As enacted on 10 June 2021, the headline corporation tax rate in the UK increased from 19% to 25% from 1 April 2023.

#### **11. Dividends on equity shares**

	<b>2023</b>	<b>2022</b>
	<b>\$000</b>	<b>\$000</b>
Interim dividend for the year ended 31 December 2023 of \$128 cents (2022: \$NIL) per ordinary share	25,536	-
	<u>25,536</u>	<u>-</u>

The directors do not recommend the payment of a final dividend in respect of the year ended 31 December 2023 (2022: \$NIL).

## *Man Group Investments Limited*

### **Notes to the Financial Statements** For the year ended 31 December 2023

#### **12. Debtors: amounts falling due within one year**

	<b>2023</b>	<b>2022</b>
	<b>\$000</b>	<b>\$000</b>
Amounts owed by group undertakings	47,690	70,832
	<u>47,690</u>	<u>70,832</u>

No balances are overdue and, under the expected credit loss model of IFRS 9, no impairment loss has been recognised as at 31 December 2023 (2022: \$NIL).

#### **13. Current asset investments**

	<b>2023</b>	<b>2022</b>
	<b>\$000</b>	<b>\$000</b>
Unlisted investments	69	62
	<u>69</u>	<u>62</u>

#### **14. Creditors: amounts falling due within one year**

	<b>2023</b>	<b>2022</b>
	<b>\$000</b>	<b>\$000</b>
Amounts owed to group undertakings	10,156	15,898
Corporation tax liability	1,515	3,621
	<u>11,671</u>	<u>19,519</u>

#### **15. Share capital**

	<b>2023</b>	<b>2022</b>
	<b>\$000</b>	<b>\$000</b>
<b>Allotted, called-up and fully-paid</b>		
20,000,002 (2022: 20,000,002) ordinary shares of £1.00 each	31,156	31,156
	<u>31,156</u>	<u>31,156</u>

The Company has one class of ordinary shares which carries no right to fixed income. The sterling share capital was converted into US dollars at the fixed rate of \$1.5578 to £1.00, the exchange rate at the date of the Company's functional currency change.

## *Man Group Investments Limited*

### **Notes to the Financial Statements** For the year ended 31 December 2023

#### **16. Financial instruments**

Categories of financial instruments at fair value

	<b>2023</b>	<b>2022</b>
	<b>\$000</b>	<b>\$000</b>
<b>Financial assets at fair value</b>		
Fair value through profit and loss – current asset investments	69	62
	<u>69</u>	<u>62</u>
<b>Changes in value of financial instruments at fair value for the year</b>		
Credit to the Profit and Loss Account	7	7
	<u>7</u>	<u>7</u>

#### **17. Related party transactions**

The Company has taken advantage of the exemption under the provisions of FRS 101 from disclosing transactions with other wholly owned Group entities since the Company is a wholly owned subsidiary of Man Group plc, the consolidated financial statements of which are publicly available.

During the year and the preceding year there have been no transactions with related parties other than wholly owned Group entities.

#### **18. Controlling party**

In the opinion of the directors, the Company's ultimate parent company and ultimate controlling party is Man Group plc, a company registered in Jersey. The immediate parent undertaking and controlling party is Man Investments Finance Limited (“MIFL”), a company registered in England and Wales.

On 4 August 2023, the Company’s previous immediate parent undertaking and controlling party, Man Group UK Limited, made an in-specie distribution consisting of the entire share capital of the Company to another Group subsidiary, MIFL. The immediate parent undertaking and controlling party from 4 August 2023 was MIFL.

The smallest and largest group of undertakings that prepares consolidated accounts of which the Company is a member is Man Group plc. The financial statements of the Company are available from the Company’s registered office address.

The group financial statements of Man Group plc are available from 22 Grenville Street, St Helier, Jersey, JE4 8PX and on the Man Group website.