abrdn Capital Partners LLP

Annual Report and Financial Statements

for the Year Ended 31 December 2023

Registration number: SO301408

Contents

LLP Information

Members	abrdn Private Equity (Europe) Limited aPE Newco 2 Limited
Registered office	1 George Street Edinburgh Scotland EH2 2LL
Auditor	KPMG LLP Chartered Accountants and Statutory Auditor Saltire Court 20 Castle Terrace Edinburgh United Kingdom EH1 2EG

Strategic Report for the Year Ended 31 December 2023

The strategic report on abrdn Capital Partners LLP ("the LLP") for the year ended 31 December 2023.

Business review and future developments

The LLP's principal activity is to provide private equity investment management and advisory services. The LLP is part of abrdn plc ("abrdn plc" or, together with its subsidiaries, "the abrdn Group"). There are no plans to change the principal activity of the LLP.

On 16 October 2023 it was agreed to sell the LLP, as part of the wider abrdn UK and European private equity business, to Patria Investments. On 31 December 2023 as part of restructuring the Private Equity business, specific mandates contracted with the LLP were transferred at book value (£nil) to other abrdn Group undertakings. These mandates generated revenues of £5,976k in 2023. The mandate transfers out of the LLP are not considered to be a separate business unit and consequently no discontinued operations disclosures have been included in the financial statements. On 31 December 2023 the LLP’s investment in aCP Holdings Ltd was also transferred at market value (£36k) to another abrdn Group undertaking, this transfer has not been reflected in the financial statements due to the value of the transaction being immaterial.

On 1 February 2024 the partnership holdings in the LLP were transferred as part of restructuring the Private Equity business. The partnership holdings now sit with aPE Newco 2 Limited (99.9%) and abrdn Private Equity Europe Limited (reduces its holding from 60% to 0.1%).

Management have prepared the financial statements as a going concern on the basis the LLP is expected to continue trading post completion of the sale in H1, 2024. See the Members' Report and Note 1 for further details.

The LLP is regulated by the Financial Conduct Authority and acts as manager to a number of funds governed under the Alternative Investment Fund Managers Directive and the Investment Firm Directive and Investment Firm Regulation, also known as IFPR.

Key performance indicators ("KPIs")

The LLP uses a number of KPIs to monitor the performance of the business throughout the year. These KPIs are shown below:

	2023 £ 000	Restated* 2022 £ 000
Assets under management ("AUM")	2,900,609	4,851,727
Revenue*	30,553	30,639
Operating profit	16,589	15,584
Profit for the year	17,560	15,843
Equity attributable to equity holders of the parent	25,407	25,848
Regulatory capital surplus	3,999	4,488

*Comparatives for the year ended 31 December 2022 have been restated. Refer to note 17.

Strategic Report for the Year Ended 31 December 2023 (continued)

Key performance indicators ("KPIs") (continued)

AUM

AUM contracted with the LLP has decreased by £1,951,118k (40%) largely as a result of novating five funds at 31 December 2023 to other abrdn Group undertakings in preparation for the sale of the LLP.

Revenue

Revenue has remained broadly consistent year on year.

Operating profit

Operating profit has increased by £1,005k (6%) due to a small increase in revenue and a reduction in administrative expenses during the year.

Equity attributable to equity holders of the parent

Net assets have decreased by £440k (2%) as a result of profits generated in the year less distributions paid to the Members.

Regulatory capital surplus

The regulatory capital surplus declined by £489k (11%) at the end of 2023 as a result of distributions paid in the year partly offset by the inclusion of prior year profits in the capital base.

Risk management

A strong risk and compliance culture underpins the abrdn Group's commitment to put clients and customers first and safeguard the interests of shareholders. The abrdn Group, of which the LLP is a part, has responsibility for risk management and oversees the effectiveness of the Enterprise Risk Management ("ERM") framework.

ERM framework

The ERM framework supports risk management throughout the abrdn Group. This involves operating a 'three lines of defence' model with defined roles and responsibilities. The ERM framework is constantly evolving to meet the changing needs of the abrdn Group and to make sure it keeps pace with industry best practice. In 2023, improvements to the framework included:

• Delivering a new approach to Risk and Control Self Assessments, focussed on key business outcomes and executive accountability;
• Improving the abrdn Group's risk acceptance process;
• Improved management information to better measure how the framework is applied in practice;
• Reviewing risk taxonomy;
• Strengthening capabilities within Enterprise Risk;
• Further embedding of capabilities to support Operational Resilience and Consumer Duty outcomes; and
• Updating the Global Code of Conduct.

Strategic Report for the Year Ended 31 December 2023 (continued)

Risk management (continued)

Business Risk Environment

The commercial environment remained challenging during 2023 given the market and economic environment and geopolitical events and risks. Inflation remained high, accompanied by the continued tightening of monetary policy. These conditions adversely impacted market levels and client flows over the year. The abrdn Group has also continued to simplify its business model, delivering on recent transformation projects. This includes simplifying and focussing investment capabilities on areas where there is both the skill and the scale to capitalise on the key themes shaping the market.

There continues to be a lot of change that is being managed across the business, to simplify and achieve sustainable growth. The volume of change may create bandwidth issues and operational stretch on top of core activities whilst balancing the demands of the business simplification and growth agendas. The abrdn Group continues to monitor the development, attraction and retention of colleagues and engages regularly on colleague engagement.

Heightened vigilance over risks to operations from financial crime and cyber intrusion remains. In-house dedicated teams monitor and manage these risks as they evolve, with the support of external specialists.

Client and customer interests are at the heart of the investment vector. Focus continues to be on good outcomes which are delivered across the vector. During 2023, the abrdn Group implemented the FCA's new Consumer Duty, which came into force on 31st July. This is embedded in the Global Code of Conduct and was supported by the Consumer Duty mandatory training module and Client and Customer Policy.

The Consumer Duty requirements place specific obligations on the abrdn Group's vectors to demonstrate value for money for its clients. This is achieved by avoiding biased incentive schemes and by the value for money framework, underpinned by the abrdn Group's culture and strategy.

The LLP is expected to leave the abrdn Group in 2024 following the announcement that the European Private Equity business will be sold. Risks relating to the transition of front and back office activities are being actively managed as part of the deal completion process.

Evolving and emerging risks

The abrdn Group is vigilant to risks that could crystallise over different horizons and impact strategy, operations and clients. These risks vary in nature as they cover geopolitical, economic, societal, technological, legal, regulatory, and environmental themes. Internal and external research is reviewed to consider how risks could emerge and evolve.

Clients and customers are provided with fair and transparent fee structures and the abrdn Group continues to engage with the Financial Conduct Authority on interest retained on cash balances. Some notable risks (and opportunities) for the abrdn Group include adoption of modern technologies, uncertainty driven by geopolitics, unprecedented market shifts, evolving cyber threats and climate change.

Strategic Report for the Year Ended 31 December 2023 (continued)

Risk Management (continued)

Principal risks and uncertainties

The principal risks and uncertainties facing the LLP are integrated into the principal risks of the abrdn Group and are therefore not managed separately. The principal risks and uncertainties of abrdn plc, which include those of the LLP, are detailed below:

Strategic risk

The current external geopolitical and macroeconomic environment presents a wider range of risks that could impact business plans and the implementation of strategies. The volume of internal change also poses a risk to the delivery of business plans. These could include failing to meet client expectations, poor strategic decision-making, poor implementation, or failure to adapt. During the year the abrdn Group continued to simplify its business model, increase efficiency and improve the blend of capabilities, technology and processes. Acquisitions and disposals were completed to simplify the business operating model and strengthen capabilities for future growth. Inorganic opportunities are assessed for their contribution towards core strategy and client needs. Market and competitor intelligence has aided decision-making. Focus remains on geopolitical and macroeconomic developments to understand and manage implications.

Financial risk

This is the risk of having insufficient financial resources, suffering losses from adverse markets or the failure or default of counterparties. It is impacted by flows experience, global market conditions and the fees charged on investment mandates. Strong available capital and liquidity enabled the continuation of paying distributions to other abrdn group companies. Business planning and stress testing is used to project financial resources under range of scenarios to ensure financial resilience. During 2023, the LLP continued to operate under applicable regulatory regimes which determines regulatory capital and liquidity requirements for the abrdn Group and its key entities. Treasury Policy includes minimum standards for managing liquidity, market and counterparty risks, including the credit quality of key counterparties.

Conduct risk

The business relies on its ability to deliver good service and fair client and customer outcomes, and there is a risk that it fails to achieve this through operational activities and the implementation of change programmes. This could lead to customer and client harm, reputational damage, and loss of income. Being client and customer-led is a commitment and an essential aspect of the abrdn Group’s culture. This means continuous focus on client and customer outcomes is fundamentally important. The ERM framework supports the management of conduct risk with clear expectations around conduct goals and responsibilities. In 2023, the Global Code of Conduct was updated, as well as implementation of the FCA’s new Consumer Duty. Work is continuing to embed the framework, improve MI and ensure compliance of closed book products, required by 31st July 2024.

Strategic Report for the Year Ended 31 December 2023 (continued)

Risk Management (continued)

Principal risks and uncertainties (continued)

Regulatory and legal risk

High volumes of regulatory change can create interpretation and implementation risks. Compliance failures can lead to poor customer and client outcomes, sanctions, reputation damage and income loss. During 2023 the abrdn Group continued to respond to and implement regulatory change including in relation to ESG and new Consumer Duty requirements in the UK. There are potential risks of changing capital and liquidity requirements and tax risk is inherent in the nature of how the abrdn Group conducts business across the globe. This could lead to reputational risk and / or financial loss. There is active monitoring and engagement with regulators on the regulatory landscape, as well as investment in compliance and monitoring activity across the abrdn Group. The evolution of regulatory divergence between the UK and EU rulebooks is a particular focus for the abrdn Group and work continues with regulators and tax authorities to address requirements and expectations. Relationships with key regulators are based on trust and transparency while compliance and legal teams support senior managers across the business.

Process execution and trade errors

This is the risk that processes, systems, or external events could produce operational errors. During 2023 there was continued management focus on process execution and trade errors. There are established processes for reporting and managing incidents, risk events and issues. The underlying causes of error are monitored to identify areas for action, promoting a culture of accountability and continuously improving how issues are addressed.

Technology

There is a risk that technology may fail to keep pace with business needs. There is also the significant risk of unauthorised access to systems and cyber-attacks. These risks are relevant to a wide range of potential threats to the business including internal failure, external intrusion, supplier failure and weather events. The current IT estate is complex and there are dependencies on third party suppliers that need to be managed in a dedicated way. There is an ongoing programme to invest in and enhance IT infrastructure controls. The IT systems environment is benchmarked to identify areas for improvement and further investment.

Heightened vigilance is maintained for cyber intrusion, with dedicated teams monitoring and managing cyber security risks. There is regular testing on penetration and crisis management.

Security and resilience

Incidents that can impact business resilience and continuity include environmental issues, terrorism, economic instabilities, cyber-attacks, and operational incidents. The risk of disruption from inside the organisation is broadly stable. However, tools for exploiting IT vulnerabilities are becoming more widely available globally and are frequently used by criminal groups to enable ransomware attacks. The abrdn Group continues to strengthen operational resilience. Crisis management and contingency planning processes are regularly reviewed and tested to strengthen resilience and responsiveness. Changes relating to the new EU Digital Operational Resilience Act are preparing to be implemented with an implementation due in January 2025.

Strategic Report for the Year Ended 31 December 2023 (continued)

Risk management (continued)

Principal risks and uncertainties (continued)

Fraud and financial crime

As a business that handles clients' money, the abrdn Group is exposed to the risk of fraudulent and dishonest activity. Engaging with a wide number of external parties means the abrdn Group has to be vigilant to the risk that these parties are connected with criminal behaviour, or subject to sanctions by national or global authorities. The control environment has been improved for anti-money laundering. Processes are in place to identify client activity linked with financial crime, globally. These include controls for anti-money laundering, anti-bribery, fraud, and other areas of financial crime. Work continues with financial authorities and industry peers to assist those targeted by scams.

Change management

As a diverse, global investment firm, the abrdn Group is continually implementing change to improve the business, meet regulatory expectations and respond to change in the economic environment. As well as being costly, failure to deliver change effectively, can lead to poor client and customer outcomes and/or regulatory non-compliance. The ongoing simplification of the abrdn Group business model enables more agility and the ability to respond at pace to changes in the economic environment. For major change projects, the abrdn Group has established governance processes with project resources and clearly defined roles across the three lines of defence.

Financial management process

The abrdn Group has extensive financial reporting obligations to clients, customers, shareholders, regulators, and other stakeholders. Failures in these processes could impact decision-making and lead to regulatory and litigation risk. Our financial reporting activities align to external reporting standards and activities are subject to extensive internal control and external assurance.

People

People are the abrdn Group's greatest asset where business change has the potential to impact engagement and morale. Engaging with employees, and supporting their well-being, is critical to executing the business strategy and its success. Considerable time is spent listening to and communicating with employees with well established approaches to engaging at all levels. The abrdn Group continues to monitor and has responded to market pressures and increased competition for talent in the financial services industry. Retention and recruitment are supported through targeted approaches for key business functions.

Environmental matters

The LLP follows the environmental strategy of the abrdn Group, which is disclosed within the abrdn plc Annual Report and Accounts.

Approved by the Members on and signed on their behalf by J R Bryden in his capacity as Director of aPE Newco 2 Limited:

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J R Bryden
22 April 2024

Members' Report for the Year Ended 31 December 2023

The Members present their annual report together with the audited financial statements of the LLP for the year ended 31 December 2023.

Members of the LLP
The Members who held office during the year, or in the period since the balance sheet date, were as follows:

abrdn Private Equity (Europe) Limited
abrdn Investment Management Limited (Membership interest relinquished on 1 Feb 2024)
aPE Newco 2 Limited (Membership interest initiated on 1st Feb 2024)

The LLP's ultimate parent company, abrdn plc, maintains members' and officers' liability insurance on behalf of its members and officers.

Going concern
The Members' assessment of going concern is underpinned in LLP forecasts that model severe market shocks to ensure the LLP could continue to satisfy ongoing operating, liquidity and regulatory capital requirements. The Members have also considered the agreed sale of the LLP by abrdn plc to Patria Investments, that is expected to complete in the first half of 2024. The Members have reviewed representations from Patria management as part of the change in control process, which considers the future purpose of the LLP when part of the Patria Investments Group, and are satisfied the intention of Patria management is for the LLP to continue trading for a period of at least 12 months from signing the financial statements. The Members believe it is therefore appropriate to prepare the financial statements on a going concern basis.

While the Members are confident that the LLP will continue to exist, the future intentions of the acquirer are not known with certainty, which indicates the existence of a material uncertainty related to events or conditions that may cast significant doubt on the LLP's ability to continue as a going concern and, therefore, that the LLP may be unable to realise its assets and discharge its liabilities in the normal course of business. The financial statements do not include any adjustments that would result from the basis of preparation being inappropriate. Further information is available in Note 1.

Distributions
The Members recommended and paid distributions totalling £18m in 2023 (2022: £10m) to the the LLP's Members at the point of approval, namely abrdn Private Equity (Europe) Limited and abrdn Investment Management Limited.

Political donations
It is the LLP’s policy not to make donations for political purposes.

Independent auditor
The Independent Auditor, KPMG LLP, has indicated their willingness to continue in office.

Disclosure of information to the auditors
Each Member has taken steps that they ought to have taken as a Member in order to make themselves aware of any relevant audit information and to establish that the LLP's auditor is aware of that information. The Members confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Members' Report for the Year Ended 31 December 2023 (continued)

People

The LLP is committed to an equal opportunities policy. The sole criterion for selection or promotion is the suitability of any applicant for the job regardless of ethnic origin, religion, religious belief, sex, sexual orientation, marital status or disablement. The LLP will continue to employ, arrange for retraining, or retire on disability pension, any member of staff who becomes disabled, as may be appropriate. The LLP communicates with its employees on a regular basis, with an emphasis on listening and responding to staff aspirations and development needs, making it clear how their role contributes to the abrdn Group's goals, either through the abrdn Group's intranet facility or through regular meetings with management. All employees are encouraged to participate in the abrdn Group's share schemes.

Additional details relating to employees are disclosed within the abrdn plc Annual Report and Accounts.

Members' Report for the Year Ended 31 December 2023 (continued)

Statement of Members' Responsibilities in respect of the Members' Report and the financial statements.
The Members are responsible for preparing the Members' Report, and the financial statements in accordance with applicable law and regulations.

The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 require the Members to prepare financial statements for each financial year. Under that law the Members have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 101 Reduced Disclosure Framework and applicable law.

Under Regulation 8 of the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 the Members must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the LLP and of its profit or loss for that period. In preparing these financial statements, the 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 UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;

• use the going concern basis of accounting unless they either intend to liquidate the LLP or to cease operations, or have no realistic alternative but to do so.

Under Regulation 6 of the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008, the Members are responsible for keeping adequate accounting records that are sufficient to show and explain the LLP's transactions and disclose with reasonable accuracy at any time the financial position of the LLP and enable them to ensure that its financial statements comply with those regulations. They are responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the LLP and to prevent and detect fraud and other irregularities.

Approved by the Members and signed on their behalf by J R Bryden in his capacity as Director of aPE Newco 2 Limited:

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J R Bryden
22 April 2024

Independent Auditor's Report to the Members of abrdn Capital Partners LLP

Opinion

We have audited the financial statements of abrdn Capital Partners LLP ('the LLP') for the year ended 31 December 2023, which comprise the Profit and Loss Account, Balance Sheet, Statement of Changes in Equity and related notes, including the accounting policies in note 1.

In our opinion the financial statements:

- give a true and fair view, of the state of affairs of the LLP as at 31 December 2023 and of its profit for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 101 *Reduced Disclosure Framework*; and
- have been prepared in accordance with the requirements of the Companies Act 2006 as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (“ISAs (UK)”) and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the LLP in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

Material uncertainty related to going concern

We draw attention to Note 1 to the Financial Statements which indicates that the acquisition of the entity by Patria Investments creates a material uncertainty as it pertains to the future role and ownership of the LLP. These events and conditions, along with the other matters explained in Note 1, constitute a material uncertainty that may cast significant doubt on the LLP’s ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Going concern basis of preparation

The members have prepared the financial statements on the going concern basis. As stated above, they have concluded that a material uncertainty related to going concern exists.
Our conclusion based on our financial statements audit work: we consider that the member’ use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Independent Auditor's Report to the Members of abrdn Capital Partners LLP (continued)

Fraud and breaches of laws and regulations - ability to detect
Identifying and responding to risks of material misstatement due to fraud

To identify risks of material misstatement due to fraud (“fraud risks”) we assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. Our risk assessment procedures included:

• Enquiring of Members and management as to the LLP’s high-level policies and procedures to prevent and detect fraud, as well as whether they have knowledge of any actual, suspected or alleged fraud; and
• Reading Members’ meeting minutes to assess for any discussion of fraud;

We communicated identified fraud risks throughout the audit team and remained alert to any indications of fraud throughout the audit.

As required by auditing standards, and taking into account our overall knowledge of the control environment, we perform procedures to address the risk of management override of controls, in particular the risk that management may be in a position to make inappropriate accounting entries.

Independent Auditor's Report to the Members of abrdn Capital Partners LLP (continued)

On this audit we do not believe there is a fraud risk related to revenue recognition because of the relative simplicity of the calculation of the most significant revenue streams and the segregation of duties between management and third-party service providers.

We did not identify any additional fraud risks.

We performed procedures including identifying journal entries to test based on high-risk criteria and comparing the identified entries to supporting documentation. These included journal entries posted by senior finance management and those posted to unusual accounts, as well as those which comprised unexpected posting combinations. We have also tested all material post year end closing journals.

Identifying and responding to risks of material misstatement due to non-compliance with laws and regulations

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience, through discussion with the Members and other management (as required by auditing standards), and from inspection of the LLP's regulatory and legal correspondence, and discussed with the Members and other management the policies and procedures regarding compliance with laws and regulations.

As the LLP is regulated, our assessment of risks involved gaining an understanding of the control environment including the entity's procedures for complying with regulatory requirements, how they analyse identified breaches and assessing whether or not there were any implications of identified breaches on our audit.

We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit.

The potential effect of these laws and regulations on the financial statements varies considerably.

Firstly, the LLP is subject to laws and regulations that directly affect the financial statements including financial reporting legislation (including related companies legislation), distributable profits legislation, and taxation legislation and we assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

Secondly, the LLP is subject to many other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation or the loss of the LLP's authority to operate. We identified the following areas as those most likely to have such an effect: key areas of financial services regulations, including Client Assets, market abuse regulations and specific areas of regulatory capital and liquidity and certain aspects of legislation recognising the financial and regulated nature of the LLP's activities and its legal form.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Members and inspection of regulatory and legal correspondence, if any. Therefore if a breach of operational regulations is not disclosed to us or evident from relevant correspondence, an audit will not detect that breach.

Context of the ability of the audit to detect fraud or breaches of law or regulation

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

Independent Auditor's Report to the Members of abrdn Capital Partners LLP (continued)

In addition, as with any audit, there remained a higher risk of non-detection of fraud, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Our audit procedures are designed to detect material misstatement. We are not responsible for preventing non-compliance or fraud and cannot be expected to detect non-compliance with all laws and regulations.

Strategic report and Members' report

The Members are responsible for the strategic report and the Members' report. Our opinion on the financial statements does not cover those reports and we do not express an audit opinion thereon.

Our responsibility is to read the strategic report and the members' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work, we have not identified material misstatements in the other information.

Matters on which we are required to report by exception
Under the Companies Act 2006 we are required 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.

We have nothing to report in these respects.

Members' responsibilities
As explained more fully in their statement set out on page 10 the Members are responsible for: the preparation of the financial statements and for being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the LLP'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 they either intend to liquidate the LLP or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities
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 our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not 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 the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

Independent Auditor's Report to the Members of abrdn Capital Partners LLP (continued)

The purpose of our audit work and to whom we owe our responsibilities

This report is made solely to the Members of the LLP as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, as required by Regulation 39 of the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008. Our audit work has been undertaken so that we might state to the LLP's Members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the LLP and the LLP's Members as a body, for our audit work, for this report, or for the opinions we have formed.

S Marchant

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Sarah Marchant (Senior Statutory Auditor)
For and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants

Saltire Court
20 Castle Terrace
Edinburgh
United Kingdom
EH1 2EG

23 April 2024

Profit and Loss Account for the Year Ended 31 December 2023

	Note	2023 £ 000	Restated 2022* £ 000
Revenue	3	30,553	30,639
Administrative expenses		(13,964)	(15,055)
Operating profit	**4**	**16,589**	**15,584**
Impairment of investments		-	(115)
Net finance income	6	971	374
Profit for the year		**17,560**	**15,843**

*Comparatives for the year ended 31 December 2022 have been restated. Refer to note 17.

The LLP has not recorded any other comprehensive income during the years to 31 December 2023 or 31 December 2022. A separate statement of comprehensive income is therefore not disclosed.

The notes on pages 19 to 34 form an integral part of these financial statements.

Balance Sheet as at 31 December 2023

	Note	2023 £ 000	2022 £ 000
Assets			
Non-current assets			
Investments in subsidiaries	7	3	-
Total non-current assets		**3**	**-**
Current assets			
Trade and other receivables	8	10,123	3,601
Cash and cash equivalents		17,138	33,082
Total current assets		**27,261**	**36,683**
Total assets		**27,264**	**36,683**
Equity and liabilities			
Equity			
Retained earnings		22,947	23,387
Members' capital	9	2,460	2,460
Equity attributable to equity holders of the parent		**25,407**	**25,847**
Current liabilities			
Trade and other payables	10	1,857	10,836
Total current liabilities		**1,857**	**10,836**
Total liabilities		**1,857**	**10,836**
Total equity and liabilities		**27,264**	**36,683**

The financial statements on pages 15 to 30 were approved by the Members and signed on their behalf by J R Bryden in his capacity as Director of aPE Newco 2 Limited:

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J R Bryden
22 April 2024

Registration number: SO301408

The notes on pages 19 to 34 form an integral part of these financial statements.

Statement of Changes in Equity for the Year Ended 31 December 2023

	Members' capital £ 000	Retained earnings £ 000	Total £ 000
At 1 January 2022	2,460	17,544	20,004
Profit for the year	-	15,843	15,843
Distributions	-	(10,000)	(10,000)
At 31 December 2022	**2,460**	**23,387**	**25,847**

	Members' capital £ 000	Retained earnings £ 000	Total £ 000
At 1 January 2023	2,460	23,387	25,847
Profit for the year	-	17,560	17,560
Distributions	-	(18,000)	(18,000)
At 31 December 2023	**2,460**	**22,947**	**25,407**

The notes on pages 19 to 34 form an integral part of these financial statements.

Notes to the Financial Statements for the Year Ended 31 December 2023

1 Accounting policies

Summary of significant accounting policies and key accounting estimates
The following accounting policies have been applied consistently to all years presented when dealing with items which are considered material in relation to the LLP's financial statements.

Basis of preparation
The LLP meets the definition of a qualifying entity under Application of Financial Reporting Requirements 100 as issued by the Financial Reporting Council. Accordingly, the financial statements for period ended 31 December 2023 have been prepared in accordance with FRS 101 as issued by the Financial Reporting Council.

In preparing these financial statements, the LLP applies the recognition, measurement and disclosure requirements of International Financial Reporting Standards as adopted by the UK (adopted IFRS), but makes amendments where necessary in order to comply with the Companies Act 2006 and to take advantage of FRS 101 disclosure exemptions.

Summary of disclosure exemptions
In these financial statements, the LLP has applied the exemptions available under FRS 101 in respect of the following disclosures:

- International Accounting Standard ("IAS") 1 Presentation of Financial Statements requirement for comparative period reconciliations for share capital;
- IAS 1 Presentation of Financial Statements disclosures in respect of capital management;
- IAS 7 Statement of Cash Flows and related notes;
- IAS 8 Accounting Polices requirement to disclose the effects of new but not yet effective International Financial Reporting Standards ("IFRS");
- IFRS 15 Revenue from Contracts with Customers;
- IAS 24 Related Party disclosures in respect of transactions with wholly owned subsidiaries; and
- IAS 24 Related Party disclosures of transactions with a management entity that provides Key Management Personnel services to the LLP.

As the consolidated financial statements of abrdn plc include the equivalent disclosures, the LLP has also taken the exemptions under FRS 101 available in respect of the following disclosures:

- IFRS 2 Share Based Payments in respect of group settled share based payments; and
- Certain disclosures required by IFRS 7 Financial Instruments Disclosures.

The LLP is a wholly owned subsidiary of abrdn plc which prepares consolidated financial statements and is therefore exempt from the requirement to prepare consolidated accounts by virtue of section 400 of the Companies Act 2006.

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

1 Accounting policies (continued)

Going concern

The LLP's business activities, together with the factors likely to affect its future development and financial position, are set out in the Strategic Report. The LLP has made profits in the financial year.

The strategic report notes that abrdn plc has agreed to sell the UK and European Private Equity business to Patria Investments, which includes the LLP. Accordingly, the Members assessment of going concern covers the period up to this sale and, on the assumption that the sale completes in the first half of 2024, the relevant period after the sale.

The LLP has made profits in the financial year and has sufficient financial resources. In considering the period in which the LLP remains part of the abrdn Group, the Members have considered the impact of severe market shocks on LLP forecasts, focussing specifically on:

• the current level of regulatory capital, which was £4m in excess of capital requirements at 31 December 2023;
• the level of liquid resources, including cash and cash equivalents;
• the potential impact of potential downside scenarios on revenue, assets flows and costs, including potential management actions;
• the effectiveness of the LLP's operational resilience processes including the ability of key outsourcers to continue to provide services; and
• consideration of the going concern assessment of the abrdn plc Group.

The Members have also considered the agreed sale of the LLP by abrdn plc to Patria Investments, that is expected to complete in the first half of 2024. While the Members are confident that the LLP will continue to exist, the future intentions of the acquirer are not known with certainty, which indicates the existence of a material uncertainty related to events or conditions that may cast significant doubt on the LLP's ability to continue as a going concern and, therefore, that the LLP may be unable to realise its assets and discharge its liabilities in the normal course of business. The financial statements do not include any adjustments that would result from the basis of preparation being inappropriate. The Members have reviewed representations from Patria management as part of the change in control process, which considers the future purpose of the LLP when part of the Patria Investments Group, and are satisfied the intention of Patria management is for the LLP to continue trading for a period of at least 12 months from signing the financial statements.

The Members believe it is therefore appropriate to prepare the financial statements on a going concern basis.

Changes in accounting policy

No new standards, interpretations and amendments effective for the first time from 1 January 2023 have had an impact on the LLP.

Revenue recognition

Management fees are generated through investment management agreements and are generally based on agreed rates as a percentage of AuM and are shown net of rebates. The fees are recognised when it is highly probable that a significant reversal will not be required.

Other revenue represents income from the recharge of costs to other abrdn Group companies. Other revenue is recognised when it is highly probable that a significant reversal will not be required.

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

1 Accounting policies (continued)

Distributions
Distributions paid are recognised directly in equity in the LLP's financial statements in the year in which they are approved.

Net finance income
Interest income is derived on cash and cash equivalents. Interest is recognised on an accruals basis using the effective interest rate method.

Administrative expenses
Expenditure incurred by the LLP is recognised in the month to which it relates. Expenses relating to a month that have not been invoiced are accrued, while invoices received and paid for expenses relating to future periods are recognised as prepayments.

Foreign currency transactions and balances
(i) Functional currency
Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates (the “functional currency”). The financial statements are presented in thousands of pounds sterling, which is the LLP’s presentational and functional currency.

(ii) Transactions and balances
Transactions in foreign currencies are translated to the functional currency at the exchange rate ruling at the date of the transaction. At each balance sheet date, monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the balance sheet date and any exchange differences arising are taken to the profit and loss account.

Financial assets

(i) Amortised cost
These instruments are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. These instruments are included in current assets and consist of amounts owed by abrdn Group undertakings, prepayments and accrued income and other receivables. These instruments are initially recognised at fair value, net of any transaction costs, and subsequently at amortised cost using the effective interest rate method.

The LLP has adopted trade date accounting. Accordingly, a financial asset is recognised on the date the LLP commits to its purchase and derecognised on the date on which the LLP commits to its sale.

Impairment of financial assets
An expected credit loss impairment model is applied to financial assets measured at amortised cost. Impairment losses representing the expected credit loss in the next 12 months are recognised unless there has been a significant increase in credit risk from initial recognition or they relate to trade receivables in which case lifetime expected losses are recognised.

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

1 Accounting policies (continued)

Financial liabilities

Amortised cost
These instruments include amounts owed to abrdn Group undertakings, other payables and accruals and deferred income. These instruments are initially recognised at fair value and subsequently at amortised cost using the effective interest rate method.

Cash and cash equivalents
Cash and cash equivalents are basic financial instruments and includes cash at bank and highly liquid investments. Cash and cash equivalents are initially measured at fair value and subsequently at amortised cost.

Taxation

UK taxation payable on profits of the LLP is the liability of the individual Members and is not incorporated within these financial statements.

Investment in subsidiaries
Investments in subsidiaries are held at cost less accumulated impairment losses. An impairment charge is recognised when the carrying amount of the investment exceeds its recoverable amount. Any gain or loss on disposal of a subsidiary, associate or joint venture is recognised in profit for the year.

Contingent liabilities
Contingent liabilities are disclosed if the future obligation is less than probable but greater than remote or if the obligation is probable but the amount cannot be reasonably estimated.

Members' capital
Members of the LLP are aPE Newco 2 Limited and abrdn Private Equity Europe Limited. Each Member has made a capital contribution and been allocated units in return.

Employee benefits
Defined contribution pension obligation
The LLP contributes to a group personal pension plan operated by abrdn plc. The assets of the scheme are held separately from those of the LLP in an independently administered fund. The amount charged to the profit and loss account represents the contributions payable to the scheme in respect of the accounting year.

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

1 Accounting policies (continued)

Employee shared-based payments
abrdn Group operates share incentive plans for its employees. These generally take the form of an award of options, conditional awards or restricted shares in abrdn plc (equity-settled share-based payments) but can also take the form of a cash award based on the share price of abrdn plc (cash-settled share-based payments). abrdn Group also incentives certain employees through the award of units in Group managed funds (deferred fund awards) which are cash-settled. All abrdn Group's incentive plans have conditions attached before the employee becomes entitled to the award. These can be performance and/or service conditions (vesting conditions) or the requirement of employees to save in the save-as-you-earn scheme (non-vesting condition). The period over which all vesting conditions are satisfied is the vesting period and the awards vest at the end of this period.

For all share-based payments services received for the incentive granted are measured at fair value.

For equity-settled share-based payment transactions, the fair value of services received is measured by reference to the fair value of the equity instruments at the grant date. The fair value of the number of instruments expected to vest is charged to the profit and loss account over the vesting period with a corresponding amount recognised as due to abrdn plc. The charge in respect of the services received is recharged by the LLP to the subsidiary which receives the services of the employees. At each period end abrdn Group reassesses the number of equity instruments expected to vest and recognises any difference between the revised and original estimate in the profit and loss account with a corresponding adjustment to the amount due to abrdn plc.

For cash-settled share-based payment and deferred fund awards transactions, services received are measured at the fair value of the liability. The fair value of the liability is remeasured at each reporting date and any changes in fair value are recognised in the profit and loss account.

2 Critical accounting judgements and key sources of estimation uncertainty

The preparation of financial statements, in conformity with FRS 101, may require the use of estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. In the process of applying the LLP's accounting policies, management has made no key estimates or judgements.

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

3 Revenue

The analysis of the LLP's revenue for the year from continuing operations is as follows:

	2023 £ 000	Restated* 2022 £ 000
Management fees	27,702	27,390
Other revenue	2,851	3,249
Total revenue	**30,553**	**30,639**

*Comparatives for the year ended 31 December 2022 have been restated. Refer to note 17.

On 31 December 2023, as part of restructuring the Private Equity business, specific mandates contracted with the LLP were transferred at book value (£nil) to other abrdn Group undertakings. These mandates generated revenues of £5,976k in 2023.

4 Operating profit

Arrived at after charging

	2023 £ 000	2022 £ 000
Foreign exchange (gains)/losses	(95)	123
Audit of the financial statements	27	25

Amounts receivable by the LLP's auditor in respect of services to the LLP, other than the audit of the LLP's financial statements, have not been disclosed as the information is required instead to be disclosed on a consolidated basis in the consolidated financial statements of abrdn plc.

5 Employees

The aggregate payroll costs were as follows:

	2023 £ 000	Restated* 2022 £ 000
Wages and salaries	2,511	2,880
Social security costs	392	547
Pension costs, defined benefit scheme	278	376
Share-based payment expenses	146	(11)
Other employee expense	10	12
	3,337	3,804

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

5 Employees (continued)

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

	2023 No.	2022* No.
Fund management and administration	20	22

*The LLP has been an employing entity since 2019. The comparative period employee costs and employee numbers have been restated. There is no margin impact of the employee costs restatement where these are fully recharged to another abrdn Group company.

During the year there were restructuring costs related to employees. This includes gross costs of |£783k, offset by a recharge to other abrdn Group companies of £633k.

6 Net finance income

	2023 £ 000	2022 £ 000
Finance income		
Interest income	971	374
Net finance income	**971**	**374**

7 Investments in subsidiaries

	2023 £ 000	2022 £ 000
As at 1 January	-	115
Additions	3	-
Impairment	-	(115)
As at 31 December	**3**	**-**

On 6 December 2023 the LLP made a capital injection of £3k in to abrdn CP (Holdings) Limited in order to facilitate a transfer of ownership to another abrdn Group undertaking.

The particulars of the LLP's subsidiary undertakings as at the statement of financial position date are in note 16.

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

8 Trade and other receivables

Current trade and other receivables:	2023 £ 000	2022 £ 000
Amounts due from abrdn Group undertakings	6,211	332
Prepayments and Accrued Income	3,837	3,201
Other receivables	75	68
Total current trade and other receivables	**10,123**	**3,601**

Amounts owed by abrdn Group undertakings are unsecured, interest free, have no fixed date of repayment and are repayable on demand and as such have been classified as current based on expected settlement date.

9 Members' capital

Allotted, called up and fully paid shares

	2023		2022	
	No. 000	£ 000	No. 000	£ 000
Members' capital of £1 each	2,460	2,460	2,460	2,460

The LLP is a private LLP limited by members' capital, incorporated and domiciled in United Kingdom. The address of its registered office is: 1 George Street, Edinburgh, EH2 2LL, United Kingdom.

10 Trade and other payables

Current trade and other payables:	2023 £ 000	2022 £ 000
Accruals and deferred income	390	-
Amounts owed to abrdn Group undertakings	1,291	10,776
Taxes and social security	16	-
Other payables	160	60
Total current trade and other payables	**1,857**	**10,836**

Amounts owed to abrdn Group undertakings are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

11 Related party transactions

In the normal course of business, the LLP enters into transactions with related parties in respect of investment management business.

The LLP has taken advantage of the exemption under paragraph 8(k) of FRS 101 not to disclose transactions with fellow wholly owned subsidiaries. There is therefore no related party disclosure for the current year (2022: nil).

All transactions between key management and their close family members and the LLP during the year are on terms which are equivalent to those available to all employees of abrdn plc.

12 Parent and ultimate parent undertaking

The LLP's immediate parent at 31 December 2023 was abrdn Private Equity (Europe) Limited and from 1 February 2024 was aPE Newco 2 Limited. The LLP's ultimate parent is abrdn plc. All of these companies are incorporated in the United Kingdom and registered in Scotland.

The most senior parent entity producing publicly available financial statements is abrdn plc. Copies of the consolidated Annual Report and Accounts are available to the public from 1 George Street, Edinburgh, EH2 2LL, or to download on the website www.abrdn.com.

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

13 Employee share-based payments

The LLP does not operate any share-based payment schemes. During the year the LLP's ultimate parent company, abrdn plc, operated a number of share-based payment schemes for employees across the abrdn Group, the majority of which are equity settled. Details of these arrangements affecting the LLP's employees are set out below.

The following plans made awards during the year ended 31 December 2023:

Plan	Options	Conditional awards	Restricted shares	Typical vesting period (years)	Contractual life for options	Recipients	Conditions which must be met prior to vesting
Abrdn plc Deferred Share Plan/ Discretionary Share Plan	Yes	Yes	No	1-3 years	Up to 10 years from date of grant	Executives and senior management	Service, or service and performance conditions. These can be tailored to the individual award.
Sharesave (Save-as-you-earn)	Yes	No	No	3 or 5	Up to six months after vesting	UK and Irish employees	Service only
Share incentive plan	No	No	Yes	3	Not applicable	UK and Irish employees	Service only

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

13 Employee share-based payments (continued)

All of the awards made under these plans are equity-settled except for a small number of cash-settled awards for the deferred and discretionary share plans.

The fair value of awards granted under the Group's incentive schemes is determined using a relevant valuation technique, such as the Black Scholes option pricing model.

The awards made under the deferred and discretionary share plans include awards for deferred bonuses of the prior year. The deferred bonus awards have service conditions of one, two and three years after the date of the award and no outstanding performance conditions.

The awards made include certain awards under the deferred and discretionary share plans to senior management with specific performance conditions.

The deferred and discretionary share plans also made a number of deferred fund awards in the year ended 31 December 2023.

Options and conditional awards are all at nil cost with the exception of Sharesave where eligible employees in the UK and Ireland save a monthly amount from their salaries, over either a three or five year period, which can be used to purchase shares in abrdn plc at a predetermined price.

The share incentive plan allows employees the opportunity to buy up to £1,800 of shares from their salary each year with the Group matching up to £600 per year. The matching shares awarded are granted each month but are restricted for three years.

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

13 Employee share-based payments (continued)

(a) Options granted under incentive plans and Sharesave

The number and weighted average remaining contractual life of options outstanding during the year, along with the weighted average share price at time of exercise price are as follows:

	Deferred and discretionary share plans	Sharesave
Outstanding at 31 December 2023	9,454	11,847
Weighted average remaining contractual life of outstanding options (years)	7.64	1.31
Weighted average share price at time of exercise during the year ended 31 December 2023	203p	N/A

	Deferred and discretionary share plans	Sharesave
Outstanding at 31 December 2022 (Restated*)	22,655	22,113
Weighted average remaining contractual life of outstanding options (years)	8.26	1.40
Weighted average share price at time of exercise during the year ended 31 December 2022	192p	N/A

* The comparative period number of options outstanding has been restated.

(b) Number of Sharesave options outstanding by exercise price

	2023 Number of options outstanding	Restated* 2022 Number of options outstanding
Sharesave		
118p	3,063	3,063
189p	1,906	2,859
199p	-	4,964
206p	5,245	5,245
257p	1,633	1,633
345p	-	4,349
Outstanding at 31 December	11,847	22,113

* The comparative period number of options outstanding has been restated.

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

14 Contingent liabilities

The LLP is subject to regulation in all of the territories in which it operates its investment businesses. In the UK, where the Group primarily operates, the FCA has broad powers, including powers to investigate marketing and sales practices.

The LLP, like other financial organisations, is subject to legal proceedings, complaints and regulatory discussions, reviews and challenges in the normal course of its business. All such material matters are periodically reassessed, with the assistance of external professional advisers where appropriate, to determine the likelihood of the LLP incurring a liability. Where it is concluded that it is more likely than not that a material outflow will be made a provision is established based on management’s best estimate of the amount that will be payable. In some cases it will not be possible to form a view, for example because the facts are unclear or because further time is needed to properly investigate, and no provisions are held for such matters. It is not possible to predict with certainty the extent and timing of the financial impact of legal proceedings,complaints and related regulatory matters.

15 Events after the balance sheet date

At the date of signing the financial statements completion of the sale of the LLP to Patria Investments is not complete. This is expected to complete in half one 2024.

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

16 Investment holdings

Details of the subsidiaries as at 31 December 2022 were as follows, and as noted on page 2, these were transferred on 31 December 2023.

Name of undertaking	Country of registration	Direct / Indirect	Percentage owned other than 100%
abrdn CP (Holdings) Limited [1]	United Kingdom	Direct	
Ignis Cayman GP2 Limited [2]	Cayman Islands	Indirect	
Ignis Cayman GP3 Limited [2]	Cayman Islands	Indirect	
SLCP (General Partner CPP) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner EC) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner Edcastle) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner ESF I) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner ESF II) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner ESP 2004) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner ESP 2006) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner ESP 2008 Coinvestment) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner ESP 2008) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner ESP CAL) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner Europe VI) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner II) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner Infrastructure I) Limited	United Kingdom	Indirect	
SLCP (General Partner Infrastructure Secondary I) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner NASF I) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner NASP 2006) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner NASP 2008) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner Pearl Private Equity) Limited [1]	United Kingdom	Indirect	

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

16 Investment holdings (continued)

Name of undertaking	Country of registration	Direct / Indirect	Percentage owned other than 100%
SLCP (General Partner Pearl Strategic Credit) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner SOF I) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner SOF II) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner SOF III) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner Tidal Reach) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner USA) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner) Limited [1]	United Kingdom	Indirect	
SLCP (Founder Partner Ignis Private Equity) Limited [1]	United Kingdom	Indirect	
SLCP (Founder Partner Ignis Strategic Credit) Limited [1]	United Kingdom	Indirect	
SLCP (General Partner 2016 Co-Investment) Limited [1]	United Kingdom	Indirect	

Registered Office
[1] 1 George Street, Edinburgh, EH2 2LL, Scotland
[2] C/O Maples Corporate Services Limited, PO Box 309, Ugland House, Grand Cayman, KY1-1104, Cayman Islands

The underlying Limited Partners of the LLP meet the definition of subsidiary undertakings under the Companies Act but these have not been disclosed in the table above.

17 Prior-year adjustments ("PYA")

In preparing these financial statements, there has been one restatement that has been reflected for the year ended 31 December 2022 as a prior-year adjustment ("PYA").

As part of creating the sale perimeter for the LLP's sale to Patria Investments it was discovered that the LLP was an employing entity. This required a PYA to include employee related disclosures in the financial statements (see Note 5). While those disclosures were omitted from the financial statements, there was no impact on profit or loss as all relevant employee costs were recharged to the LLP based on central abrdn Group cost allocation policies. The PYA therefore recognises these employee costs within administration expenses in profit and loss (£3,249k), offset by an increase in revenue to reflect the full recharge of costs (£3,249k) prior to allocation of central abrdn Group cost recharge.

The adjustments made are shown below:

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

17 Prior-year adjustments ("PYA") (continued)

	Note	Previously stated at 31 December 2022 £ 000	PYA £ 000	As restated 31 December 2022 £ 000
Revenue	3	27,390	3,249	30,639
Administrative expenses		(11,806)	(3,249)	(15,055)