CMC Markets Plc

Unaudited Interim financial statements for the period ended 25 February 2022

Company registration number:05145017

CMC Markets plc

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Unaudited statement of comprehensive income

For the period ended 25 February 2022

£ '000	Period ended 25 February 2022	Year ended 31 March 2021
Revenue	**432**	**637**
Interest income	—	21
Total revenue	**432**	**658**
Operating expenses	(906)	(820)
Dividend income	103,617	61,950
Operating profit	**103,143**	**61,788**
Finance costs	(416)	(648)
Profit before taxation	**102,727**	**61,140**
Taxation	—	—
Profit for the year attributable to owners of the parent	**102,727**	**61,140**

These interim financial statements are prepared only for the purposes of Section 836 and 838 of the Companies Act 2006. They are abridged and unaudited.

Unaudited statement of financial position

At 25 February 2022

Company registration number: 05145017

£ '000	25 February 2022	31 March 2021
ASSETS		
Non-current assets		
Investment in subsidiary undertakings	168,440	168,111
Total non-current assets	**168,440**	**168,111**
Current assets		
Trade and other receivables	1,325	14,019
Cash and cash equivalents	31,222	167
Total current assets	**32,547**	**14,186**
Total assets	**200,987**	**182,297**
LIABILITIES		
Current liabilities		
Trade and other payables	286	60
Total current liabilities	**286**	**60**
Non-current liabilities		
Borrowings	—	13,549
Total non-current liabilities	—	**13,549**
Total liabilities	**286**	**13,609**
EQUITY		
Equity attributable to owners of the Company		
Share capital	73,474	73,299
Share premium	46,236	46,236
Retained earnings	80,991	49,153
Total equity	**200,701**	**168,688**
Total equity and liabilities	**200,987**	**182,297**

The unaudited interim financial statements on pages 1 to 5 were approved by the Board of Directors on 1 March 2022 and signed on its behalf by:

P.A. Cruddas

Lord Cruddas
Director

Euan Marshall

Euan Marshall
Director

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Unaudited statement of changes in equity

For the period ended 25 February 2022

£ '000	Share capital	Share premium	Retained earnings	Total equity
At 1 April 2020	**72,899**	**46,236**	**48,527**	**167,662**
New shares issued	400	—	—	400
Profit for the year	—	—	61,140	61,140
Share-based payments	—	—	1,621	1,621
Dividends	—	—	(62,135)	(62,135)
At 31 March 2021	**73,299**	**46,236**	**49,153**	**168,688**
New shares issued	175	—	—	175
Profit for the period	—	—	102,727	102,727
Share-based payments	—	—	1,719	1,719
Dividends	—	—	(72,608)	(72,608)
At 25 February 2022	**73,474**	**46,236**	**80,991**	**200,701**

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Unaudited statement of cash flows

For the period ended 25 February 2022

£ '000	Period ended 25 February 2022	Year ended 31 March 2021
Cash flows from operating activities		
Profit before taxation	102,727	61,140
Interest income	—	(21)
Dividends received	(103,617)	(61,950)
Finance costs	416	648
Impairment of investment in subsidiaries	264	415
Changes in working capital		
(Increase) / Decrease in trade and other receivables	(599)	553
Increase / (Decrease) in trade and other payables	226	(31)
Cash (used in) / generated from operations	**(583)**	**754**
Interest income	—	21
Net cash (used in) / generated from operating activities	**(583)**	**775**
Cash flows from investing activities		
Investment in subsidiaries	(353)	(469)
Amounts contributed by subsidiaries in relation to share-based payments	1,479	2,587
Dividends received	103,615	61,950
Net cash generated from investing activities	**104,741**	**64,068**
Cash flows from financing activities		
Repayment of borrowings	(376)	(2,700)
Proceeds from issue of Ordinary Shares	175	400
Dividends paid	(72,608)	(62,135)
Finance costs	(294)	(351)
Net cash used in financing activities	**(73,103)**	**(64,786)**
Net (decrease) / increase in cash and cash equivalents	**31,005**	**57**
Cash and cash equivalents at the beginning of the period / year	167	110
Cash and cash equivalents at the end of the period / year	**31,222**	**167**

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Notes to the financial statements

For the period ended 25 February 2022

1. General information and basis of preparation

Corporate information

CMC Markets plc (the "Company") is a public company limited by shares incorporated in the United Kingdom and domiciled in England and Wales under the Companies Act 2006. The registered office of the company is 133 Houndsditch, London, EC3A 7BX, United Kingdom.

Basis of accounting

These financial statements have been prepared to provide the Directors with the financial position of the Company as at 25 February 2022 for the purpose of ensuring sufficient distributable reserves are available for distribution in accordance with sections 836 and 838 of the Companies Act 2006.

These financial statements have been prepared in accordance with international accounting standards in conformity with the requirements of the Companies Act 2006 ('IFRS') and the applicable legal requirements of the Companies Act 2006. In addition to complying with international accounting standards in conformity with the requirements of the Companies Act 2006, the consolidated financial statements also comply with international financial reporting standards adopted pursuant to Regulation (EC) No 1606/2002 as it applies in the European Union.

For the year ending 31 March 2022 the financial statements of the Company will be prepared in accordance with IFRS as adopted by the UK Endorsement Board and that this change in basis of preparation is required by UK company law for the purpose of financial reporting as a result of the UK's exit from the European Union on 31 January 2020 and the cessation of the transition period on 31 December 2020. This change does not constitute a change in accounting policy but rather a change in accounting framework. There is no impact on recognition, measurement or disclosure between the two frameworks in the period reported.

The Financial Statements have been prepared in accordance with the going concern basis, under the historical cost convention. These financial statements are abridged and unaudited but are otherwise prepared on a consistent basis and following the principal accounting policies adopted in preparation of the company's financial statements for the year ended 31 March 2021. The financial information is rounded to the nearest thousand except where otherwise indicated.

These financial statements are not the Company's statutory financial statements within the meaning of section 434 of the Companies Act 2006. Statutory financial statements for the year ended 31 March 2021 have been delivered to the Registrar of Companies in England and Wales. The auditor's report on these accounts was unqualified, did not include any reference to any matters to which the auditor drew attention by the way of emphasis without qualifying the report and did not contain statements under section 498 of the Companies Act 2006. Unaudited interim financial statements for the periods ending 19 July 2021 and 31 October 2021 have been delivered to the Registrar of Companies in England and Wales.