



Pillar 3 Disclosure

Date of Document 23 July 2018

Risk management

Halkin Investments LLP ("Halkin") risk management focuses on the major areas of market risk, operational risk and business risk. The firm's Executive Committee and Senior Management of the firm has sufficient experience to manage risks appropriately and accordingly.

Capital resources

Capital comprises of Members' capital and the audited profit and loss reserve.

A summary of the company's capital is as follows:

Tier 1	£'000
Called up share capital	1,950
Profit and Loss reserve	<u>1,087</u>
Total Tier 1	3,037

Market, operational and credit risk

Halkin is a small firm with simple operational infrastructure and in the members' opinion, the simplified standard approach to credit, market and operational risk is appropriate following a thorough analysis.

The company has assessed its Pillar 1 capital requirement to be £340k being the Credit + Market Risk variable capital requirement for the first year, which increases to £447k in Year 2 and £660K in Year 3. In all three forecast periods, the Credit + Market Risk capital component exceeds the Fixed Overhead Requirement, assuming the forecast of the business plan are met.

A more comprehensive Pillar 3 Disclosure will be posted on our website shortly.