

UK Tax Strategy Statement

PURPOSE AND SCOPE

This tax strategy statement has been prepared in accordance with Schedule 19 Finance Act 2016 (the "Act"). Section 22(2) and 25 apply to Caxton Europe Asset Management Ltd ("CEAM") and Caxton Europe LLP ("CE LLP") respectively. Our approach to tax strategy is consistent across all entities of the Caxton group ("Caxton"), which includes CEAM and CE LLP.

References to 'tax' or 'taxes' in this statement refer to all UK taxes and duties as provided in Schedule 19 of the Finance Act 2016 which include Income Tax, Corporation Tax, PAYE, NIC, and VAT.

OVERVIEW

We recognise our responsibility to tax authorities and are committed to complying with all applicable tax laws, regulations, and reporting requirements in the jurisdictions in which we operate to meet our statutory obligations.

GOVERNANCE AND RISK MANAGEMENT

Responsibility for tax strategy rests with the governing body of CEAM and CE LLP. Caxton's Chief Financial Officer is responsible for implementing tax strategy and managing tax risk. Day to day responsibility is delegated to the Head of Tax. Our tax department is staffed with qualified professionals based in London, supported by a range of trusted external advisors who assist with tax compliance and provide tax advice.

We actively seek to identify and assess tax risk alongside the management of other business risks faced by the Caxton group. We look to mitigate those risks through the implementation and execution of effective controls. We ensure that due care and attention is applied to areas which could impact compliance with our statutory tax obligations.

We acknowledge our obligations with respect to the Corporate Criminal Offence (CCO) regime and are committed to ensuring compliance. Caxton does not condone or facilitate tax evasion and aims to ensure that it does not occur within its business.

OUR ATTITUDE TO UK TAX PLANNING

We may engage in tax planning that aligns with our commercial and economic activities, driven by legitimate business purposes, and avoid artificial tax arrangements. We may utilise tax reliefs and incentives as they are intended to be used by the relevant tax authorities. We do not participate in transactions for the sole purpose of circumnavigating tax rules or artificially creating a tax benefit that would not be representative of commercial reality.

We are committed to providing transparent and accurate tax disclosures in our financial statements. Our allocation of profit is supported by a transfer pricing study which follows relevant OECD guidelines for international tax matters. Our profits are subject to tax in the jurisdictions in which value is generated.

OUR APPROACH TO WORKING WITH HMRC

Caxton maintains an open, transparent, and constructive relationship with HMRC. We endeavor to act with honesty and integrity and respond to any enquiry raised in a comprehensive and timely manner.